

CS NO. 1854

SHIRIKA SACCO SOCIETY LIMITED

STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2019

| | Notes | 2019 Kshs | 2018 Kshs |
|---------------------------------|-------|--------------------|--------------------|
| Revenue | | | |
| Interest on loans and advances | 2 | 345,374,719 | 292,706,362 |
| Other interest income | 3 | 24,656,315 | 23,528,103 |
| Total interest income | | 370,031,034 | 316,234,465 |
| Interest expense | 4 | (212,996,097) | (176,547,427) |
| Net interest income | | 157,034,937 | 139,687,038 |
| Other operating Income | 5 | <u>12,388,120</u> | <u>9,796,962</u> |
| | | 169,423,056 | 149,484,000 |
| Expenditure | | | |
| Administrative expenses | 6 | (20,426,670) | (11,574,170) |
| Personnel expenses | 7 | (32,719,824) | (28,830,822) |
| Financial expenses | 8 | (1,353,657) | (11,674,838) |
| Marketing expenses | 9 | (2,971,209) | (3,258,915) |
| Governance expenses | 10 | (15,583,241) | (12,995,821) |
| Other operating expenses | 11 | (2,349,715) | (2,333,174) |
| Surplus for the year | | 94,018,739 | 78,816,260 |
| Tax charge | | (7,110,114) | (6,160,248) |
| Net surplus for the year | | 86,908,625 | 72,656,011 |

CS NO. 1854

SHIRIKA SACCO SOCIETY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2019

| | Notes | 2019 Kshs | 2018 Kshs |
|-------------------------------------|-------|----------------------|----------------------|
| ASSETS | | | |
| Cash and cash equivalents | 12 | 537,253,545 | 360,146,814 |
| Loans to members | 13 | 2,455,648,289 | 2,214,870,766 |
| Trade and other receivables | 14 | 108,547,293 | 104,436,050 |
| Property and equipment | 15 | 7,519,528 | 7,742,108 |
| Intangible assets | 16 | 3,978,345 | 3,784,931 |
| Quoted Investments | 17 | 1,255,438 | 2,010,272 |
| Unquoted Investments | 17 | 4,771,682 | 4,119,367 |
| Inventory | 18 | 155,456 | 204,248 |
| Corporate tax receivable | 26 | 7,885,511 | 8,219,353 |
| TOTAL ASSETS | | <u>3,127,015,087</u> | <u>2,705,533,909</u> |
| LIABILITIES | | | |
| Members' deposits | 19 | 2,402,066,200 | 2,081,984,389 |
| Trade and other payables | 20 | 3,059,341 | 19,453,421 |
| Burial Benevolent Fund | 21 | 18,788,006 | 22,172,809 |
| Interest/dividends to members | 25 | 240,804,115 | 200,388,351 |
| TOTAL LIABILITIES | | <u>2,664,717,663</u> | <u>2,323,998,970</u> |
| SHARE HOLDERS FUNDS | | | |
| Share capital | 24 | 206,583,450 | 184,074,470 |
| Reserves(Note 29) | 29 | 255,713,975 | 197,460,469 |
| TOTAL SHAREHOLDERS FUNDS | | <u>462,297,425</u> | <u>381,534,939</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>3,127,015,087</u> | <u>2,705,533,909</u> |

The financial statements were approved and authorised for issue by the Board of Directors on and signed on its behalf by:


