

KAKUZI LIMITED
INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD OF SIX MONTHS TO 30 JUNE 2016

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RESULTS

The company has fully adopted the amendments to the International Accounting Standard (IAS) 41 – Agriculture and our permanent plantings are now classified under IAS 16 – property, plant and equipment as bearer plants to be depreciated over their expected useful life. This has resulted in the original reported profit before tax for the six month period to 30th June 2015 of Ksh 63.8 million being restated to Ksh 3.5 million. The loss before tax for the period under review is Ksh 51.6 million. This somewhat disappointing result has been mainly due to lower tea prices, lower livestock sales and the delay of macadamia sales due to awaiting completion of the cracking facility construction.

OPERATIONS

We have experienced satisfactory weather conditions in our areas of operation and all our dams in Makuyu are full. The tea crop is 37% up over last year but this has had a negative impact on prices where we now operate below cost of production levels. The avocado factory throughput to date is 760,116 cartons, 18% up on the equivalent position last year made up of our own and smallholder crop. There has been downward pressure on prices due to large deliveries to Europe from Peru and South Africa and logistics on shipping in particular to Southern France have been problematical. Our macadamia harvest has been up to budget levels and we are storing our nut in shell at our new storage facility awaiting completion of the factory, which began operations at the end of July. Prices are similar to last year at present. Livestock sales continue to be a challenge to attract good quality beef market prices. Forestry operations continue with positive development and demand. Our joint project operation produced a positive cash position.

We continue with our new planting development on avocado, macadamia and forestry and are exploring other opportunities for land development.

PROSPECTS

To predict financial performance for the year is impossible at this stage with the irregularities of supply and demand together with exchange rates to contend with. Labour costs and unrest in particular in our tea operations must be monitored with concern. We expect a satisfactory avocado crop and hope for a positive improvement in tea prices

DIVIDEND

The Directors do not recommend a dividend for the first half of the year

K W TARPLEE
CHAIRMAN

2 August 2016

Consolidated statement of comprehensive income

	Notes	6 Months to 30 June 2016 Shs'000	Restated 6 Months to 30 June 2015 Shs'000
Sales	3	437,347	420,173
Gains arising from changes in fair value less cost to sell of biological assets	10	57,693	37,411
		495,040	457,584
Cost of production		(535,181)	(480,073)
Gross loss		(40,141)	(22,489)
Other income	4	2,767	4,239
Distribution costs	3	(53,978)	(30,024)
Operating loss		(91,352)	(48,274)
Finance income	5	39,748	51,827
(Loss)/profit before income tax		(51,604)	3,553
Income tax expense	6	16,366	(1,117)
(Loss)/profit for the period		(35,238)	2,436
Other comprehensive income		-	-
Total comprehensive (loss)/income		(35,238)	2,436
Earnings per share:		Shs	Shs
Basic and diluted earnings per stock unit	7	(1.80)	0.12

The notes on pages 8 to 17 are an integral part of these interim financial statements.

Consolidated statement of financial position

	Notes	30 June 2016 Shs'000	Restated 30 June 2015 Shs'000	Restated 31 December 2015 Shs'000
EQUITY				
Share capital		98,000	98,000	98,000
Other reserves		8,936	3,981	8,936
Retained earnings		3,135,304	2,811,683	3,170,542
Proposed dividend		-	-	98,000
Total equity		3,242,240	2,913,664	3,375,478
Non-current liabilities				
Deferred income tax		638,535	637,313	654,902
Post employment benefit obligations		60,909	62,340	57,885
		699,444	699,653	712,787
Total equity and non current liabilities		3,941,684	3,613,317	4,088,265
REPRESENTED BY				
Non-current assets				
Property, plant and equipment	9	2,246,471	2,032,790	2,145,257
Biological assets	10	610,321	561,384	614,618
Prepaid operating lease rentals		4,389	4,394	4,394
Financial assets held to maturity	12	38,461	53,846	46,153
Non current receivables		23,252	23,743	23,469
		2,922,894	2,676,157	2,833,891
Current assets				
Biological assets	10	161,389	97,855	93,511
Inventories		305,779	203,571	83,562
Receivables and prepayments		143,425	180,448	255,692
Cash and cash balances		731,663	665,083	1,175,434
Financial assets held to maturity	12	15,385	15,385	15,385
Current income tax		8,431	5,916	-
		1,366,072	1,168,258	1,623,584
Current liabilities				
Payables and accrued expenses		330,894	217,735	227,024
Current income tax		-	-	128,071
Post employment benefit obligations		16,388	13,363	14,115
		347,282	231,098	369,210
Net current assets		1,018,790	937,160	1,254,374
		3,941,684	3,613,317	4,088,265

The notes on pages 8 to 17 are an integral part of these interim financial statements.

