

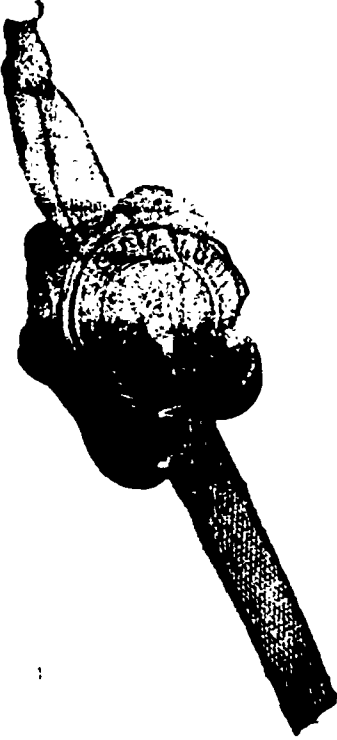
Kenatco Taxis Ltd.

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ANNUAL REPORT AND ACCOUNTS

As at 30th June 1993



REPORT OF THE AUDITOR-GENERAL (CORPORATIONS) ON THE ACCOUNTS
OF KENATCO TAXIS LIMITED FOR THE YEAR ENDED 30 JUNE 1993

KENYA NATIONAL ASSEMBLY
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K E N A C T O T A X I S L T D .

REPORT OF THE DIRECTORS

The Directors have pleasure in presenting their Report and the Financial Statements for the year ended 30th. June, 1993.

PRINCIPAL ACTIVITIES:

The company operates a fleet of taxis in Nairobi and Mombasa.

RESULTS:

An operating profit of Kshs3,627,891 was reported during the Financial Year ended 30th. June, 1993.

DIVIDENDS:

The Directors do not recommend the payment of a dividend.

DIRECTORS:

The Directors who served during the period were:-

Industrial & Commercial Development Corporation (Chairman)

Mr. C. S. Mbindyo

Mr. E. N. Wainaina

Mr. W. Rono

Permanent Secretary, Ministry of Industry

Mr. S. A. Wasike

AUDITORS

The Auditor-General (Corporations) who is the Company's Auditor will continue in office in accordance with the Exchequer and Audit (Amendment) Act 1985 (Cap 412).

By Order of the Board

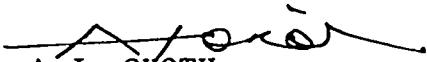

MRS. NELLY JANE NGIGI

SECRETARY

REPORT OF THE AUDITOR-GENERAL (CORPORATIONS) ON THE ACCOUNTS
OF KENATCO TAXIS LIMITED FOR THE YEAR ENDED 30 JUNE 1993

I have examined the accounts of the Kenatco Taxis Limited for the year ended 30 June 1993 in accordance with Section 29 (2) of the Exchequer and Audit Act, (Cap 412). I have obtained all the information and explanations that were required for the purpose of the audit. Proper books of account have been kept and the accounts, which have been prepared under the historical cost convention, are in agreement therewith and comply with the Companies Act, (Cap 486).

In my opinion, the accounts when read together with the notes thereon, give a true and fair view of the state of affairs of the Company as at 30 June 1993 and of its profit and source and application of funds for the year then ended.


A.J. OKOTH
AUDITOR-GENERAL (CORPORATIONS)

26 May, 1994

K E N A T C O T A X I S L T D .

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED
30TH. JUNE, 1993

	1993 KSHS.	1992 KSHS.
TURNOVER	53,809,735.	43,786,411.
OPERATING PROFIT BEFORE TAX	3,627,891.	831,431.
TAX	808,838.	-
PROFIT AFTER TAX	2,819,053.	831,431.
DIVIDEND PROPOSED	-	-
PROFITS RETAINED FOR THE PERIOD	2,819,053.	831,431.

K E N A T C O T A X I S L T D .

BALANCE SHEET AT AT 30TH. JUNE, 1993

		1993 KSHS	1992 KSHS.
<u>CAPITAL EMPLOYED</u>			
SHARE CAPITAL	4	5,000,000.	5,000,000.
CAPITAL RESERVE		2,074,467.	-
RETAINED PROFIT/(LOSS)	5	1,905,284	(1,722,607.)
LONG TERM LOANS	6	17,000,000.	17,000,000.
		25,979,753	20,277,393.
<u>REPRESENTED BY</u>			
FIXED ASSETS	3	12,532,956.	14,330,113.
<u>CURRENT ASSETS</u>			
STOCKS	7	3,969,932	3,236,724.
DEBTORS	8	13,414,887	10,088,736
BANK BALACNE & CASH		798,670	395,185
<u>CURRENT LIABILITIES</u>			
CREDITORS	9	2,464,541	3,293,274
INTEREST PAYABLE	9	340,000	91,667
DIVIDENDS		-	-
TAX		-	-
BANK OVERDRAFT		1,932,151	4,388,424
		4,736,692	7,773,365
NET CURRENT ASSETS		13,446,797	5,947,280
		25,979,753	20,277,393

The accounts were approved by the Board of Directors on

DIRECTOR

} *S. J. A. K.*
)
) *M. M. M. M.*

DIRECTOR

* * * * *

K E N A T C O T A X I S L T D .

