

Consolidated Statement of Comprehensive Income for the 6 months period ended 30 June 2019

	30-Jun-2019 (Unaudited) Kshs'000	30-Jun-2018 (Unaudited) Kshs'000
Revenue	2,403,211	2,398,838
Total Operating Costs	(2,289,148)	(2,128,270)
Finance Costs (net)	(86,353)	(90,507)
Profit before income tax	27,710	180,061
Income tax expense	(8,311)	(54,019)
Profit after tax	19,399	126,043
Earnings per share Basics- Kshs	0.59	1.36
Earnings per share Diluted- Kshs	0.59	1.36
Dividend per Share - Kshs	-	-

Consolidated Statement of Financial Position as at 30 June 2019

	30-Jun-2019 (Unaudited) Kshs'000	30-Jun-2018 (Unaudited) Kshs'000	31-Dec-2018 Audited Kshs'000
ASSETS			
Non Current Assets	2,538,010	2,449,842	2,684,536
Current Assets	2,090,528	1,886,545	1,991,597
Total Assets	4,628,538	4,336,386	4,676,133
EQUITY AND LIABILITIES			
Capital and Reserves			
Share Capital	408,654	408,654	408,654
Share Premium	39,380	39,380	39,380
Revenue Reserve	1,211,818	1,260,454	1,212,482
Capital Redemption Reserve	102	102	102
	1,659,954	1,708,589	1,660,618
Minority Interest	273,033	282,710	293,698
Total Shareholders Equity	1,932,987	1,991,299	1,954,316
Non Current Liabilities	526,135	382,049	538,136
Current Liabilities	2,169,416	1,963,039	2,183,681
TOTAL EQUITY AND LIABILITIES	4,628,538	4,336,386	4,676,133

GROUP RESULTS

The Board of Directors is pleased to announce the un-audited results for the six-month period ended 30th June 2019.

The Group reported a profit before tax of Kshs.27M for the six-month period compared to Kshs.180M for the same period in 2018. However, turnover remained relatively stable at Kshs.2.4B compared to KShs.2.39B for the same period in 2018 despite reduced spending by key advertisers and Government.

Operating costs increased by 8%, mainly due to investments that were made in new products during the year. Direct costs also increased, largely caused by a 40% increase in international newsprint prices which increased the cost of our print products.

The Group launched a number of new products during the year, which were aligned to its strategic goals. These included 2 TV channels (KTN Burudani TV & KTN Farmers TV), 2 radio stations (Spice FM & Vybez

Radio), 2 monthly magazines (Travel & Pulsar) and a revamped Digger Classifieds section in The Standard Newspaper with a strong digital presence.

Outlook 2019

Given the recent investments in new products and the ongoing project aimed at transforming our news gathering and dissemination processes, the Board is confident that the Group will be in a position to post positive performances. The strategic focus towards deepening customer engagements, offering more niche media products and services is expected to broaden the revenue base, with the full benefit to be realised from the year 2020.

BY ORDER OF THE BOARD

Millicent Ng'etich
 Company Secretary
 29th August 2019

Condensed Consolidated Cashflow Statement for the 6 months Period ended 30 June 2019

	6 Months ended 30-Jun-2019 Kshs'000	6 Months ended 30-Jun-2018 Kshs'000	12 Months ended 31-Dec-2018 Kshs'000
CASHFLOW FROM OPERATING ACTIVITIES			
Cash generated from operations	379,276	109,300	520,013
Interest Paid	(86,353)	(90,507)	(167,832)
Tax paid	(141,017)	(40,001)	(63,774)
Net cash generated from operating activities	151,907	(21,209)	288,407
Cashflows: Investing activities	(19,500)	(18,764)	(335,258)
Cashflows: Financing activities	(212,891)	64,219	265,025
Net (Decrease) /increase in cash and cash equivalents	(80,485)	24,246	218,174
Cash and cash equivalents at the beginning of the year	(151,677)	(369,851)	(369,851)
Cash and cash equivalents at the end of the period	(232,162)	(345,605)	(151,677)

Consolidated Statement of Changes in Equity for the 6 months period 30 June 2019

	Share Capital Kshs'000	Share Premium Kshs'000	Capital Redemption Reserve Kshs'000	Revenue /reserve (deficit) Kshs'000	Shareholders equity Group Kshs'000	Minority Interest Kshs'000	Shareholders equity Total Kshs'000
As at 1 January 2018	408,654	39,380	102	1,156,922	1,605,058	260,198	1,865,256
Profit for the half year	-	-	-	103,532	103,532	22,511	126,043
Dividend paid	-	-	-	-	-	-	-
At 30 June 2018	408,654	39,380	102	1,260,454	1,708,590	282,709	1,991,299
As at 1 January 2019	408,654	39,380	102	1,212,482	1,660,618	293,698	1,954,316
Profit/(Loss) for the half year	-	-	-	48,375	48,375	(20,665)	27,710
Dividend payable	-	-	-	(49,039)	(49,039)	-	(49,039)
At 30 June 2019	408,654	39,380	102	1,211,818	1,659,954	273,033	1,932,987