KAKUZI PLC
INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD OF SIX MONTHS TO 30 JUNE 2017

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Directors:
Mr. G H Mclean* Chairman
Mr. C J Flowers* Managing Director
Mr. K R Shah
Mr. N Nganga
Mr. K W Tarplee*
Mr. D M Ndonye
Mr. S N Waruhiu
Mr. A N Njoroge
* British

Registrars:
Custody & Registrars Services Limited
Bruce House, 6th Floor
Standard Street
P. O. Box 8484, Nairobi 00100
Telephone: (020) 2230242
Facsimile: (020) 2211773

Secretary:
John L G Maonga
Maonga Ndonye Associates
P. O. Box 73248
00200 NAIROBI
Telephone (020) 2149923

Registered Office:
Main Office
Punda Milia Road, Makuyu
P. O. Box 24, Thika 01000
Telephone: (060) 2033012
E-mail: mail@kakuzi.co.ke

RESULTS

The profit before tax for the period to June 2017 was KSh105.5 million compared to a restated profit of KSh63.6 million for the same period last year. The 2016 half year profits have been restated due to changes in the Accounting Standards.

During the period under review, tea profits were depressed due to lower volumes partly offset by better prices arising from dry weather conditions in quarter one. Avocado results are in line with last year's performance whilst macadamia results are affected by lower than expected yields.

The Directors do not recommend the payment of Interim Dividend.

OVERVIEW

Exceptionally dry weather conditions across Kenya during the first half of the year placed a strain on Kakuzi's avocado and macadamia production. That said, international market prices for these two commodities have remained firm which will go some way towards mitigating any shortfall in volume. At this point it is hard to predict the year's performance as Kakuzi is just entering its main harvest and principal sales' season for these two crops.

Tea volumes have also been affected by the very dry weather conditions and yields are therefore expected to be 10% down on last year. Tea prices are buoyant although it is anticipated not to levels that will fully compensate for the deficit in crop production.

The international markets within which Kakuzi operates remain steady although the influence of changeable climatic conditions, market volatility and, to some degree, political uncertainty remain a challenge and are factors on which management work hard, to moderate any risks that they can impose on our business.

OPERATIONS

Both avocado and macadamia exports have begun in earnest and will continue until September. As described above, Kakuzi has experienced a deficit in both avocado and macadamia production in comparison to last year. The macadamia cracking facility continues to perform well and is now fully accredited to international food safety standards – an endorsement that will allow Kakuzi to access different markets going forward.

Kakuzi's avocado operations have recently been awarded Rain Forest Alliance certification, making it the first avocado operation in East Africa to be accredited as such, and which will allow the operation a greater competitive advantage in the market.

The forestry operations are in full swing: now harvesting trees planted specifically for the pole market some 12 years ago. The retail outlet along the main road continues to perform well and is a vigorous business with both the passing trade and longstanding customers.

Kakuzi's livestock operation has continued to perform reasonably despite adverse weather conditions and it is anticipated that, with the opening of the new butchery outlet along the main Nairobi-Nyeri road in August, the business will continue positively.

GOVERNANCE

The new *Companies Act 2015* requirement to change the Company name from *Kakuzi Ltd* to *Kakuzi PLC* has now been implemented.

The Company continues to execute the other provisions of the Act as well as the new code of Corporate Governance practices 2015 in line with procedure.

CSR & SUSTAINABILITY

The Company's Corporate Social Responsibility initiatives continue to make a positive contribution to our surrounding community. A number of very successful farmer field days have been held in conjunction with local government to promote both avocado and macadamia production across the County.

The Company's continued support for local water projects, education and food security is also an important part of what we do both through the CSR Department and within our daily operations.

STRATEGIC GOALS & DEVELOPMENTS

Further plantings of both avocado and macadamia continue in line with our overall agricultural strategy. Significant investments are being made in irrigation to mitigate against the effects of drought in future years.

