



CONTENTS

	PAGE
Company Information	2
Notice of Annual General Meeting	3
Chairman's Statement	5
Directors' Report	9
Auditors' Report	11
Profit and Loss Account	12
Balance Sheet	13
Statement of Source and Application of Funds	14
Notes to the Accounts	15
Financial highlights	20



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Uchumi Supermarket - Finance -
Statistics - Pending



COMPANY INFORMATION

BOARD OF DIRECTORS

Industrial and Commercial Development Corporation
Kenya National Trading Corporation
Kenya Wine Agencies Limited
Eddah Wacheke Gachukia
Edward Nderitu Wainaina
Godfrey Wairegi Karuri
Nigel Ralph Pavitt
Permanent Secretary - Ministry of Commerce
Samuel Onyango Ayodo
Suresh Raichand Shah, Managing Director

SECRETARY

Festus Gicira Gaciri

AUDITORS

Price Waterhouse
Rattansi Educational Trust Building
Koinange Street
P.O. Box 41968, Nairobi

Uchumi Supermarket

REGISTERED OFFICE

Uchumi Supermarkets Ltd
Supermarket Building
Aga Khan Walk
P.O. Box 73167, Nairobi

REGISTRARS AND TRANSFER OFFICE

Management Services Division
ICDC
Uchumi House
Aga Khan Walk
P.O. Box 45519, Nairobi

2007/0266

BANKERS

Kenya Commercial Bank Limited
Kencom House
Moi Avenue
P.O. Box 48400, Nairobi





NOTICE OF ANNUAL GENERAL MEETING TO ALL SHAREHOLDERS

NOTICE IS HEREBY GIVEN that the 16th Annual General Meeting of the Company will be held on Thursday 15 December, 1994 at the Tsavo Room, Nairobi Hilton Hotel, Nairobi at 3.00 p.m. to transact the following business:-

1. The Secretary to read the notice convening the meeting.
2. To confirm the minutes of the previous Annual General Meeting.
3. To receive and to consider the Audited Accounts for the financial year ended 30 June, 1994 together with Directors' and Auditors' reports thereon.
4. To confirm the payment of the Interim Dividend of Shilling 1.00 per share and declare a Final Dividend of Shillings 4.00 per share in respect of the year ended 30 June, 1994.
5. To approve the Directors' remuneration for the year ended 30 June, 1994.
6. To elect Directors in accordance with the Company's Articles of Association.
7. To authorise the Directors to fix the remuneration of the Auditors.
8. To transact any other ordinary business.

BY ORDER OF THE BOARD

F.G. Gaciri
COMPANY SECRETARY
2 November, 1994.

NB: A member entitled to attend and vote at this meeting is entitled to appoint a proxy who need not be a member of the company.





ILANI YA MKUTANO WA MWAKA KWA WENYEHISA WOTE

ILANI INATOLEWA KWAMBA Mkutano mkuu wa kumi na sita wa kampuni hii utafanywa alhamisi tarehe 15 Desemba, 1994 katika Hoteli ya Hilton, Ukumbi wa Tsavo, Nairobi saa tisa kamili alasiri kwa madhamuni ya kutekeleza shughuli zifuatazo:-

1. Katibu kusoma ilani iliyoitisha mkutano.
2. Kuthibitisha kumbukumbu za mkutano wa mwaka uliopita.
3. Kupokea na kufikiria Hesabu zilizokaguliwa za mwaka uliomalizikia tarehe 30 Juni, 1994 na Ripoti za Wakurugenzi na Wakaguzi wa Hesabu.
4. Kuthibitisha malipo ya Mgao wa muda wa Shilingi 1.00 kwa kila hisa na kuamua malipo ya mgao wa mwisho wa shilingi 4.00 kwa kila hisa kwa mwaka uliomalizikia tarehe 30 Juni, 1994.
5. Kutoa Kibali kuhusu ujira wa wakurugenzi wa mwaka uliomalizikia tarehe 30 Juni, 1994.
6. Kuwachagua Wakurugenzi kwa mujibu wa kanuni za kampuni hii.
7. Kuidhinisha Wakurugenzi waweke kipimo cha ada ya Wakaguzi wa Hesabu.
8. Kujadili mambo mengine yoyote yanayohusu shughuli za Kampuni na yasiyohitaji ilani maalum.

