

AUDITED FINANCIAL STATEMENTS AND OTHER DISCLOSURES AS AT 31st DECEMBER 2023

STATEMENT OF COMPREHENSIVE INCOME

	Year ended 31-Dec-23 Audited Kshs	Year ended 31-Dec-22 Audited Kshs
1.0 Income		
1.1 Brokerage commissions	95,313,885	147,865,765
1.2 Advisory/consultancy fees	996,292	610,045
1.3 Interest income	12,604,464	9,556,221
1.4 Dividend income	756,960	1,784,935
1.8 Realized (loss)/profit on investments	(48,374)	985,582
1.9 Unrealized loss on investments	(787,386)	(2,317,038)
1.10 Profit/(loss) on disposal of assets	34,401	(101,657)
1.13 Other income	19,270,149	15,757,322
1.14 Total income	128,140,391	174,141,175
2.0 Expenses		
2.1 Direct expenses	44,723,922	76,922,197
2.2 Professional fees	4,207,636	3,710,808
2.3 Legal fees	-	58,000
2.4 Employee costs	43,410,260	47,317,493
2.5 Directors emoluments	2,749,385	3,789,000
2.6 Operational and Administrative expenses	26,829,815	22,874,707
2.8 Depreciation expenses	4,942,730	4,925,979
2.9 Amortization expenses	7,660,672	7,418,177
2.10 Other expenses (Provision for bad & doubtful debts)	-	8,667,322
2.11 Total expenses	134,524,420	175,683,682
3.0 Operating loss	(6,384,029)	(1,542,507)
4.0 Finance costs	1,861,093	2,532,060
5.0 Loss before tax	(8,245,122)	(4,074,567)
6.0 Tax	(2,206,699)	(1,166,998)
7.0 Loss after tax	(10,451,821)	(5,241,565)

STATEMENT OF FINANCIAL POSITION

	Year ended 31-Dec-23 Audited Kshs	Year ended 31-Dec-22 Audited Kshs
1.0 Non Current Assets		
1.1 Property, plant & equipment	4,766,343	9,603,432
1.5 Deferred tax	50,016,289	46,404,248
1.9 Investments or deposits in CDS	23,069,009	21,759,436
1.10 Investments in quoted securities	11,705,655	13,583,375
1.12 Investments in government securities	28,875,005	14,678,127
1.13 Intangible assets	25,715,805	26,431,609
1.14 Other long term assets (Right-of-Use Assets)	7,523,607	13,963,275
1.15 Total non-current assets	151,671,713	146,423,502
2.0 Current Assets		
2.1 Clients debtors	21,006,372	23,838,155
2.3 Other trade receivables	38,528,964	48,456,731
2.4 Prepayments	2,384,887	2,299,376
2.10 Total Clients cash and bank balances	132,807,958	167,587,340
2.11 Office cash and bank balances	558,953	12,676,124
2.12 Other current assets (Tax recoverable)	8,521,268	7,217,760
2.13 Total Current Assets	203,608,402	262,075,486
2.14 TOTAL ASSETS	355,280,115	408,498,988

3.0 Share capital and reserves		
3.1 Paid Up Ordinary Share Capital	224,000,000	100,700,000
3.4 Revenue reserves	(70,372,324)	(59,920,503)
3.5 Revaluation reserves	24,999,900	24,999,900
3.8 Others (Fair value reserve)	8,743,803	9,546,925
3.8 Others (Funds awaiting allotment of shares)	9,024,900	132,324,900
3.9 Total Shareholders funds	196,396,279	207,651,222
4.0 Non-Current Liabilities		
4.5 Other non-Current liabilities (lease liabilities)	796,280	8,441,138
4.6 Total non-current liabilities	796,280	8,441,138
5.0 Current Liabilities		
5.1 Clients creditors	125,593,154	157,226,028
3.2 Amounts due to other stockbrokers	6,731,944	3,945,949
5.7 Accrued expenses	16,898,515	24,240,346
5.12 Other current liabilities (lease liabilities)	8,863,943	6,994,305
5.1 Total Current Liabilities	158,087,556	192,406,628
5.14 TOTAL EQUITY AND LIABILITIES	355,280,115	408,498,988

OTHER DISCLOSURES

	Kshs	Kshs
1. Capital Strength		
a. Paid up Capital	224,000,000	100,700,000
b. Minimum capital required	50,000,000	50,000,000
(a-b) Excess/ deficiency	174,000,000	50,700,000
2. Shareholders' funds		
a. Total shareholders' funds	196,396,279	207,651,222
b. Minimum shareholders' funds required	50,000,000	50,000,000
(a-b) Excess/deficiency	146,396,279	157,651,222
3. Liquidity		
a. Liquid Capital	36,012,962	37,478,222
b. Minimum Liquid Capital (the higher of Kshs 30 M and 8% of liabilities)	30,000,000	30,000,000
(a-b) Excess/Deficiency	6,012,962	7,478,222
4. Clients Funds (where applicable)		
a. Total clients' creditors	(125,593,154)	(157,226,028)
b. Total clients' cash and bank balances	132,807,958	167,587,340
(b-a) Excess/Deficiency	7,014,804	10,361,312

The above results are extracts of the Company's Financial Statements for the year ended 31 December 2023.

The financial statements were audited by Grant Thornton Kenya and received an unqualified audit report, and were approved by the Board of Directors on 26 March 2024 and signed on behalf of the Board by:

Caroline Armstrong
Chairperson

Paul Mwai
Director