We remain committed to our strategy of investing in agriculture and, more specifically, the expansion of our macadamia and avocado operations.

LOOKING AHEAD

The dry weather conditions in the first half of the year, together with the ongoing drought affect on production will have an impact on Kakuzi's performance against 2016. We do remain positive in our belief that the price trends for our core crops will remain in line with expectation. However, it is unlikely that the commodity pricing alone will fully compensate for the overall shortfall in sale volume.

Kakuzi continues its strategic agricultural development programmes, namely to expand its core crop portfolio as well as invest more rigorously in irrigation and crop processing facilities.

G H MCLEAN
CHAIRMAN

4 August 2017

Consolidated statement of comprehensive income

	Notes	6 Months to 30 June 2017 Shs'000	Restated 6 Months to 30 June 2016 Shs'000
Sales	3	547,277	437,347
Gains arising from changes in fair value less cost to sell of non current biological assets	10	20,000	19,054
		567,277	456,401
Cost of production		(460,210)	(381,361)
Gross profit		107,067	75,040
Other income	4	3,617	2,767
Distribution costs	3	(52,207)	(53,978)
Operating profit		58,477	23,829
Finance income	5	46,985	39,748
Finance cost		-	-
Profit before income tax		105,462	63,577
Income tax expense	6	(32,259)	(18,189)
Profit for the period		73,203	45,388
Other comprehensive income		-	-
Total comprehensive income		73,203	45,388
		Shs	**Shs**
Earnings per share:			
Basic and diluted earnings per ordinary share	7	3.73	2.32

The notes on pages 9 to 16 are an integral part of these interim financial statements.

Consolidated statement of financial position

	Notes	30 June 2017 Shs'000	Restated 30 June 2016 Shs'000	31 December 2016 Shs'000
EQUITY				
Share capital		98,000	98,000	98,000
Other reserves		14,872	8,936	14,872
Retained earnings		3,688,989	3,216,349	3,615,786
Proposed dividend		-	-	117,600
Total equity		3,801,861	3,323,285	3,846,258
Non-current liabilities				
Deferred income tax		775,160	673,272	742,902
Post employment benefit obligations		61,573	60,909	58,516
		836,733	734,181	801,418
Total equity and non current liabilities		4,638,594	4,057,466	4,647,676
REPRESENTED BY				
Non current assets				
Property, plant and equipment	9	2,363,614	2,229,949	2,309,714
Biological assets	10	624,306	610,321	640,135
Prepaid operating lease rentals		4,384	4,389	4,389
Financial assets held to maturity	12	23,077	38,461	30,768
Non current receivables		22,116	23,252	30,061
		3,037,497	2,906,372	3,015,067
Current assets				
Biological assets – growing agricultural produce	10	281,957	249,611	164,303
Inventories		366,795	349,861	171,112
Receivables and prepayments		212,054	143,425	266,150
Current income tax		8,484	8,431	1,821
Cash and cash balances		1,143,772	731,663	1,430,576
Financial assets held to maturity	12	15,385	15,385	15,385
		2,028,447	1,498,376	2,049,347
Current liabilities				
Payables and accrued expenses		409,374	330,894	398,762
Current income tax		-	-	-
Post employment benefit obligations		17,976	16,388	17,976
		427,350	347,282	416,738
Net current assets		1,601,097	1,151,094	1,632,609
		4,638,594	4,057,466	4,647,676

The notes on pages 9 to 16 are an integral part of these interim financial statements.