Company statement of financial position

	Notes	30 June 2016 Shs'000	Restated 30 June 2015 Shs'000	Restated 31 December 2015 Shs'000
EQUITY				
Share capital		98,000	98,000	98,000
Other reserves		8,936	3,981	8,936
Retained earnings		3,131,163	2,807,542	3,166,401
Proposed dividend		-	-	98,000
Total equity		3,238,099	2,909,523	3,371,337
Non-current liabilities				
Deferred income tax		638,535	637,313	654,902
Post employment benefit obligations		60,909	62,340	57,885
		699,444	699,653	712,787
		3,937,543	3,609,176	4,084,124
REPRESENTED BY				
Non-current assets				
Property, plant and equipment	9	2,246,471	2,032,790	2,145,257
Biological assets	10	610,321	561,384	614,618
Prepaid operating lease rentals		4,389	4,394	4,394
Investments in subsidiaries		4,295	4,295	4,295
Financial assets held to maturity	12	38,461	53,846	46,153
Non-current receivables		23,252	23,743	23,469
		2,927,189	2,680,452	2,838,186
Current assets				
Biological assets	10	161,389	97,855	93,511
Inventories		305,779	203,571	83,562
Receivables and prepayments		143,425	180,448	255,692
Cash and cash equivalents		731,663	665,083	1,175,434
Financial assets held to maturity	12	15,385	15,385	15,385
Current income tax		8,378	5,863	-
		1,366,019	1,168,205	1,623,584
Current liabilities				
Payables and accrued expenses		339,277	226,118	235,407
Current income tax		-	-	128,124
Post employment benefit obligations		16,388	13,363	14,115
		355,665	239,481	377,646
Net current assets		1,010,354	928,724	1,245,938
		3,937,543	3,609,176	4,084,124

The notes on pages 8 to 17 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 2016					
At start of period					
As previously reported	98,000	8,936	3,238,934	98,000	3,443,870
Effect of adoption of amendments to IAS 41	-	-	(68,392)	-	(68,392)
As restated	98,000	8,936	3,170,542	98,000	3,375,478
Total comprehensive loss for the period:					
Loss for the period	-	-	(35,238)	-	(35,238)
Transactions with owners:					
Dividends:					
- Final for 2015	-	-	-	(98,000)	(98,000)
	-	-	-	(98,000)	(98,000)
At end of period	98,000	8,936	3,135,304	-	3,242,240
Period ended 30 June 2015 Restated					
At start of period	98,000	3,981	2,809,247	73,500	2,984,728
Total comprehensive income for the period:					
As previously reported	-	-	43,428	-	43,428
Effect of adoption of amendments to IAS 41	-	-	(40,992)	-	(40,992)
Total comprehensive income restated	-	-	2,436	-	2,436
Transactions with owners:					
Dividends:					
- Final for 2014	-	-	-	(73,500)	(73,500)
	-	-	-	(73,500)	(73,500)
At end of period restated	98,000	3,981	2,811,683	-	2,913,664

The notes on pages 8 to 17 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 2016					
At start of period	98,000	8,936	3,234,793	98,000	3,439,729
Effect of adoption of amendments to IAS 41	-	-	(68,392)	-	(68,392)
As restated	98,000	8,936	3,166,401	98,000	3,371,337
Total comprehensive loss for the period:					
Loss for the period	-	-	(35,238)	-	(35,238)
	-	-	(35,238)	-	(35,238)
Transactions with owners:					
Dividends:					
- Final for 2015	-	-	-	(98,000)	(98,000)
	-	-	-	(98,000)	(98,000)
At end of period	98,000	8,936	3,131,163	-	3,238,099
Period ended 30 June 2015 Restated					
At start of period	98,000	3,981	2,805,106	73,500	2,980,587
Total comprehensive income for the period:					
As previously reported	-	-	43,428	-	43,428
Effect of adoption of amendments to IAS 41	-	-	(40,992)	-	(40,992)
Total comprehensive income restated	-	-	2,436	-	2,436
Transactions with owners:					
Dividends:					
- Final for 2014	-	-	-	(73,500)	(73,500)
	-	-	-	(73,500)	(73,500)
At end of period	98,000	3,981	2,807,542	-	2,909,523

The notes on pages 8 to 17 are an integral part of these interim financial statements.