Kwa kanuni ya Halmashauri ya Wakurugenzi.

F.G. Gaciri

Katibu

2 Novemba, 1994.

Kumbusho : Mwanachama anayestahili kuhudhuria na kupiga kura kwenye mkutano huu ana haki kumteua mwakilishi kuhudhuria na kupiga kura kwa niaba yake. Mwakilishi huyo si lazima awe mwanachama wa kampuni hii.





CHAIRMAN'S STATEMENT

The financial year ended 30 June 1994 was a very unusual year for Kenya. At the outset there was a major challenge in procuring balance of payment support from Western countries and donor agencies. Foreign exchange reserves fell sharply and the Kenya shilling dropped in value to approximately Shs. 80 to the USA dollar. Inflation and interest rates escalated to unprecedented levels. The prolonged drought which hit many parts of the country further added to the general economic problems. However, in the later half of the year we saw the exact reverse of the earlier part. Deregulation of interest rates, liberalisation of the foreign exchange regime and removal of import controls resulted in substantial changes in the economy. The shilling became progressively stronger and reached pre-foreign exchange liberalisation levels; foreign exchange reserves have reached a record level; interest rates have fallen dramatically and the general liberalisation of the economy has forever changed the market place. Prices of consumer products are now falling rapidly and competition has become increasingly fierce.

Despite the inconsistent and unpredictable environment over the past year and the fact that it made planning and operations distinctly challenging, your Company has achieved highly impressive results for the year ended 30 June 1994, as you will see from the accompanying accounts.

It gives me particular pleasure therefore, to be able to report that your Company recorded sales of Shs. 3.109 billion for the year, an increase of 57%, and more importantly, that the net profit before tax amounted to Shs. 419 million, 54% higher than last year. The improvement stems mainly from increased trading but is also boosted by interest amounting to Shs. 142 million earned on deposit funds (1993 Shs. 62 million).

In 1993 your Company paid a dividend of Shs. 4.00 per share. However, in view of our particularly successful performance this year, an interim dividend of Shs. 1.00 per share (20%) was paid in May 1994 and your Board of Directors now recommends that a final dividend of Shs. 4.00 per share (80%) also be paid. The total distribution to shareholders from the results to 30 June 1994 thus amounts to Shs. 200 million, and represents Shs. 5.00 per share (100%).

During the year the Company opened a second store in Nakuru and on 8 July 1994 the Company opened a further branch in Eldoret, this being the 14th store in our chain. To improve the company's logistics a new warehouse complex of some 100,000 square feet was acquired during the year. This, I am pleased to say, is now fully operational and can serve our larger network of branches considerably more efficiently than in the past.

The Company's financial achievements during the year are a clear indication of the commitment, dedication and capability of the staff, management and your Board of Directors. I would, at this juncture, wish to place on record my sincere appreciation for the outstanding support I have had from this hard working team.

In the future, we expect to see more intense and aggressive competition in the retail sector both from within and outside Kenya following the more or less fully liberalised





economy. Uchumi will rise to this challenge and we plan to offer unmatched customer service in our determination to maintain our leading position and competitive edge.

Mohammed Kaittany

2 November 1994.





TAARIFA YA MWENYEKITI

Mwaka Uliomalizikia tarehe 30 Juni 1994 ulikua mwaka usiowakawaida nchini Kenya. Mwanzo kulikua na jaribio kubwa la kupata usaidizi kutoka kwa nchi za magharibi na wengineo. Kulikua na uhaba wa akiba za fedha za kigeni na thamani ya shilingi ya Kenya ilianguka karibu shilingi 80 ikilinganishwa na dola ya Marikani. Hali ngumu ya maisha na kima cha faida zilipanda kwa hali ya juu sana isiyoweza kueleweka. Ukame ulioendelea kwa muda mrefu ulikumba pande nyingi za nchi ulizidisha hali mbaya ya uchumi kwa jumla. Ijapokua, katika kipindi cha nusu mwaka, tuliona mabadiliko makhususi kuliko kipindi kilichopita. Kuondolewa kwa vima vya faida, na uachiliaji wa fedha za kigeni na uondolewaji wa amri za uletaji bidhaa katika nchi ulileta tofauti kubwa katika uchumi. Shilingi ikawa na nguvu na ikafikia kiwango huru kutoka kwa fedha za kigeni. Akiba za fedha za kigeni zimefikia kipimo kisicho kifani; vima vya faida vimepungua zaidi na kwa jumla uchumi umebadilisha mwenendo wa soko. Bei za bidhaa zina zidi kupungua na mashindano yamekua makali pia.