Company statement of financial position

	Notes	30 June 2017 Shs'000	Restated 30 June 2016 Shs'000	31 December 2016 Shs'000
EQUITY				
Share capital		98,000	98,000	98,000
Other reserves		14,872	8,936	14,872
Retained earnings		3,684,848	3,212,208	3,611,645
Proposed dividend		-	-	117,600
Total equity		3,797,720	3,319,144	3,842,117
Non current liabilities				
Deferred income tax		775,160	673,272	742,902
Post employment benefit obligations		61,573	60,909	58,516
		836,733	734,181	801,418
Total equity and non current liabilities		4,634,453	4,053,325	4,643,535
REPRESENTED BY				
Non current assets				
Property, plant and equipment	9	2,363,614	2,229,949	2,309,714
Biological assets	10	624,306	610,321	640,135
Prepaid operating lease rentals		4,384	4,389	4,389
Investments in subsidiaries		4,295	4,295	4,295
Financial assets held to maturity	12	23,077	38,461	30,768
Non current receivables		22,116	23,252	30,061
		3,041,792	2,910,667	3,019,362
Current assets				
Biological assets – growing agricultural produce	10	281,957	249,611	164,303
Inventories		366,795	349,861	171,112
Receivables and prepayments		212,054	143,425	266,150
Current income tax		8,431	8,378	1,768
Cash and cash equivalents		1,143,772	731,663	1,430,576
Financial assets held to maturity	12	15,385	15,385	15,385
		2,028,394	1,498,323	2,049,294
Current liabilities				
Payables and accrued expenses		417,757	339,277	407,145
Current income tax		-	-	-
Post employment benefit obligations		17,976	16,388	17,976
		435,733	355,665	425,121
Net current assets		1,592,661	1,142,658	1,624,173
		4,634,453	4,053,325	4,643,535

The notes on pages 9 to 16 are an integral part of these interim financial statements.

Consolidated statement of changes in equity

	Share capital Shs'000	Other reserves Shs'000	Retained earnings Shs'000	Proposed dividend Shs'000	Total equity Shs'000
Period ended 30 June 2017					
At start of year	98,000	14,872	3,615,786	117,600	3,846,258
Total comprehensive loss for the period:					
Profit for the period	-	-	73,203	-	73,203
Total	-	-	73,203	-	73,203
Transactions with owners:					
Dividends:					
- Final for 2016	-	-	-	(117,600)	(117,600)
	-	-	-	(117,600)	(117,600)
At end of period	98,000	14,872	3,688,989	-	3,801,861
Period ended 30 June 2016					
At start of year					
- As previously stated	98,000	8,936	3,238,934	98,000	3,443,870
- Effect of IAS 41 amendments adoption (Note 10(c))	-	-	(67,973)	-	(67,973)
As restated	98,000	8,936	3,170,961	98,000	3,375,897
Total comprehensive income for the period:					
Profit for the period	-	-	45,388	-	45,388
Transactions with owners:					
Dividends:					
- Final for 2015	-	-	-	(98,000)	(98,000)
	-	-	-	(98,000)	(98,000)
At end of period	98,000	8,936	3,216,349	-	3,323,285

The notes on pages 9 to 16 are an integral part of these interim financial statements.

Company statement of changes in equity

	Share capital Shs'000	Other reserves Shs'000	Retained earnings Shs'000	Proposed dividend Shs'000	Total equity Shs'000
Period ended 30 June 2017					
At start of year	98,000	14,872	3,611,645	117,600	3,842,117
Total comprehensive loss for the period:					
Profit for the period	-	-	73,203	-	73,203
	-	-	73,203	-	73,203
Transactions with owners:					
Dividends:					
- Final for 2016	-	-	-	(117,600)	(117,600)
	-	-	-	(117,600)	(117,600)
At end of period	98,000	14,872	3,684,848	-	3,797,720
Period ended 30 June 2016					
At start of year					
- As previously stated	98,000	8,936	3,234,793	98,000	3,439,729
- Effect of adoption of amendments to IAS 41 (Note 10(c))			(67,973)		(67,973)
As restated	98,000	8,936	3,166,820	98,000	3,371,756
Total comprehensive loss for the period:					
Profit for the period	-	-	45,388	-	45,388
Total	-	-	45,388	-	45,388
Transactions with owners:					
Dividends:					
- Final for 2015	-	-	-	(98,000)	(98,000)
	-	-	-	(98,000)	(98,000)
At end of period	98,000	8,936	3,212,208	-	3,319,144

The notes on pages 9 to 16 are an integral part of these interim financial statements.