Consolidated statement of cash flows

	Notes	6 months to 30 June 2016 Shs'000	Restated 6 months to 30 June 2015 Shs'000
Operating activities			
Cash generated from operations	14	95,887	16,904
Interest received	5	34,508	38,706
Income tax paid		(136,503)	(23,463)
		<hr/>	<hr/>
Net cash generated from operating activities		(6,108)	32,147
		<hr/>	<hr/>
Investing activities			
Purchase of property, plant and equipment	9	(178,204)	(147,306)
Purchase of biological assets and development	10	(169,151)	(129,190)
Proceeds from disposal of property, plant and equipment		-	1,550
Repayment of financial assets held to maturity		7,692	7,692
		<hr/>	<hr/>
Net cash used in investing activities		(339,663)	(267,254)
		<hr/>	<hr/>
Financing activities			
Dividend paid		(98,000)	(73,500)
		<hr/>	<hr/>
Net cash used in financing activities		(98,000)	(73,500)
		<hr/>	<hr/>
Decrease in cash and cash equivalents		(443,771)	(308,607)
		<hr/> <hr/>	<hr/> <hr/>
Movement in cash and cash equivalents			
At start of year		1,175,434	973,690
Decrease		(443,771)	(308,607)
		<hr/>	<hr/>
At end of period	11	731,663	665,083
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 8 to 17 are an integral part of these interim financial statements.

Notes

1. GENERAL INFORMATION

Kakuzi Limited 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 2015 unless otherwise stated.

c) During the year, the Group adopted the amendments to IAS 41, *Agriculture*. 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 15 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 2016 is 30% (2015 was 30%).

f) These unaudited interim financial statements should be read in conjunction with the 2015 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 currently consist of Avocados, Tea and Forestry. Macadamia will become a reportable operating segment in future (currently under "all other segments") as it is expected to materially contribute to Group sales in the future. 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 2016 and 30 June 2015 is as follows:

	2016 Tea	2015	2016 Avocados	2015	2016 Forestry	2015	2016 All other segments	2015	2016 Consolidated	2015
	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	137,998	128,662	148,008	70,756	94,596	85,237	56,745	135,518	437,347	420,173
Comprising										
Major external customers sales	137,998	128,662	141,543	58,050	-	-	-	59,976	279,541	246,688
All other external customers sales	-	-	6,465	12,706	94,596	85,237	56,745	75,542	157,806	173,485
	137,998	128,662	148,008	70,756	94,596	85,237	56,745	135,518	437,347	420,173
Geographical analysis										
UK & Continental Europe	-	-	141,543	58,050	-	-	-	-	141,543	58,050
Kenya	137,998	128,662	6,465	12,706	94,596	85,237	56,745	75,542	295,804	302,147
Others	-	-	-	-	-	-	-	59,976	-	59,976
	137,998	128,662	148,008	70,756	94,596	85,237	56,745	135,518	437,347	420,173

Notes (continued)

3. SEGMENTAL REPORTING (continued)

	2016	Restated 2015	2016	Restated 2015	2016	Restated 2015	2016	Restated 2015	2016	Restated 2015
	Tea		Avocados		Forestry		All other segments		Consolidated	
	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 biological assets	(161)	31,498	109,427	52,886	16,930	18,965	(40,625)	(1,101)	85,571	102,248
Depreciation charge	(7,437)	(7,801)	(28,941)	(27,313)	(3,320)	(1,344)	(37,292)	(36,076)	(76,990)	(72,534)
Changes in fair value of biological assets	-	-	38,078	(17,101)	-	-	19,615	54,512	57,693	37,411
Gross profit	(7,598)	23,697	118,564	8,472	13,610	17,621	(58,302)	17,335	66,274	67,125
Distribution costs	-	-	(53,978)	(25,797)	-	-	-	(4,227)	(53,978)	(30,024)
Segment profit/(loss)	(7,598)	23,697	64,586	(17,325)	13,610	17,621	(58,302)	13,108	12,296	37,101
Other unallocated income and expenses										
Other income	1,339	1,227	-	-	-	-	1,428	3,012	2,767	4,239
Interest Income	-	-	-	-	-	-	39,748	51,827	39,748	51,827
Admin Expenditure							(106,415)	(89,614)	(106,415)	(89,614)
Profit/(loss) before income tax	(6,259)	24,924	64,586	(17,325)	13,610	17,621	(123,541)	(21,667)	(51,604)	3,553
Income tax expense	1,985	(9,796)	(20,483)	5,447	(4,316)	(5,540)	39,180	8,772	16,366	(1,117)
Profit/(loss) for the period	(4,274)	15,128	44,103	(11,878)	9,294	12,081	(84,361)	(12,895)	(35,238)	2,436
Assets (all located in Kenya)										
Segment assets	702,314	799,358	1,390,521	1,200,960	399,790	394,590	1,082,806	879,814	3,575,431	3,274,722
Unallocated assets									713,535	569,693
									4,288,966	3,844,415
Liabilities										
Segment liabilities	112,853	70,730	44,226	56,662	16,457	15,057	20,846	17,207	194,382	159,656
Unallocated liabilities									852,344	771,095
									1,046,726	930,751
Additions										
Property, plant and equipment	395	-	36,748	22,743	9,376	5,461	131,685	119,102	178,204	147,306
Biological assets	-	-	101,533	85,083	8,714	4,023	58,904	40,084	169,151	129,190
	395	-	138,281	107,826	18,090	9,484	190,589	159,186	347,355	276,496

