



# East African Cables

*Connecting lives*

## INTERIM STATEMENT TO SHAREHOLDERS

### UNAUDITED GROUP RESULTS FOR THE SIX MONTHS ENDED 30TH JUNE 2012

Consolidated Statement of Comprehensive Income for the six months ended 30 June 2012	2012 Kshs'000	2011 Kshs'000
<b>Turnover</b>	2,253,527	2,351,386
Profit from operating activities	412,385	317,787
Net finance costs	(19,569)	(68,454)
<b>Profit before income tax</b>	<b>392, 816</b>	<b>249,333</b>
Income tax expense	(118,783)	(77,024)
<b>Profit for the period</b>	<b>274,033</b>	<b>172,309</b>
Profit from operations is attributable to:		
Equity holders of parent company	248,707	175,071
Non-controlling interest	25,326	(2,762)
<b>Profit for the period</b>	<b>274,033</b>	<b>172,309</b>

Consolidated Statement of Financial Position as at 30 June 2012	2012 Kshs'000	2011 Kshs'000
<b>Assets</b>		
Non-current assets	2,644,276	2,701,552
Current assets	2,419,327	2,358,086
<b>Total assets</b>	<b>5,063,603</b>	<b>5,059,638</b>
<b>Equity and liabilities</b>		
Share Capital	126,563	126,563
Reserves	1,837,340	1,583,438
Non-controlling interest	458,395	407,142
Non-current liabilities	714,845	805,846
Current liabilities	1,926,460	2,136,649
<b>Total equity and liabilities</b>	<b>5,063,603</b>	<b>5,059,638</b>

### Commentary

The group recorded an impressive growth of 59% in net earnings despite a slight decrease in revenues owing primarily to a reduction in world metal prices. The growth in earnings was driven by the group's ongoing strategy to focus on export markets and new products, which had a significant impact on our performance and will continue to be a significant driver to growth going forward.

### By Order of the Board

Virginia Ndunge  
Company Secretary  
Nairobi  
July 23, 2012