ANNOUNCEMENT OF AUDITED RESULTS FOR THE PERIOD ENDED 30TH SEPTEMBER 2023

EVEREADY E.A. PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	2023 KES'000	2022 KES'000
Continuing Operations		
Sales	116,811	82,624
Cost Of Sales	(13,586)	(59,595)
Gross Profit	3,225	23,029
Other Income	2,691	22,607
Selling And Distribution Expenses	(7,663)	(8,045)
Administrative Expenses	(39,978)	(47,504)
Establishment Expenses	(1,107)	(5,353)
Impairment of Assets	329	7,695
Finance Costs	(783)	(4,158)
Loss Before Tax	(43,286)	(11,729)
Tax Expense	(484)	(39,137)
Loss For The Year Attribute To The Owners Of The Company	(43,770)	(50,866)
Earnings Per Share	KES	KES
Loss Per Share - Basic And Diluted	(0.21)	(0.24)

STATEMENT OF FINANCIAL POSITION

	2023 KES'000	2022 KES'000
Equity		
Share Capital	210,000	210,000
Accumulated Losses	(298,366)	(254,566)
Total Equity	(88,336)	(44,566)
REPRESENTED BY		
Non-current Assets		
Equipment	78	1,160
Current Assets		
Inventories	2,545	15,652
Trade And Other Receivables	10,429	21,236
Cash At Bank And In Hand	8,790	64,243
	21764	101,131
Current Liabilities		
Trade And Other Payables	106,103	111,175
Current Tax	4,059	4,466
Borrowings	16	31,216
	110,178	146,857
Net Current Liabilities	(88,414)	(45,726)
	(88,336)	(44,566)

STATEMENT OF CHANGES IN EQUITY

	SHARE CAPITAL	RETAINED EARNINGS	TOTAL
	KES'000	KES'000	KES'000
At 1st October 2021	210,000	(203,700)	6,300
Changes In Equity In 2022			
Profit/(Loss) For The Year	-	(50,866)	(50,866)
At 30 September 2022	210,000	(254,566)	(44,566)
At 1st October 2022	210,000	(254,566)	(44,566)
Changes In Equity In 2023			
Profit/(Loss) For The Year	-	(43,770)	(43,770)
At 30th September 2023	210,000	(298,336)	(88,336)

STATEMENT OF CASH FLOWS

	2023 KES'000	2022 KES'000
Cash Flows From Operating Activities		
Profit/(Loss) Before Tax	(43,770)	(50,866)
Adjustments For:		
Income Tax	484	39,137
Depreciation of Equipment	320	285
Depreciation Of Right -of- Use Asset	-	3,880
Gain On Disposal Of Assets	(751)	(4,871)
Interest Expense	783	3,780
Interest On Lease Liabilities	-	378
Operating Loss Before Working Capital Changes	(42,934)	(8,277)
Decrease In Inventories	13,107	3,207
Decrease In Trade And Other Receivables	10,807	16,804
(Decrease)/increase In Trade And Other Payables	(5,072)	1,419
Cash (Used In)/generated From Operations	(24,092)	(13,153)
Interest Paid	(783)	(3,780)
Interest Paid On Lease Liabilities	-	(378)
Tax Paid	(891)	(1,439)
Net Cash (Used In)/generated From Operating Activities	(25,766)	(7,556)
Cash Flows From Investing Activities		
Purchase Of Equipment	-	(52)
Proceeds From Disposal Of Equipment	1,513	4,871
Net Cash Generated From Investing Activities	1,513	4,819
Cash Flows From Financing Activities		
Payments Of Principal Portion Of The Lease Liability	-	(4,536)
Repayment Of Borrowings	(2,016)	(2,240)
Net Cash Used In Financing Actities	(2,016)	(6,776)
Net Decrease)/Increase In Cash And Cash Equivalents	(26,269)	(5,599)
Cash And Cash Equivalents At Start Of The Year	35,043	29,444
Cash And Cash Equivalents At End Of The Year	8,774	35,043

Commentary on the Results

The Board of Directors are pleased to announce the audited results for the year ending 30th September 2023. The same accounting policies and methods of computation have been used as were in the last financial statements. The company recorded a loss after tax of KES 43.77 million for the period against a loss of KES 50.87 million in the comparative period.

Dividend

The Directors do not recommend the payment of a dividend.

Outlook

Though the core capital has been eroded over time; the company, during the year on boarded a strategic investor, who has commenced to:

a) put in place a measure to improve the company`s financial perfomance while levaraging on the strong household brand and long-term heritage, however, as of 30th September 2023 this process had not been concluded;

b) leverage on its network to assist the company in rolling out a turnaround strategy and support the future growth. The company has an interestedinvestor who has expressed interest in investing in the company and intends to provide a loan of Kshs 160 million

c) strengthen capacity to fund investment required to support future growthof the company; and

d) introduce diversification in the company`s product lines including oil and gas sectors so as to improve the financial stability while maximazing the shareholders value going forward.



This extract is based on the audited accounts of EVEREADY East Africa PLC for the 12 months period ended 31 September 2023 which were approved by the Board of Directors on 31st May 2024. The full financial statements can be accessed on the company's website www.eveready.co.ke. The Principal accounting policies adopted in the preparation of the financial statements are similar to those applied in the previous financial statements.

BY ORDER OF THE BOARD

Mr. Maurice Ndiranu,
Chairperson

31st May 2024

Mr. Joseph Sitati,
Director

BATTRING
Your Turbo Car Battery is a call away
+254 722 205 469/733 655 556

TURBO SHIKA PAWA
TURBO #UNSTOPPABLE POWER
TURBO PERFECT BRIGHTNESS

HEAD OFFICE: Sameer Industrial Park, Mombasa/ Enterprise Road Junction, P. O. Box 44765-00100, Nairobi, Kenya.
Tel: +254 722 205 469 / 733 655 556 Email: info@eveready.co.ke Website: www.eveready.co.ke