Notes (continued)

	6 months to 30 June 2016	Restated 6 months to 30 June 2015
	Shs'000	Shs'000
4. OTHER INCOME		
Net foreign exchange gain, other than on cash and cash equivalents	(216)	-
Gain on disposal of property, plant and equipment	-	1,419
Rental income	1,960	1,877
Sundry	1,023	943
	<u>2,767</u>	<u>4,239</u>
5. FINANCE INCOME		
Interest income on short term bank deposits	34,508	38,706
Net foreign exchange gain on cash and cash equivalents	5,240	13,121
	<u>39,748</u>	<u>51,827</u>
6. INCOME TAX		
Current income tax	-	1,023
Deferred income tax (credit)/charge	(16,366)	94
	<u>(16,366)</u>	<u>1,117</u>

7. BASIC AND DILUTED EARNINGS PER STOCK UNIT

Basic and diluted earnings per stock unit are calculated on the (loss)/profit attributable to the members of Kakuzi Limited and on the 19,599,999 stock units in issue at 30 June 2016 and 30 June 2015.

The company had no potentially dilutive stock units outstanding at 30 June 2016 or 30 June 2015.

8. DIVIDEND

The directors do not recommend the payment of an interim dividend (2015:Nil).

Notes (continued)

9. CAPITAL EXPENDITURE (Group and Company)

	6 months to 30 June 2016 Shs'000	Restated 6 months to 30 June 2015 Shs'000
Property, plant and equipment		
Opening net book value as previously reported	767,473	631,643
Effect of adoption of amendments to IAS 41	1,377,784	1,326,506
Opening net book value as restated	<u>2,145,257</u>	<u>1,958,149</u>
Capital expenditure – additions	178,204	147,306
Disposals	-	(131)
Depreciation	(76,990)	(72,534)
Closing net book value	<u><u>2,246,471</u></u>	<u><u>2,032,790</u></u>

10. BIOLOGICAL ASSETS (Group and Company)

Changes in carrying amounts of biological assets comprise :-

	Livestock Shs'000	Plantations Shs'000	Produce on bearer plants Shs'000	Total Shs'000
Period ended 30 June 2016				
At 1 January 2016	128,218	2,055,399	-	2,183,617
Effect of adoption of amendments to IAS 41	-	(1,568,999)	93,511	(1,475,488)
As restated	<u>128,218</u>	<u>486,400</u>	<u>93,511</u>	<u>708,129</u>
Increase due to purchases and development	940	8,714	159,497	169,151
Gains/(loss) arising from changes in fair value less costs to sell	19,055	-	38,638	57,693
Decrease due to harvest and sales	(17,912)	(15,094)	(130,257)	(163,263)
At 30 June 2016	<u><u>130,301</u></u>	<u><u>480,020</u></u>	<u><u>161,389</u></u>	<u><u>771,710</u></u>
Split into:				
Current	-	-	161,389	161,389
Non-current	130,301	480,020	-	610,321
Total	<u><u>130,301</u></u>	<u><u>480,020</u></u>	<u><u>161,389</u></u>	<u><u>771,710</u></u>
Period ended 30 June 2015 Restated				
At 1 January 2015	115,925	1,912,574	-	2,028,499
Increase due to purchases and development	12,030	159,653	-	171,683
Gains/(loss) arising from changes in fair value less costs to sell	17,262	-	-	17,262
Decrease due to harvest and sales	(23,453)	(55,833)	-	(79,286)
At 30 June 2015 as previously reported	<u>121,764</u>	<u>2,016,394</u>	<u>-</u>	<u>2,138,158</u>
Effect of adoption of amendments to IAS 41	-	(1,576,774)	97,855	(1,478,919)
At 30 June 2015	<u><u>121,764</u></u>	<u><u>439,620</u></u>	<u><u>97,855</u></u>	<u><u>659,239</u></u>
Split into:				
Current	-	-	97,855	97,855
Non-current	121,764	439,620	-	561,384
Total	<u><u>121,764</u></u>	<u><u>439,620</u></u>	<u><u>97,855</u></u>	<u><u>659,239</u></u>