Licha na kubadilika na kutobashirika kwa mazingara miaka iliopita na kwa hakika ilifanya mipango na utendaji kazi kua mgumu zaidi, Kampuni yenu iliweza kupata matokeo ya kupendeza zaidi mwaka uliomalizikia tarehe 30 Juni, kama mutakavyo-ona katika hesabu.

Inanipa furaha hasa, kuweza kuwaarifu kwamba Kampuni yenu iliweza kuuza bidhaa za shilingi bilioni 3.109 mwakani, ongezeko la asilimia 57, na muhimu zaidi, ni kwamba faida halisi kabla ya kodi ilifikia shilingi milioni 419, asilimia 54 zaidi kuliko mwaka jana. Ongezeko hili limetokana zaidi kutoka kwa ongezeko la biashara lakini likaongezwa zaidi na kima cha faida cha shilingi milioni 142 zilizopatikana kutokana na pesa za akiba (1993 shilingi milioni 62).

Mwaka wa 1993 Kampuni yenu ililipa mgao wa shilingi 4 kwa kila hisa. Lakini, kwasababu ya matokeo mazuri mwaka huu, mgao wa kwanza wa shilingi 1.00 kwa kila hisa (asilimia 20) ulilipwa mwezi Mei 1994 na wakurugenzi wenu sasa wana azimia kwamba mgao wa mwisho wa shilingi 4 kwa kila hisa (asilimia 80) ulipwe pia. Mgao wote kwa jumla kwa wana hisa kutokana na matokeo ya tarehe 30 Juni 1994 kwa hivyo umefikia shilingi milioni 200, na ni shilingi tano kwa kila hisa (asilimia 100).

Katika mwaka huu, Kampuni ilifungua duka Nakuru na tarehe 8 Julai 1994 Kampuni ilifungua tawi jengine Eldoret, hili likiwa ni duka la 14 kwa jumla. Kwendelea zaidi ghala mpya ilipatikana mwaka huu pia. Ghala hili, nina furaha kusema, kwamba linatumika kikamilifu na linauwezo wa kuhudumia matawi yetu kwa kufaa kuliko zamani. Matokeo ya Kampuni mwaka huu yana onyesha wazi matendo, kujitolea na uwezo wa wafanyi kazi, wasimamizi na wakurugenzi. Ningependa wakati huu, kutoa shukrani zangu kwa usaidizi mzuri nilipata kutoka katika kikundi hiki chenye bidii sana.

Mbeleni, tunatarajia mashindano magumu na makali katika biashara ya rejareja kutoka





humu nchini na nje ya Kenya, kutokana na kulegezwa kwa hali ya uchumi. Kampuni ya Uchumi itaenuka kutokana na majaribio haya na tuna mpango wa kuwapatia wateja wetu huduma isiokifani katika hali yetu ya kuendelea kuongoza wapinzani wetu.

Mohammed Kaítettany

2 Novemba 1994.





DIRECTORS' REPORT YEAR ENDED 30 JUNE 1994

The directors submit their report together with the audited accounts for the year ended 30 June 1994 which disclose the state of affairs of the company.

PRINCIPAL ACTIVITIES

The company operates retail supermarkets at the following outlets:-

Market Branch
Westlands Branch
City Square Branch
City Square - Textile Division
City Square - Household Division
Ngong Road Branch
Kimathi Street Branch
Sarit Centre Branch
Jogoo Road Branch
Taveta Road Branch
Langata Branch
Nakuru East Branch
Nakuru West Branch (opened 8 February 1994)
Eldoret Branch (opened 8 July 1994)

RESULTS AND DIVIDEND

The results of the company are shown on page 12.

The directors recommend the approval of an interim dividend of Shs. 1.00 per share and a final dividend of Shs. 4.00 per share leaving a balance of Shs 180,643,000 to be retained in revenue reserves.

