

Real People Kenya Limited

Interim Financial Reports for the half years ended 30 September

Statement of financial position as at 30 September 2018

Figures in Kenyan Shilling thousand	H1 2019	H1 2018
Assets		
Property and equipment	23 050	45 857
Intangible assets	24 181	34 832
Deferred tax asset	0	0
Trade and other receivables	41 336	44 501
Current tax receivable	279 153	248 195
Loans and advances to customers	669 865	639 615
Cash and cash equivalents	92 801	319 606
Total Assets	1 130 386	1 332 606
Equity and Liabilities		
Equity		
Share capital	750 000	750 000
Accumulated loss	-912 557	-675 206
Total Equity	-162 557	74 794
Liabilities		
Other payables	16 619	23 634
Borrowings	1 276 324	1 234 178
Total Liabilities	1 292 943	1 257 812
Total Equity and Liabilities	1 130 386	1 332 606

Statement of comprehensive income

Figures in Kenyan Shilling thousand	H1 2019	H1 2018
Revenue	238 332	254 972
Impairments on loans and advances	-53 464	-166 520
Other operating expenses	-176 458	-213 867
	8 410	-125 416
Finance costs	-105 905	-107 343
Loss before taxation	-97 495	-232 758
Tax (charge)/credit	0	0
Loss for the half year	-97 495	-232 758
Comprehensive loss for the half year	-97 495	-232 758

Statement of changes in equity

Figures in Kenyan Shilling thousand	Share capital	(Deficit) / surplus	Total equity
Balance at 01 April 2017	750 000	-443 995	306 005
Comprehensive loss for the year	-	-371 068	-371 068
Balance at 31 March 2018	750 000	-815 063	-65 063
Comprehensive loss for the half year	-	-97 495	-97 495
Balance at 30 September 2018	750 000	-912 558	-162 558

Statement of cash flows

Figures in Kenyan Shilling thousand	H1 2019	H1 2018
Net cash flows from/(used in) operations	-269 599	82 191
Net cash flows used in investing	647	-295
Net cash flows (used in)/from financing	42 146	17 698
Total cash movement for the year	-226 805	99 594
Cash and cash equivalents at the beginning	319 606	220 012
Total cash at the end of the half year	92 801	319 606

Review of financial results

The financial half year results showed an improvement compared to the same period last year. The company reported a loss after tax of KSh.97 million.

The capital remains below the minimum covenant requirements and the company therefore remains engaged with debt and equity providers with a view to alleviating the debt and interest burden borne by the company and to placing the company on a path to sustainable profitability.

Loan impairment provisions

The company has continued adjusting carrying values for various loan asset classes during the 2019 financial year, applying its normal strict criteria.

Deferred tax assets

Deferred tax assets remain impaired in full.

Audit opinion

The auditor disclaimed an opinion in respect of the 2018 financial year, based on the going concern assumption. This aspect continues to receive attention at high level, but has not yet been resolved.

Share capital

There have been no changes to the share capital during the year under review.

Dividends

The directors do not recommend the declaration of a dividend.

Directors and company secretary

Current directors are: EN Ndemo (Chairperson), BH Pieters, YM Godo, TM Karanja, CH Kocks. The company secretary is CK Kigera.

The summary financial statements are available on the company's website, www.RealPeople.co.ke

Real People Kenya Limited, Mezzanine Floor, International House, Mama Ngina Street, PO Box 27153-00100, Nairobi

By order of the board of directors

29 November 2018