

**FTG Holdings Limited**
**Extract of Audited Financials Results for the year ended 31.12.2016**
**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Company 2016 KShs	Company 2015 KShs	Group 2016 KShs	Group 2015 KShs
Revenue	-	-	2,544,628,524	2,283,151,865
Cost of sales	-	-	(1,640,312,183)	(1,476,312,127)
<b>Gross profit</b>	-	-	904,316,341	806,839,738
Other operating income	2,301	14,634	5,412,643	1,501,921
Selling and distribution costs	-	-	(329,112,443)	(260,515,766)
Administrative expenses	(8,583,876)	(11,296,662)	(297,491,883)	(244,278,863)
Other operating expenses	-	-	(45,267,509)	(44,531,016)
<b>Operating profit/(loss) before gain on disposal of property, plant and equipment</b>	(8,581,575)	(11,282,028)	237,857,149	259,016,014
Gain on disposal of property, plant and equipment	-	-	837,365	2,086,323
<b>Operating profit/(loss) after gain on disposal of property, plant and equipment</b>	(8,581,575)	(11,282,028)	238,694,514	261,102,337
Finance costs	(2,501,557)	(316,022)	(62,719,621)	(62,714,891)
<b>Profit/(Loss) before tax</b>	(11,083,132)	(11,598,050)	175,974,893	198,387,446
Tax	-	-	(30,994,408)	(19,539,360)
<b>Profit for the year</b>	(11,083,132)	(11,598,050)	144,980,485	178,848,086
<b>Other comprehensive income:</b>				
<b>Items that may be reclassified subsequently to profit or loss:</b>				
- Exchange differences on translation of foreign operations		-	(7,735,562)	40,985,924
<b>Total comprehensive income for the year</b>	(11,083,132)	(11,598,050)	137,244,923	219,834,010
<b>Dividend:</b>				
Dividend paid during the year	-	-	-	-
<b>Total comprehensive income attributable to equity shareholders arises from:</b>				
- Continuing operations	(11,083,132)	(11,598,050)	137,244,923	219,834,010
Earnings per share - Profit for the year			0.90	1.10
Earnings per share - Total comprehensive income			0.85	1.36

**FTG Holdings Limited**
**Extract of Audited Financials Results for the year ended 31.12.2016**
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	Company 2016 KShs	Company 2015 KShs	Group 2016 KShs	Group 2015 KShs Restated*	Group 2014 KShs Restated*
<b>Equity</b>					
Stated capital	133,540,084	133,540,084	133,540,084	133,540,084	133,540,084
Share premium	152,450,453	152,450,453	152,450,453	152,450,453	152,450,453
Legal reserves	-	-	3,665,461	3,665,461	2,549,637
Retained earnings	(16,786,018)	(5,702,886)	391,195,569	246,215,084	68,482,822
Translation reserve	-	-	38,315,235	46,050,797	5,064,873
<b>Shareholders' funds</b>	<b>269,204,519</b>	<b>280,287,651</b>	<b>719,166,802</b>	<b>581,921,879</b>	<b>362,087,869</b>
<b>Non-current liabilities</b>					
Borrowings	3,994,746	2,477,315	56,925,913	102,609,427	128,173,741
Deferred Tax	-	-	-	-	812,051
	<b>3,994,746</b>	<b>2,477,315</b>	<b>56,925,913</b>	<b>102,609,427</b>	<b>128,985,792</b>
	<b>273,199,265</b>	<b>282,764,966</b>	<b>776,092,715</b>	<b>684,531,306</b>	<b>491,073,661</b>
<b>Non-current assets</b>					
Investment in subsidiaries	307,011,354	293,095,004	-	-	-
Deferred tax	-	-	6,163,799	4,806,074	-
Property, plant and equipment	-	-	290,861,427	251,038,631	203,846,151
Intangible assets	-	-	83,754,573	17,182,333	-
	<b>307,011,354</b>	<b>293,095,004</b>	<b>380,779,799</b>	<b>273,027,038</b>	<b>203,846,151</b>
<b>Current assets</b>					
Inventories	-	-	248,693,463	184,079,752	124,534,878
Trade and other receivables	165,874,110	100,264,149	787,780,329	771,261,159	601,826,328
Cash and cash equivalents	95,279	6,249,971	103,941,174	92,793,427	68,153,707
Tax recoverable	-	-	-	5,369,889	11,207,304
	<b>165,969,389</b>	<b>106,514,120</b>	<b>1,140,414,966</b>	<b>1,053,504,227</b>	<b>805,722,217</b>
<b>Current liabilities</b>					
Borrowings	13,634,198	2,771,349	280,833,729	129,483,162	85,139,409
Trade and other payables	186,147,280	114,072,809	459,334,471	512,516,797	433,355,298
Current tax	-	-	4,933,850	-	-
	<b>199,781,478</b>	<b>116,844,158</b>	<b>745,102,050</b>	<b>641,999,959</b>	<b>518,494,707</b>
<b>Net current assets</b>	<b>(33,812,089)</b>	<b>(10,330,038)</b>	<b>395,312,916</b>	<b>411,504,268</b>	<b>287,227,510</b>
	<b>273,199,265</b>	<b>282,764,966</b>	<b>776,092,715</b>	<b>684,531,306</b>	<b>491,073,661</b>