CHAIRLADY


TREASURER


COMMITTEE MEMBER

CS NO. 1854

SHIRIKA SACCO SOCIETY LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2019

| | SHARE CAPITAL Kshs | RETAINED EARNINGS Kshs | STATUTORY RESERVE Kshs | CAPITAL RESERVE Kshs | REVALUATION RESERVE Kshs | BBF RESERVE Kshs | WSS RESERVE Kshs | TOTAL Kshs |
|----------------------------------|--------------------------|------------------------------|------------------------------|----------------------------|--------------------------------|------------------------|------------------------|--------------------|
| Balance as at 01.01.2018 | 152,849,722 | 98,851,850 | 39,253,240 | 676,577 | 957,981 | 9,318,304 | 288,398 | 302,196,072 |
| Surplus for the year | - | 72,656,011 | - | - | - | - | - | 72,656,011 |
| Transfer to statutory reserves | - | (14,531,202) | 14,531,202 | - | - | - | - | - |
| Movement in share capital | 31,224,748 | - | - | - | - | - | - | 31,224,748 |
| Prior year adjustment (Note 28) | - | (2,174,765) | - | - | - | - | - | (2,174,765) |
| Increase in WSS | - | - | - | - | - | - | (288,398) | (288,398) |
| Revaluation | - | - | - | - | - | 2,998,560 | - | 2,998,560 |
| Provision for dividends | - | (23,929,681) | - | - | (1,147,609) | - | - | (1,147,609) |
| Balance as at 31.12.2018 | <u>184,074,470</u> | <u>130,872,213</u> | <u>53,784,442</u> | <u>676,577</u> | <u>(189,628)</u> | <u>12,316,864</u> | <u>-</u> | <u>381,534,939</u> |
| Balance as at 01.01.2019 | 184,074,470 | 130,872,213 | 53,784,442 | 676,577 | (189,628) | 12,316,864 | - | 381,534,938 |
| Surplus for the year | - | 86,908,625 | - | - | - | - | - | 86,908,625 |
| Transfer to statutory reserves | - | (17,381,725) | 17,381,725 | - | - | - | - | - |
| Prior year adjustment (Note 28) | - | (2,743,803) | - | - | - | - | - | (2,743,803) |
| Movement in share capital | 22,508,980 | - | - | - | - | - | - | 22,508,980 |
| Increase in BBF reserve | - | - | - | - | 1,977,451 | - | - | 1,977,451 |
| Provision for dividends | - | (27,888,766) | - | - | - | - | - | (27,888,766) |
| Balance as at 31.12.2019 | <u>206,583,450</u> | <u>169,766,544</u> | <u>71,166,167</u> | <u>676,577</u> | <u>(189,628)</u> | <u>14,294,315</u> | <u>-</u> | <u>462,297,425</u> |

CS NO. 1854
SHIRIKA SACCO SOCIETY LIMITED
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 31 DECEMBER 2019

| | Notes | 2019 Kshs | 2018 Kshs |
|--|-------|----------------------|----------------------|
| Cashflow from operating activities | | | |
| Interest receipts | | 370,031,034 | 316,234,465 |
| Other operating income | | 12,388,120 | 8,770,108 |
| Interest expense | | (198,841,943) | (166,599,095) |
| Payment to employees and suppliers | | (78,613,564) | (61,330,271) |
| | | <u>104,963,648</u> | <u>97,075,207</u> |
| Decrease in operating assets | | | |
| Loans to members | | (240,777,523) | (429,642,091) |
| Trade and other receivables | | (4,111,243) | 25,057,061 |
| Increase in stock | | 48,792 | 4,194 |
| | | <u>(244,839,974)</u> | <u>(404,580,836)</u> |
| (Decrease)/ Increase in operating liabilities | | | |
| Deposits from members | | 320,081,811 | 291,895,586 |
| Trade payables | | (16,394,080) | 753,026 |
| Burial Benevolent Fund | | (3,384,803) | (6,478,261) |
| Net Cash from/(used in) operating activities before tax | | <u>160,426,602</u> | <u>(21,335,278)</u> |
| Income tax paid | | (6,776,272) | (9,316,600) |
| Net cash generated from operations | | <u>153,650,330</u> | <u>(30,651,878)</u> |
| Cashflow from investing activities | | | |
| Purchase of property and equipment | | (1,132,549) | (328,680) |
| Financial assets movement | | 102,519 | 8,881,376 |
| Dividends received | | - | 1,026,854 |
| Net cash (used in) investing activities | | <u>(1,030,030)</u> | <u>9,579,550</u> |
| Cashflow from financing activities | | | |
| Share capital contribution movement | | 22,508,980 | 31,224,748 |
| Increase in BBF reserve | | 1,977,451 | 2,998,560 |
| Net cash generated from financing activities | | <u>24,486,431</u> | <u>34,223,308</u> |
| Cash and Cash equivalents at the start of the year. | | 360,146,814 | 346,995,834 |
| Net cash increase during the year | | 177,106,731 | 13,150,980 |
| Cash and Cash equivalents at the end of the year | 12 | <u>537,253,545</u> | <u>360,146,814</u> |