

ANNOUNCEMENT OF RESULTS FOR THE YEAR ENDED 30th SEPTEMBER 2016 (Audited)

STATEMENT OF COMPREHENSIVE INCOME	Group		Company		STATEMENT OF FINANCIAL POSITION				
	30.09.2016 Ksh '000	30.09.2015 Ksh '000	30.09.2016 Ksh '000	30.09.2015 Ksh '000	Group 30.09.2016 Ksh '000	30.09.2015 Ksh '000	Company 30.09.2016 Ksh '000	30.09.2015 Ksh '000	
REVENUE	3,570,629	2,786,126	1,296,513	934,798	ASSETS				
Gain/(Losses) arising from changes in fair value of biological assets less cost to sell	133,566	18,290	8,761	(97,068)	NON-CURRENT ASSETS				
RESULTS FROM OPERATING ACTIVITIES	917,501	964,524	868,978	500,459	8,695,835	8,770,714	5,939,647	6,003,214	
Finance income	116,869	93,864	20,307	20,211	58,724	33,358	57,179	-	
Finance costs	(13,612)	(19,166)	(5,850)	(6,985)	7,275	8,393	5,541	5,855	
PROFIT BEFORE TAX	1,020,758	1,039,222	883,435	513,684	5,227,217	5,077,329	1,858,025	1,842,777	
TAXATION (CHARGE)/CREDIT	(258,908)	61,990	(78,322)	(9,480)	17,838	18,473	7,077	7,633	
PROFIT FOR THE YEAR	761,850	1,101,212	805,113	504,204	525	525	-	-	
OTHER COMPREHENSIVE INCOME					26,192	77,070	-	-	
Revaluation gain net of tax	-	405,712	-	169,229	-	-	172,697	172,697	
Remeasurement of post-employment benefits	1,945	32,734	(2,809)	3,742	-	-	-	-	
Change in deferred tax attributed to change in tax rate	(241,484)	203,699	(175,972)	-	-	-	-	-	
TOTAL COMPREHENSIVE INCOME	522,311	1,743,357	626,332	677,175	14,033,606	13,985,862	8,040,166	8,032,176	
NON CONTROLLING INTEREST	(10,670)	126,449	-	-	CURRENT ASSETS				
TOTAL PROFIT/(LOSSES) ATTRIBUTABLE TO MEMBERS	772,520	974,763	805,113	504,204	364,524	341,362	94,723	96,595	
PROFIT ARISING FROM OPERATING ACTIVITIES ATTRIBUTABLE TO MEMBERS	679,024	953,650	798,980	572,152	456,078	510,106	140,863	205,944	
GAINS/(LOSS) ARISING FROM CHANGES IN FAIR VALUE OF BIOLOGICAL ASSETS AFTER TAX	93,496	21,113	6,133	(67,948)	2,397	1,209	328,450	31,429	
TOTAL PROFIT/(LOSSES) ATTRIBUTABLE TO MEMBERS	772,520	974,763	805,113	504,204	7,307	5,474	-	-	
EARNINGS PER SHARE (KSHS) ON OPERATING ACTIVITIES	2.98	4.18	3.50	2.51	1,954,551	1,200,514	797,943	317,023	
EARNINGS/(LOSS) PER SHARE (KSHS) ON BIOLOGICAL ASSETS	0.41	0.09	0.03	(0.30)	2,784,857	2,058,665	1,361,979	650,991	
EARNINGS PER SHARE (KSHS)	3.39	4.27	3.53	2.21	TOTAL ASSETS				
ISSUED AND FULLY PAID SHARES OF KSHS 1 EACH	228,055	228,055	228,055	228,055	16,818,463	16,044,527	9,402,145	8,683,167	
DIVIDEND PER SHARE (KSHS)	1.50	1.25	1.50	1.25	EQUITY AND LIABILITIES				
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY					Capital and reserves				
	Share Capital	Capital Reserves	Revaluation Reserves	Defined Benefit Reserve	Retained Earnings	Biological Assets Fair Value Reserve	Proposed Dividends	Non-Controlling Interest	Total Equity
At 1 October 2014	228,055	98,530	7,337,072	17,954	1,370,695	2,769,893	57,014	241,755	12,120,968
Total comprehensive income for the year	-	-	-	-	974,763	-	126,449	1,101,212	-
Profit for the year	-	-	-	-	(21,113)	21,113	-	-	-
Fair value gain on biological assets	-	-	-	-	-	-	-	-	-
Revaluation gain	-	-	565,538	-	-	-	14,051	579,589	-
Deferred tax on revaluation	-	-	(169,662)	-	-	-	(4,215)	(173,877)	-
Remeasurement of post employment benefit net of tax	-	-	-	32,566	-	-	168	32,734	-
Transfer on disposals of Property and Equipment	-	-	(10,469)	-	104,952	(94,483)	-	-	-
Change in Deferred Tax rate on Revaluation	-	-	162,595	-	-	-	41,104	203,699	-
Deferred tax on items disposed	-	-	2,900	-	-	5,558	-	791	9,249
Total comprehensive income for the year	-	-	550,902	32,566	1,058,602	(67,812)	-	1,752,606	-
Transactions with owners of the company recorded directly in equity	-	-	-	-	-	-	(57,014)	-	(57,014)
Final 2014 dividend paid	-	-	-	-	(228,055)	-	(30,000)	-	(258,055)
Interim 2015 dividend paid	-	-	-	-	(57,014)	-	-	-	(57,014)
Proposed final 2015 dividend	-	-	-	-	-	-	-	-	-
Total distribution to owners of the company	-	-	-	-	(285,069)	-	(30,000)	-	(315,069)
At 30 September 2015	228,055	98,530	7,887,974	50,520	2,144,228	2,702,081	57,014	390,103	13,558,505
At 1 October 2015	228,055	98,530	7,887,974	50,520	2,144,228	2,702,081	57,014	390,103	13,558,505
Total comprehensive income for the year	-	-	-	-	772,520	93,496	(10,670)	761,850	-
Profit for the year	-	-	-	-	(93,496)	93,496	-	-	-
Fair value gain on biological assets	-	-	-	-	131,741	(111,156)	-	-	-
Revaluation transfer on disposal	-	-	(20,585)	-	-	-	-	-	-
Deferred tax on disposed items	-	-	(6,556)	-	-	-	-	-	-
Remeasurement of post employment benefit net of tax	-	-	-	2,129	-	-	(184)	1,945	(6,556)
Change in deferred tax on revaluation	-	-	(233,268)	-	-	-	(8,216)	(241,484)	-
Total comprehensive income for the year	-	-	(260,409)	2,129	810,765	(17,660)	-	(19,070)	515,755
Transactions with owners of the company recorded directly in equity	-	-	-	-	6,910	-	(6,910)	-	-
Reclassification from non-controlling interest	-	-	-	-	-	-	-	-	-
Final 2015 dividend paid	-	-	-	-	(57,014)	-	(57,014)	-	(57,014)
1st Interim 2016 dividend paid	-	-	-	-	(285,069)	-	285,069	-	(57,014)
2nd Interim 2016 dividend payable	-	-	-	-	-	-	-	-	-
Total distribution to owners of the company	-	-	-	-	(335,173)	-	(6,910)	-	(114,028)
At 30 September 2016	228,055	98,530	7,627,565	52,649	2,619,820	2,684,421	285,069	364,123	13,960,232