Consolidated statement of cash flows

	Notes	6 months to 30 June 2017 Shs'000	Restated 6 months to 30 June 2016 Shs'000
Operating activities			
Cash utilized by operations	14	(68,100)	(68,850)
Interest received	5	46,985	39,748
Income tax paid		(6,663)	(136,502)
Net cash from operating activities		(27,778)	(165,604)
Investing activities			
Purchase of property, plant and equipment	9	(143,136)	(178,204)
Purchase of biological assets and development	10	(6,370)	(9,655)
Proceeds from disposal of property, plant and equipment		388	-
Proceeds from redemption of available for sale investments		7,692	7,692
Net cash used in investing activities		(141,426)	(180,167)
Financing activities			
Dividend paid		(117,600)	(98,000)
Net cash used in financing activities		(117,600)	(98,000)
Decrease in cash and cash equivalents		(286,804)	(443,771)
Movement in cash and cash equivalents			
At start of year		1,430,576	1,175,434
(Decrease)/increase		(286,804)	(443,771)
At end of period	11	1,143,772	731,663

The notes on pages 9 to 16 are an integral part of these interim financial statements.

Notes

1. GENERAL INFORMATION

Kakuzi Plc is incorporated in Kenya under the Kenyan Companies Act as a public limited liability company and is domiciled in Kenya.

2. BASIS OF PREPARATION

a) The interim financial statements are prepared in compliance with International Financial Reporting Standards (IFRS). The interim financial statements are presented in the functional currency, Kenya Shillings (Shs), rounded to the nearest thousand, and prepared under the historical cost convention as modified by the carrying of biological assets and agricultural produce at fair values less costs to sell.

   The preparation of interim financial statements in conformity with IFRS requires the use of estimates and assumptions. Although these estimates are based on the directors' best knowledge of current events and actions, actual results ultimately may differ from those estimates.

b) The accounting policies used in the preparation of the interim financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2016 unless otherwise stated.

c) The Group adopted the amendments to IAS 41, Agriculture in 2016. The amendments require bearer plants to be accounted for as property, plant and equipment and included within the scope of IAS 16 instead of IAS 41. Refer to Note 10 for the impact of the changes to IAS 41.

d) Costs that occur unevenly during the financial year are anticipated or deferred in the interim only if it would be also appropriate to anticipate or defer such costs at the end of the financial year.

e) Income tax expense is recognised based on the annual income tax rate expected for the full financial year. The annual tax rate used for 2017 is 30% (2016 was 30%).

f) These unaudited interim financial statements should be read in conjunction with the 2016 annual financial statements.

g) Where necessary, comparative figures have been adjusted to conform to the presentation of the current year.

3. SEGMENTAL REPORTING

Directors have determined the operating segments based on the reports reviewed by the Executive Directors to make strategic decisions.

The Group operates in two geographical areas in Kenya, Makuyu and Nandi Hills under several operating segments. The principal operating segments consist of Avocados, Macadamia, Tea and Forestry. Other segments derive their sales from livestock, fresh pineapples and joint projects and are included under "all other segments" as they individually fall below the threshold of 10% of Group sales.

Segmental assets consist primarily of property, plant and equipment, biological assets, inventories, receivables and prepayments. Unallocated assets are property, plant and equipment, inventories relating to Main Office and Engineering. Segmental liabilities consist primarily of borrowings, payables and accrued expenses. Unallocated liabilities are taxes, borrowings and non-current liabilities.