STATEMENT OF SOURCES AND APPLICATIONS OF FUNDS FOR THE
YEAR ENDED 30TH. JUNE, 1993

	1993 KSHS	1992 KSHS.
<u>SOURCES OF FUNDS:</u>		
OPERATING PROFIT/ (LOSS)	3,627,891	831,431
ADJUSTMENT FOR CASH LOSS 1986 TO 1989	-	-
AJUSTMENTS FOR ITEMS NOT INVOLVING MOVEMENT OF FUNDS	-	-
DEPRECIATION	3,770,546	4,533,677
FIXED ASSETS WRITTEN OFF	973,086	584,866
	8,371,523	5,949,974
<u>FUNDS FROM OTHER SOURCES</u>		
LOANS RECEIVED	-	-
	8,371,523	5,949,974
<u>APPLICATION OF FUNDS</u>		
PURCHASE OF FIXED ASSETS	(872,008)	(2,206,152)
LOANS REPAID	-	-
DIVIDENDS PAID	-	-
TAX PAID	-	-
	(872,008)	(2,206,152)
INCREASE/(DECREASE IN WORKING CAPITAL	7,499,515	3,743,822
<u>ANALYSIS OF CHANGE IN WORKING CAPITAL</u>		
INCREASE/(DECREASE) IN STOCKS	733,208	341,666
INCREASE/(DECREASE) IN DEBTORS	3,326,150	3,069,011
INCREASE/(DECREASE) IN CREDITORS	580,400	2,417,447
MMMENT IN NET LIQUID FUNDS	2,859,757	(2,084,302)
	7,499,515	3,743,822

K E N A T C O T A X I S L T D.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED
30TH. JUNE, 1993

1. SIGNIFICANT ACCOUNTING POLICIES

a) ACCOUNTING CONVENTION

The accounts are prepared under the historical cost convention.

b) TURNOVER

Turnover comprises the amount receivable for services rendered.

c) FIXED ASSETS AND DEPRECIATION

Fixed Assets are stated at cost less depreciation. Depreciation has been calculated on reducing balance method at annual rates as follows:-

Motor Vehicles	25.0%
Workshop Equipment	12.5%
Furniture, Fittings & Office Equipment	12.5%

d) STOCKS

Stock is stated at lower of cost or net realisable value.

2. OPERATING LOSS BEFORE TAX

Operating loss before tax is stated after charging:-

	1992/93 KSHS	1993/92 KSHS
DEPRECIATION	3,770,546	4,533,677
INTEREST PAYABLE	340,000	91,677
AUDITORS' REMUNERATION	80,000	70,000
DIRECTORS' EMOLUMENTS	-	-
" FEES	20,000	20,000
" OTHER REMUNERATION	26,464	77,525
AND AFTER CREDITING INTEREST RECEIVABLE	-	-

K E N A T C O T A X I S L T D .

NOTES TO THE ACCOUNTS (CONTINUED)

3. FIXED ASSETS

	MOTOR VEHICLES KSHS.	FURNITURE FITTINGS O/EQUIP KSHS.	W/SHOP EQUIP & LOOSE TOOLS KSHS	TOTAL KSHS.
<u>COST:</u>				
AS AT 1.7.92	34,249,910	847,972	475,900	35,373,782
ADDITIONS	2,074,467	834,000	38,088	2,946,475
DISPOSALS	(2,181,586)	-	-	(2,181,586)
AS AT 30.6.93	34,142,791	1,681,972	513,908	36,338,671
<u>DEPRECIATION</u>				
AS AT 1.7.92	20,617,003	386,478	240,188	21,243,669
CHARGE FOR THE YEAR	3,665,549	73,187	31,810	3,770,546
DISPOSALS	(1,208,500)	-	-	(1,208,500)
AS AT 30.6.93	23,074,052	459,665	271,998	23,805,715
<u>NET BOOK VALUE</u>				
AS AT 30.6.93	11,068,739	1,222,307	241,910	12,132,956
AS AT 30.6.92	<u>13,632,907</u>	<u>461,494</u>	<u>235,712</u>	<u>14,330,113</u>

The Company lost two vehicles through theft during the year. The total net book value of these vehicles was Kshs.973,086/-. These vehicles have been written off on 30.6.93.