COMMENTARY ON THE RESULTS FOR THE YEAR ENDED 30.09.2016

The company achieved tea production during the year of 11,108 Tons of made tea compared to 8,578 Tons in the previous year. The average price realized for tea marginally increased to USD 1.89/kg compared to USD 1.87/kg in the previous Financial Year. Our Coffee estates produced 944 Tons of Coffee compared to 993 Tons in the previous year. The drop in the volume is attributed to the poor rainfall during the first part of the year. The average price realized for coffee was USD 4.57/kg compared to USD 4.55/kg in the previous year.

Consequently the Group turnover increased from shs 2,786 million last year to shs 3,570 million for the year ended 30 September 2016. This also resulted in an increase in gross profit from shs 733 million last year to shs 974 million for the year ended 30 September 2016.

- However the net profit for the year of shs 761.85 million is lower than the previous year profit of shs 1,101 million due to :
 - Profit arising from restructuring of non performing assets contributed shs 422.7 million compared to shs 830.7 million last year.
 - An increase in the tax charge for the year to shs 258.9 million compared to a credit of shs 61.9 million last year. This is arising from derecognition of a deferred tax asset in one of the subsidiary company.

Dividend
In view of the performance, the Board approved the payment of a second interim dividend of 125% for the year ended 30th September 2016, payable less withholding tax, where applicable, on or about 31st January 2017.

Annual General Meeting
The annual general meeting of the members will be held at Kamundu Estate, Kiambu on Friday, 3rd March 2017. Formal notice of the meeting will follow.
Additionally, the notice and the published annual report and Financial Statements 2016 will also be posted on the Company's website: www.sasini.co.ke.

By order of the Board
James Boyd McFie
Dr. James Boyd McFie, PhD, FCPA(K)
CHAIRMAN
19th January, 2017