DIRECTORS

The directors who held office during the year are shown on page 2. In accordance with article 100 of the company's Memorandum and Articles of Association, Mr. Edward Nderitu Wainaina, Mr. Godfrey Wairegi Karuri, and Permanent Secretary - Ministry of Commerce and Industry retire by rotation and all being eligible, offer themselves for re-election

AUDITORS

Price Waterhouse continue in office in accordance with section 159 (2) of the companies Act.

By Order of the Board

Festus Gicira Gaciri
Secretary
2 November, 1994.





RIPOTI YA WAKURUGENZI MWAKA ULIOMALIZIKIA TAREHE 30 JUNI 1994

Wakurugenzi wanatoa ripoti yao pamoja na tarakimu ya hesabu zilizokaguliwa za mwaka uliomalizikia tarehe 30 Juni, 1994 ambazo zinaonyesha hali ya kampuni ilivyo.

SHUGHULI MAALUM

Kampuni hufanya biashara rejareja ya masokomaalum katika matawi yafuatayo:-

Market Branch
Westlands Branch
City Square Branch
City Square-Textile Division
City Square-Household Division
Ngong Road Branch
Kimathi Street Branch
Sarit Centre Branch
Jogoo Road Branch
Taveta Road Branch
Langata Branch
Nakuru East Branch
Nakuru West Branch (lilifunguliwa tarehe 8 Februari 1994)
Eldoret Branch (lilifunguliwa tarehe 8 Julai 1994)

MATOKEO NA MGAO

Matokeo ya Kampuni yanaonyeshwa kwenye ukurasa wa 12.

Wakurugenzi wapendekeza kuidhinishwa kwa malipo ya mgao wa kwanza wa shilingi 1.00 kwa kila hisa na mgao wa mwisho wa shilingi 4.00 kwa kila hisa na kuwekwa akiba ya shilingi 180,643,000.

WAKURUGENZI

Wakurugenzi walioshika hatamu za ofisi mwaka huu wanaonyeshwa katika ukurasa 2. Kulingana na Sheria za Kampuni Nambari 100 Bwana Edward Nderitu Wainaina, Bwana Godfrey Wairegi Karuri, na Katibu wa Kudumu wa Wizara ya Biashara na Viwanda wastaafu kwa zamu na wote wakistahili, wanajitolea kuchaguliwa tena.

WAKAGUZI

Prize Waterhouse wataendelea na kazi zao za ukaguzi wa kampuni hii kulingana na kanuni katika kifungu cha 150 (2) cha sheria za makampuni.

Kwa kanuni ya Halmashauri ya Wakurugenzi.

Festus Gicira Gaciri
Katibu
2 Novemba, 1994.





AUDITORS' REPORT TO THE MEMBERS OF UCHUMI SUPERMARKETS LIMITED

We have audited the accounts set out on pages 12 to 19 and have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. The accounts are in agreement with the books of account.

In our opinion, proper books of account have been kept and the accounts give a true and fair view of the state of the company's financial affairs at 30 June 1994 and of its profit and source and application of funds for the year then ended and comply with the Companies Act.

Price Waterhouse
Certified Public Accountants
2 November, 1994

RIPOTI YA WAKAGUZI KWA WANAHISA WA UCHUMI SUPERMARKETS LIMITED

Tumekagua hesabu zilizoko kwenye kurasa 12 hadi 19 na tumepatiwa habari na maelezo yote muhimu kwa ukaguzi wetu.

Kwa maoni yetu, Vitabu vya hesabu vimewekwa kwa njia Sahihi na kampuni na tarakimu za hesabu, ambazo zinakubaliana na Vitabu hivyo, Zinaambatana na sheria za Kampuni na zinaeleza ukweli na maoni ya haki jinsi hali ilivyo katika kampuni kufikia tarehe 30 Juni, 1994 na kuhusu faida na mapato na matumizi ya fedha kwa mwaka uliomalizikia tarehe hiyo.