4. SHARE CAPITAL

Authorised 250,000 Ordinary Shares of Kshs.20/= each 5,000,000

Issued and fully paid 250,000 Ordinary Shares of Kshs.20/= each 5,000,000

K E N A T C O T A X I S L T D .

NOTES TO THE ACCOUNTS (CONTINUED)

5. RETAINED PROFIT/(LOSS)

	1993 KSHS	1992 KSHS
AT 1.7.92	(1,722,607)	(2,554,038)
PROFIT/(LOSS) FOR PERIOD	3,627,891	(831,431)

6. <u>RETAINED PROFIT/(LOSS) C/F</u> <u>LONG TERM LOANS</u>	1,905,284	(1,722,607)
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ICDC LOANS:

a) SECURED PAYABLE QUARTERLY
TO 30.6.90

-

-

b) SECURED PAYABLE QUARTERLY
PAYMENT STARTS JAN. 1991
REPAYMENT TO BE
RESCHEDULED

17,000,000

17,000,000

17,000,000

17,000,000

7. STOCK

SPARES ACCESSORIES
& CONSUMABLES

3,969,932

3,236,724

8. DEBTORS

TRADE DEBTORS

10,994,622

7,436,879

OTHER DEBTORS &
PREPAID EXPENSES

2,420,265

2,651,856

13,414,887

10,088,735

9. CREDITORS

TRADE CREDITORS

2,464,541

3,293,274

OTHER CREDITORS & ACCRUALS

340,000

91,667

2,804,541

3,384,941

10. The Company is Incorporated in Kenya under the Companies Act.

K E N A T C O T A X I S L T D .

DETAILED PROFIT & LOSS ACCOUNT FOR THE YEAR
30TH. JUNE, 1993

	1993 KSHS	1992 KSHS
TURNOVER	53,799,167	43,786,411
SUNDRY INCOME	10,568	?
	53,809,735	43,786,411
<u>OPERATING EXPENSES</u>		
Crew Wages	6,851,899	6,426,609
Fuel & Oils	9,002,348	6,591,602
Repairs & Renewals	6,893,368	5,921,496
Tyres & Tubes	1,650,170	994,845
Crew Travelling	294,945	338,377
Uniforms & Clothing	700,777	368,452
Ferry & Toll	212,204	201,775
Towing Charges	73,725	30,098
Licences	133,100	112,727
Insurances	609,937	491,380
Rents & Rates	1,203,852	997,358
Depreciation	3,697,359	4,326,219
Car Cleaning	29,314	27,310
Workshop Sundries	77,632	126,913
Total Operating Expenses	31,430,630	26,955,161
Gross Operating Profit	22,379,105	16,831,250
<u>ADMINISTRATION EXPENSES</u>		
Salaries	7,527,440	7,055,769
Staff Welfare	237,007	108,039
Staff Training	35,554	65,855
Public Relations & B. Promotion	292,529	239,435
Travelling Expenses	253,820	141,990
Court Fines	890	8,640
Fixed Assets written off	973,086	584,866
Misc. Admin Expenses	744	-
Discount Allowed	-	-
Repairs W/Shop Equip	36,900	14,345
Water & Conservancy	408	1,073
Other Insurances	633,921	319,818
Advertising	189,970	461,632
Rent & Rates	402,617	332,453
Electricity	20,067	20,192
Postages	39,618	25,283
Telephones & Telegrams	1,361,207	1,012,786
Dailies & Periodicals	7,701	4,854

Cont./2

PROFIT & LOSS ACCOUNT (CONTINUED)

Printing & Stationery	1,110,753	704,761
Depreciation	73,187	207,458
Trade Licence	35,580	16,245
Computer Charges	97,645	142,992
Office Cleaning & Maintenance	223,591	70,128
Repairs: Office Furniture	77,965	31,302
Donations & Subscriptions	72,450	44,300
Directors' Fees	20,000	20,000
Sitting Allowances	26,404	77,525
Board Expenses	85,500	-
Pension	273,300	-
Medical	33,441	-
End of Year Party	140,824	-
	14,284,185	11,711,741
<u>PROFESSIONAL EXPENSES</u>		
Management Fees	200,000	200,000
Audit Fees 1992/93	80,000	70,000
Legal & Professional Fees	115,559	283,349
	395,559	631,349
<u>FINANCIAL EXPENSES</u>		
Bad Debts	-	-
Interest on Loan	3,910,000	3,520,001
Bank Charges	161,470	144,449
	4,071,470	3,664,450
Total Admin & Financial Expenses	18,751,214	16,007,540
Total Expenses	50,181,844	42,054,080
PROFIT BEFORE TAX	3,627,801	831,431