Notes (continued)

3. SEGMENTAL REPORTING (continued)

The segment information for the reportable segments for the six month period ended 30 June 2017 and 30 June 2016 is as follows:

	Tea		Avocados		Forestry		Macadamia		All other segments		Consolidated	
	2017	**2016**	**2017**	**2016**	**2017**	**2016**	**2017**	**2016**	**2017**	**2016**	**2017**	**2016**
	Shs'000	**Shs'000**	**Shs'000**	**Shs'000**	**Shs'000**	**Shs'000**	**Shs'000**	**Shs'000**	**Shs'000**	**Shs'000**	**Shs'000**	**Shs'000**
Sales												
Sales to external customers	118,240	137,998	151,804	148,008	108,467	94,596	89,138	4	79,628	56,741	547,277	437,347
Comprising												
Major external customers sales	118,240	137,998	141,275	141,543	-	-	87,252	-	-	-	346,767	279,541
All other external customers sales	-	-	10,529	6,465	108,467	94,596	1,886	4	79,628	56,741	200,510	157,806
	118,240	137,998	151,804	148,008	108,467	94,596	89,138	4	79,628	56,741	547,277	437,347
Geographical analysis												
UK & Continental Europe	-	-	141,275	141,543	-	-	87,252	-	-	-	228,527	141,543
Kenya	118,240	137,998	10,529	6,465	108,467	94,596	1,886	4	79,628	56,741	318,750	295,804
	118,240	137,998	151,804	148,008	108,467	94,596	89,138	4	79,628	56,741	547,277	437,347

Notes (continued)

3. SEGMENTAL REPORTING (continued)

	2017	Restated 2016	2017	Restated 2016	2017	Restated 2016	2017	Restated 2016	2017	Restated 2016	2017	Restated 2016
	Tea		Avocados		Forestry		Macadamia		All other segments		Consolidated	
	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000	Shs'000
Profit/(loss)												
Gross profit/(loss) before depreciation and fair value changes in non current biological assets	(8,594)	(161)	295,221	270,390	30,295	16,930	16,865	(33,128)	(37,934)	(14,640)	295,853	239,391
Depreciation charge	(7,421)	(7,437)	(32,331)	(28,941)	(3,659)	(3,320)	(28,201)	(15,908)	(17,624)	(21,384)	(89,236)	(76,990)
Changes in fair value of biological assets	-	-	-	-	-	-	-	-	20,000	19,054	20,000	19,054
Gross profit	(16,015)	(7,598)	262,890	241,449	26,636	13,610	(11,336)	(46,036)	(35,558)	(16,970)	226,617	181,455
Distribution costs	-	-	(46,330)	(53,978)	-	-	(5,877)	-	-	-	(52,207)	(53,978)
Segment profit/(loss)	(16,015)	(7,598)	216,560	187,471	26,636	13,610	(17,213)	(49,036)	(35,558)	(16,970)	174,410	127,477
Other unallocated income and expenses												
Other income	1,339	1,339	-	-	-	-	-	-	2,278	1,428	3,617	2,767
Interest Income	-	-	-	-	-	-	-	-	46,985	39,748	46,985	39,748
Admin Expenditure	-								(119,550)	(106,415)	(119,550)	(106,415)
Profit/(loss) before income tax	(14,676)	(6,259)	216,560	187,471	26,636	13,610	(17,213)	(49,036)	(105,845)	(82,209)	105,462	63,577
Income tax expense	4,489	1,791	(66,242)	(53,634)	(8,147)	(3,894)	5,265	14,029	32,376	23,519	(32,259)	(18,189)
Profit/(loss) for the period	(10,187)	(4,468)	150,318	133,837	18,489	9,716	(11,948)	(35,007)	(73,469)	(58,690)	73,203	45,388
Assets (all located in Kenya)												
Segment assets	749,032	702,314	1,696,605	1,506,303	502,984	399,790	874,820	830,138	503,668	252,668	4,327,109	3,691,213
Unallocated assets											738,835	713,535
											5,065,944	4,404,748
Liabilities												
Segment liabilities	169,714	113,853	59,325	44,226	29,043	16,457	25,326	15,343	14,679	5,503	298,087	195,382
Unallocated liabilities											965,996	886,081
											1,264,083	1,081,463
Additions												
Property, plant and equipment	4,402	395	44,744	36,748	1,573	9,376	76,448	110,166	15,969	21,519	143,136	178,204
Biological assets	-	-	-	-	5,970	8,715	-	-	400	940	6,370	9,655
	4,402	395	44,744	36,748	7,543	18,091	76,448	110,166	16,369	22,459	149,506	187,859