Price Waterhouse
Mahasibu wa Raia walioidhinishwa Kenya
2 Novemba, 1994





PROFIT AND LOSS ACCOUNT YEAR ENDED 30 JUNE 1994

	Notes	1994 Shs'000	1993 Shs'000
TURNOVER		<u>3,109,556</u>	<u>1,975,657</u>
PROFIT BEFORE TAX	2	418,997	271,064
TAX	3	<u>148,787</u>	<u>80,932</u>
PROFIT AFTER TAX		270,210	190,132
RETAINED PROFIT BROUGHT FORWARD		<u>110,433</u>	<u>80,301</u>
		380,643	270,433
DIVIDEND	4	<u>200,000</u>	<u>160,000</u>
RETAINED PROFIT CARRIED FORWARD	6	<u>180,643</u>	<u>110,433</u>
EARNINGS PER SHARE	7	<u>6.76</u>	<u>6.20</u>





BALANCE SHEET AT 30 JUNE 1994

	Notes	1994 Shs'000	1993 Shs'000
<u>CAPITAL EMPLOYED</u>			
SHARE CAPITAL	5	200,000	200,000
RESERVES	6	355,929	285,719
		555,929	485,719
<u>REPRESENTED BY</u>			
FIXED ASSETS	8	237,593	126,319
CURRENT ASSETS			
Stock	9	375,420	332,595
Debtors	10	51,780	48,131
Short term deposits		161,000	116,629
Investment in government securities	11	280,000	260,000
Bank balances and cash		29,483	42,688
		897,683	800,043
CURRENT LIABILITIES			
Creditors	12	261,643	255,867
Amount due to affiliates		4,466	8,993
Tax		80,612	51,666
Dividends payable	4	160,000	120,000
Bank overdraft		72,626	4,117
		579,347	440,643
NET CURRENT ASSETS		318,336	359,400
		555,929	485,719

Suresh Shah : Director
Mohammed Kaittany : Director

The accounts were approved by the board of directors on 2 November 1994.





STATEMENT OF SOURCE AND APPLICATION OF FUNDS YEAR ENDED 30 JUNE 1994

	1994 Shs'000	1993 Shs'000
SOURCE OF FUNDS		
Profit before tax	418,997	271,064
Adjustments for items not involving the movement of funds:		
Depreciation	11,661	8,961
Profit on sale of fixed assets	(490)	(413)
FUNDS GENERATED FROM OPERATIONS	430,168	279,612
FUNDS FROM OTHER SOURCES		
Proceeds from issue of shares	-	209,452
Proceeds from sale of fixed assets	1,730	518
	431,898	489,582
APPLICATION OF FUNDS		
Dividends paid	160,000	155,000
Tax paid	119,841	80,349
Purchase of fixed assets	124,175	12,036
	404,016	247,385
INCREASE IN WORKING CAPITAL	27,882	242,197
ANALYSIS OF INCREASE IN WORKING CAPITAL		
Investment held for resale	-	(1,577)
Stock	42,825	149,409
Debtors	3,649	15,463
Creditors	(5,776)	111,471
Amount due to affiliates	4,527	(6,124)
Movement in net liquid funds	(17,343)	196,497
	27,882	242,197





NOTES TO THE ACCOUNTS YEAR ENDED 30 JUNE 1994

1 SIGNIFICANT ACCOUNTING POLICIES

Accounting convention

The accounts are prepared under the historical cost convention as modified by the revaluation of leasehold land and buildings and the calculation of related depreciation.

Turnover

Turnover comprises the amount receivable for goods sold.

Fixed assets and depreciation

Fixed assets are stated at cost or valuation less accumulated depreciation.

Depreciation is calculated on the straight line basis at annual rates estimated to write off the cost or valuation of each asset over its expected useful life.

The annual rates used are:

	Over the period of the lease
Leasehold land and buildings	
Improvements to leasehold premises	10%
Furniture, fittings and equipment	15%
Plant and machinery	20%
Motor vehicles	20% and 25%

Stock

Stock is stated at the lower of cost and net realisable value. Cost is determined on the first in first out basis and includes only the purchase costs.

Deferred tax

Provision for deferred tax is made only when the directors consider that a tax benefit or charge is likely to crystallise in the foreseeable future.

Investment in Government securities

Investment in Government Treasury Bills and Bonds consisting of fixed interest rate issues are carried at the redemption value. Any unearned interest or discount is included in creditors and credited to income over the period of the issue.