**FTG Holdings Limited**
**CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Company 2016 KShs</b>	<b>Company 2015 KShs</b>	<b>Group 2016 KShs</b>	<b>Group 2015 KShs</b>
<b>Operating activities</b>				
Cash from/(used in) operations	(2,119,366)	153,028,524	109,924,513	179,963,984
Interest paid	(2,444,155)	-	(52,213,540)	(29,670,229)
Tax paid	-	-	(22,048,394)	(19,320,070)
<b>Net cash (used in)/generated from operating activities</b>	<b>(4,563,521)</b>	<b>153,028,524</b>	<b>35,662,579</b>	<b>130,973,685</b>
<b>Investing activities</b>				
Investment in Subsidiaries	(13,916,350)	(163,201,000)	-	-
Interest Received	2,301	-	-	-
Purchase of property, plant and equipment	-	-	(58,916,026)	(79,583,295)
Purchase of intangible assets	-	-	(66,695,000)	(17,218,800)
Proceeds from disposal of property, plant and equipment	-	-	1,107,457	4,733,353
<b>Net cash used in investing activities</b>	<b>(13,914,049)</b>	<b>(163,201,000)</b>	<b>(124,503,569)</b>	<b>(92,068,742)</b>
<b>Financing activities</b>				
Repayments of borrowings	-	-	(20,877,782)	(29,237,850)
Proceeds from borrowings	2,182,709	2,477,315	-	-
Issue of shares at a premium	-	-	-	-
Payment of listing expenses	-	-	-	-
Increase in restricted cash balances	-	-	-	(10,128,628)
Dividend paid	-	-	-	-
<b>Net cash generated from/(used in) financing activities</b>	<b>2,182,709</b>	<b>2,477,315</b>	<b>(20,877,782)</b>	<b>(39,366,478)</b>
<b>Increase/(decrease) in cash and cash equivalents</b>	<b>(16,294,861)</b>	<b>(7,695,161)</b>	<b>(109,718,772)</b>	<b>(461,535)</b>
<b>Movement in cash and cash equivalents</b>				
At start of year	3,478,622	11,489,805	13,684,023	47,190,220
Increase/(decrease)	(16,294,861)	(7,695,161)	(109,718,772)	(461,535)
Foreign exchange loss and effects of f/e movements	(57,402)	(316,022)	(5,678,316)	(33,044,662)
<b>At end of year</b>	<b>(12,873,641)</b>	<b>3,478,622</b>	<b>(101,713,065)</b>	<b>13,684,023</b>

**FTG Holdings Limited**
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Share capital KShs	Share premium KShs	Legal reserves KShs	Retained earnings KShs	Translation reserve KShs	Total equity KShs
<b>Year ended 31 December 2015</b>						
At start of year	133,540,084	152,450,453	2,549,637	114,181,310	5,064,873	407,786,357
<b>Prior year adjustment:</b>						
Adjustment to deferred tax asset	-	-	-	(45,698,488)	-	(45,698,488)
At start of year - as restated	133,540,084	152,450,453	2,549,637	68,482,822	5,064,873	362,087,869
Total comprehensive income for the year	-	-	-	178,848,086	40,985,924	219,834,010
Transfer between reserves	-	-	1,115,824	(1,115,824)	-	-
At end of year	133,540,084	152,450,453	3,665,461	246,215,084	46,050,797	581,921,879
<b>Year ended 31 December 2016</b>						
At start of year	133,540,084	152,450,453	3,665,461	246,215,084	46,050,797	581,921,879
Total comprehensive income for the year	-	-	-	144,980,485	(7,735,562)	137,244,923
Transfer between reserves	-	-	-	-	-	-
At end of year	133,540,084	152,450,453	3,665,461	391,195,569	38,315,235	719,166,802

**FTG Holdings Limited**
**COMPANY STATEMENT OF CHANGES IN EQUITY**

	Share capital KShs	Share premium KShs	Retained earnings KShs	Total equity KShs
<b>Year ended 31 December 2015</b>				
At start of year	133,540,084	152,450,453	5,895,164	291,885,701
Total comprehensive (loss) for the year	-	-	(11,598,050)	(11,598,050)
At end of year	133,540,084	152,450,453	(5,702,886)	280,287,651
<b>Year ended 31 December 2016</b>				
At start of year	133,540,084	152,450,453	(5,702,886)	280,287,651
Total comprehensive (loss) for the year	-	-	(11,083,132)	(11,083,132)
At end of year	133,540,084	152,450,453	(16,786,018)	269,204,519

The above financial statements are extracts from the Group's financial statements which are audited by PKF Mauritius, and received unqualified opinion. The complete set of audited financial statements and disclosures can be accessed on the Group website [www.flametreegroup.com](http://www.flametreegroup.com) after the approval by the members at the AGM.



Chairman



Chief Executive Officer