Notes (continued)

	6 months to 30 June 2017 Shs'000	6 months to 30 June 2016 Shs'000
4. OTHER INCOME		
Net foreign exchange gain/(loss), other than on cash and cash equivalents	502	(216)
Gain on disposal of property, plant and equipment	388	-
Rental income	2,090	1,960
Sundry	637	1,023
	3,617	2,767
5. FINANCE INCOME AND COSTS		
Finance income		
Interest income on short term bank deposits	44,769	34,508
Finance costs		
Net foreign exchange gain on cash and cash equivalents	2,216	5,240
	46,985	39,748
6. INCOME TAX		
Current income tax	-	-
Deferred income tax		
-Current year charge	32,259	18,189
-Deferred income tax relating to other comprehensive income	-	-
Income tax expense	32,259	18,189

7. BASIC AND DILUTED EARNINGS PER ORDINARY SHARE

Basic and diluted earnings per ordinary share are calculated on the profit attributable to the members of Kakuzi Plc and on the 19,599,999 ordinary shares in issue at 30 June 2017 and 30 June 2016.

The company had no potentially dilutive ordinary shares outstanding at 30 June 2017 or 30 June 2016.

8. DIVIDEND

The directors do not recommend the payment of an interim dividend (2016:Nil).

Notes (continued)

9. CAPITAL EXPENDITURE (Group and Company)

	30 June 2017 Shs'000	Restated 30 June 2016 Shs'000
Property, plant and equipment		
Opening net book value – 1 January	2,309,714	2,128,735
Capital expenditure – additions	143,136	178,204
Disposals	-	-
Depreciation	(89,236)	(76,990)
Closing net book value – 30 June	2,363,614	2,229,949

10. BIOLOGICAL ASSETS (Group and Company)

(i) Non current assets

Changes in carrying amounts of non current biological assets comprise :-

	Livestock Shs'000	Group Plantations Shs'000	Total Shs'000
Period ended 30 June 2017			
At 1 January 2017	123,135	517,000	640,135
Increase due to purchases and development	400	5,970	6,370
Gains/(loss) arising from changes in fair value less costs to sell	20,000	-	20,000
Decrease due to harvest and sales	(24,528)	(17,671)	(42,199)
At 30 June 2017	119,007	505,299	624,306
Period ended 30 June 2016			
At 1 January 2016	128,218	486,400	614,618
Increase due to purchases and development	940	8,715	9,655
Gains/(loss) arising from changes in fair value less costs to sell	19,054	-	19,054
Decrease due to harvest and sales	(17,912)	(15,094)	(33,006)
At 30 June 2016	130,300	480,021	610,321

(ii) Current assets

Growing agricultural produce on bearer plants as at the reporting date

	2017 Shs'000	Restated 2016 Shs'000
Avocado	253,488	222,913
Macadamia	5,370	3,850
Pineapples	19,474	18,760
Tea	3,626	4,088
	281,958	249,611

Notes (continued)

10. BIOLOGICAL ASSETS (Group and Company) (continued)

The Group has adopted the amendments to IAS 41, *Agriculture* which is effective for annual periods beginning on or after 1 January 2016. In the amendments, bearer plants are now in the scope of IAS 16, *Property, Plant and Equipment* for measurement and disclosure purposes and an entity can elect to measure bearer plants at cost or revaluation in line with the standard. The produce growing on bearer plants will however continue to be measured at fair value less cost to sell under IAS 41, *Agriculture*.