NOTES TO THE ACCOUNTS (CONTINUED)

YEAR ENDED 30 JUNE 1994

2 PROFIT BEFORE TAX

	1994 Shs'000	1993 Shs'000
Profit before tax is stated after charging:		
Depreciation	11,661	8,961
Auditors' remuneration:		
current year	1,416	821
prior year underprovision	354	-
Directors' emoluments:		
Fees	310	180
Other remuneration	11,340	9,316
And after crediting:		
Interest receivable	142,249	61,794
Rents receivable	707	684

3 TAX

At 35% on the profit for the year as adjusted for tax purposes	148,787	80,932

Tax assessments have been agreed with the Income Tax Department for all years up to and including the year ended 30 June 1991.

For years ending after June 1992 tax returns have been submitted on a self assessment basis.

The deferred tax liability amounting to Shs 3,492,000 (30 June 1993 : Shs 4,972,000) has not been recognised in these accounts because in the opinion of the directors the related timing differences will not reverse in the foreseeable future.

4 DIVIDEND

	1994 SHS'000	1993 SHS'000
Dividend brought forward	120,000	115,000
Proposed dividend	200,000	160,000
	320,000	275,000
Paid for previous year	(120,000)	(115,000)
Paid for current year	(40,000)	(40,000)
	160,000	120,000

The directors recommend the approval of an interim dividend of Shs 1.00 per share and a final dividend of Shs 4.00 per share amounting in total to Shs 200 million.

Payment of the dividend is subject to withholding tax at the rate of 10%.





NOTES TO THE ACCOUNTS (CONTINUED)

YEAR ENDED 30 JUNE 1994

5 SHARE CAPITAL

	1994 Shs'000	1993 Shs'000
Authorised, issued and fully paid		
40,000,000 ordinary shares of Shs 5 each	200,000	200,000

6 RESERVES

	Share Premium Shs'000	Revaluation surplus Shs'000	Revenue reserve Shs'000	Total Shs'000
At 1 July 1993	129,452	45,834	110,433	285,719
Retained profit for the year	-	-	70,210	70,210
At 30 June 1994	129,452	45,834	180,643	355,929

7 EARNINGS PER SHARE

The calculation of earnings per share is based on the profit after tax of Shs 270,210,000 (1993: Shs 190,132,000) and on 40,000,000 shares in issue at the balance sheet date. The number of shares for the previous year has been weighted for the various changes in the shareholding during that year.



NOTES TO THE ACCOUNTS (CONTINUED)

YEAR ENDED 30 JUNE 1994

8 FIXED ASSETS

	Leasehold Land and Building Shs'000	Buildings Improvements Shs'000	Plant and machinery Shs'000	Furniture & fittings Shs'000	Office equipment Shs'000	Motor vehicles Shs'000	Total Shs'000
Cost							
At 1 July 1993	105,576	3,743	14,697	15,512	3,306	13,982	156,816
Additions	103,970	2,691	3,370	5,901	565	7,678	124,175
Disposals	-	-	-	-	-	(1,730)	(1,730)
At 30 June 1994	209,546	6,434	18,067	21,413	3,871	19,930	279,261
Comprising : Cost	104,046	6,434	18,067	21,413	3,871	19,930	173,761
Valuation	105,500	-	-	-	-	-	105,500
Depreciation							
At 1 July 1993	3,957	869	8,983	8,740	906	7,042	30,497
Charge for the year	3,945	277	2,265	2,000	504	2,670	11,661
Disposals	-	-	-	-	-	(490)	(490)
At 30 June 1994	7,902	1,146	11,248	10,740	1,410	9,222	41,668
Net book amount							
At 30 June 1994	201,644	5,288	6,819	10,673	2,461	10,708	237,593
At 30 June 1993	101,619	2,874	5,714	6,772	2,400	6,940	126,319

The leasehold land and buildings were revalued on 4 January 1992. The valuations were carried out by Tysons Limited, Registered Valuers, at open market value. The resulting increase in net carrying value, amounting to Shs 65,834,000, was credited to capital reserve.