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*.

Biological assets are carried at fair value less costs to sell.

Plantations comprise forestry plantings.

The fair value of the agriculture produce for avocado is determined using the expected cash flow method of valuing. These cashflows reflect the latest estimated volumes and prices from the harvest expected this year.

The fair value of the agriculture produce for macadamia and pineapples is determined using the market price less costs to saleable condition.

For livestock, the fair value is determined using the market price.

The fair value of forestry plantations is determined by external independent valuation based on recent market transaction prices.

11. CASH AND CASH EQUIVALENTS (Group and Company)

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

	6 months to 30 June 2016	Restated 6 months to 30 June 2015
	Shs'000	Shs'000
Cash at bank and in hand	40,816	39,569
Short term deposits	690,847	625,514
	<hr/>	<hr/>
	731,663	665,083
	<hr/> <hr/>	<hr/> <hr/>

Notes (continued)

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

	6 months to 30 June 2016	Restated 6 months to 30 June 2015
	Shs'000	Shs'000
At start of the year	61,538	76,923
Redeemed in the period	(7,692)	(7,692)
	<hr/>	<hr/>
At end of period	53,846	69,231
	<hr/> <hr/>	<hr/> <hr/>
Non current portion	38,461	53,846
Current portion	15,385	15,385
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	53,846	69,231
	<hr/> <hr/>	<hr/> <hr/>

13. CAPITAL COMMITMENTS (Group and Company)

	6 months to 30 June 2016	Restated 6 months to 30 June 2015
	Shs'000	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	37,965	142,333
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Notes (continued)

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

Reconciliation of (loss)/profit before income tax to cash generated from operations:

	Notes	6 months to 30 June 2016 Shs'000	Restated 6 months to 30 June 2015 Shs'000
(Loss)/profit before income tax		(51,604)	3,553
Adjustments for:			
Interest income	5	(34,508)	(38,706)
Depreciation	9	76,990	72,534
Amortisation of prepaid operating lease rentals		5	5
Profit on sale of property, plant and equipment		-	(1,419)
Gains arising from changes in fair value less estimated point-of-sale costs of biological assets	10	(57,693)	(37,411)
Decrease in fair value of biological assets due to sales and harvest	10	163,263	138,583
Changes in working capital			
- inventories		(222,217)	(142,788)
- receivables and prepayments		112,484	(51,898)
- payables and accrued expenses		103,870	67,588
- retirement benefit obligations		5,297	6,863
Cash generated from operations		<u>95,887</u>	<u>16,904</u>

Notes (continued)

15. RESTATEMENT DUE TO ADOPTION OF THE AMENDMENTS TO IAS 41, AGRICULTURE

The Group has adopted the amendment to IAS 41, agriculture, with effect from 1 January 2016. The financial statements of 2015 have been restated to reflect these amendments. The effect of the restatement on those financial statements is summarized below:

Consolidated statement of comprehensive income restatement

	Effect on 6 months to 30 June 2015 Shs'000
Increase in gains arising from changes in fair value less costs to sell of biological assets	20,149
(Increase) in cost of production	(80,460)
Decrease in income tax expense	19,319
	<hr/>
(Decrease) in profit for the period and comprehensive income	<u>(40,992)</u>

Consolidated and company statement of financial position restatement

	Effect 6 months to 30 June 2015 Shs'000	Effect 31 December 2015 Shs'000
Increase in property, plant and equipment	1,401,147	1,377,784
(Decrease) in biological assets (non-current)	(1,576,774)	(1,568,999)
Increase in biological assets (current)	97,855	93,511
Increase in inventories	17,466	-
Increase in current income tax	1,737	-
Decrease in deferred tax	17,577	29,312
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(Decrease) in total equity	<u>(40,992)</u>	<u>(68,392)</u>

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