Impact on financial statements

The impact of the restatement of the prior year financial statements is as follows:-

(a) Profit or loss account for the period ended 30 June 2016

	Shs'000
As previously reported	(35,238)
Adjustment of fair value changes less costs to sell on growing produce	71,099
Adjustment of inventories	44,082
Impact on deferred income tax	(34,555)
Total adjustment	80,626
As restated	45,388

(b) Statement of financial position at 30 June 2016

	Retained earnings	**Deferred income tax liability**	**PPE**	**Current biological assets**	**Inventory**
As previously reported	3,135,304	638,535	2,246,471	161,389	305,779
Prior year adjustment					
Deferred tax movement	(182)	182	-	-	-
Reclassification of growing agricultural produce	-	-	(27,534)	27,534	-
Fair value adjustment on restatement	(7,090)	-	3,321	(10,411)	-
Depreciation	7,691	-	7,691	-	-
2016 adjustments					
Fair value gain on growing agricultural produce	71,099	-	-	71,099	-
Fair value gain on valuation of inventory	44,082	-	-	-	44,082
Deferred tax movement	(34,555)	34,555	-	-	-
As restated	3,216,349	673,272	2,229,949	249,611	349,861

(c) Effects of IAS 41 amendments adoption on opening retained earnings as at 1 January 2016

	Shs'000
Retained earnings (as previously reported)	3,238,934
Adjustments:	
Adjustments of fair value changes less costs to sell on growing agricultural produce	(14,311)
Depreciation of bearer plants	(82,793)
Impact on deferred income tax	29,131
Total adjustment	(67,973)
As restated	3,170,961

Notes (continued)

11. CASH AND CASH EQUIVALENTS (Group and Company)

For the purposes of the statement of cash flows, cash and cash equivalents comprise the following: -

	30 June 2017 Shs'000	30 June 2016 Shs'000
Cash at bank and in hand	47,836	40,816
Short term deposits	1,095,936	690,847
	1,143,772	731,663

12. FINANCIAL ASSETS HELD TO MATURITY (Group and Company)

	30 June 2017 Shs'000	30 June 2016 Shs'000
At start of the year	46,154	61,538
Redeemed in the period	(7,692)	(7,692)
At end of period	38,462	53,846
Non current portion	23,077	38,461
Current portion	15,385	15,385
	38,462	53,846

13. CAPITAL COMMITMENTS (Group and Company)

	30 June 2017 Shs'000	30 June 2016 Shs'000
Capital expenditure contracted for at the statement of financial position date but not recognised in the consolidated interim financial statements is as follows:-		
Property, plant and equipment	907	37,965

Notes (continued)

14. CASH GENERATED FROM OPERATIONS – (Group and Company)

Reconciliation of profit before income tax to cash generated from operations:

	Notes	6 months to 30 June 2017 Shs'000	Restated 6 months to 30 June 2016 Shs'000
Profit before income tax		105,462	63,577
Adjustments for:			
Interest income	5	(46,985)	(39,748)
Depreciation	9	89,236	76,990
Amortisation of prepaid operating lease rentals		5	5
Profit on sale of property, plant and equipment		(388)	-
Gains arising from changes in fair value less estimated point-of-sale costs of biological assets	10	(20,000)	(19,054)
Decrease in fair value of biological assets due to sales and harvest and disposal	10	42,199	33,006
Fair value movement in biological assets – growing agricultural produce		(117,654)	(138,978)
Changes in working capital:			
- inventories		(195,683)	(266,299)
- receivables and prepayments		62,041	112,484
- payables and accrued expenses		10,612	103,870
- retirement benefit obligations		3,055	5,297
Cash utilized by operations		(68,100)	(68,850)

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