NOTES TO THE ACCOUNTS (CONTINUED)

YEAR ENDED 30 JUNE 1994

9 STOCK

	1994 Shs'000	1993 Shs'000
Food	89,434	59,059
Non-food	277,649	266,581
Other	8,042	3,393
Goods in Transit	295	3,562
	<u>375,420</u>	<u>332,595</u>

10 DEBTORS

Trade debtors	17,712	9,613
Other debtors and prepaid expenses	34,068	38,518
	<u>51,780</u>	<u>48,131</u>

11 INVESTMENT IN GOVERNMENT SECURITIES

Investment in Treasury Bills maturing within 90 days and Treasury Bonds maturing within 1 year	280,000	260,000
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12 CREDITORS

Trade creditors	224,575	229,698
Other creditors and accrued expenses	37,068	26,169
	<u>261,643</u>	<u>255,867</u>

13 CAPITAL COMMITMENTS

Capital expenditure authorised but not contracted for at 30 June 1994 amounted to Shs. 268,000,000 (1993:Shs 103,500,000).

14 MORTGAGE AND DEBENTURE

The company has issued a legal mortgage on certain of its leasehold land and buildings and a floating debenture on its assets to the extent of Shs 17,000,000 in respect of financing arrangements with its bankers.

15 INCORPORATION

The company is incorporated in Kenya under the Companies Act.

16 CURRENCY

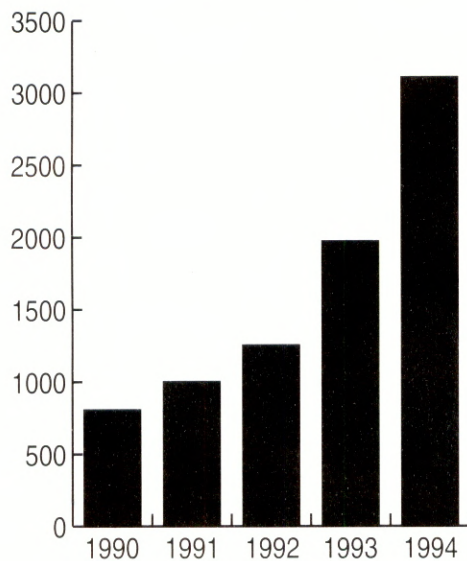
These accounts are presented in Kenya Shillings (Shs).



FINANCIAL HIGHLIGHTS

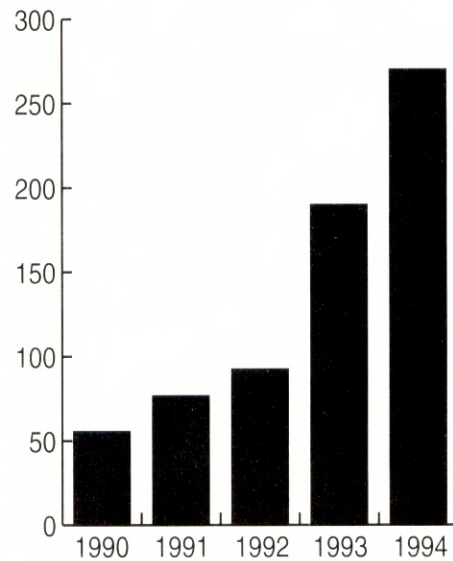
TURNOVER

(Shs millions)



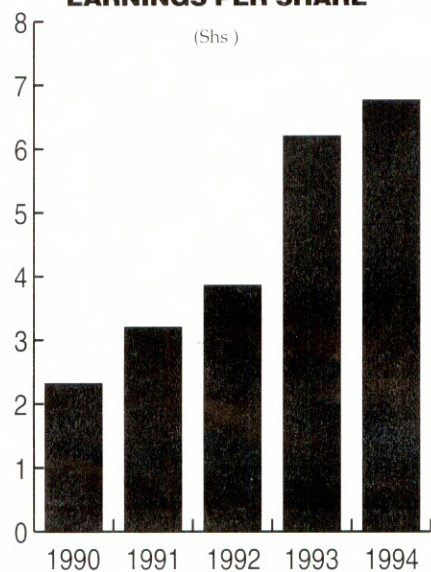
PROFIT AFTER TAX

(Shs million)



EARNINGS PER SHARE

(Shs)



SHAREHOLDERS FUNDS

(Shs million)

