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Kenatco Ltd	No. 6
Director	Chairman
Secretary	Company Secretary
Company Secretary	Company Secretary

# Kenatco Taxis Ltd

PARLIAMENT  
OFFICE  
LONDON

## ANNUAL REPORT AND ACCOUNTS

at 30th June 1990.

**KENYA NATIONAL ASSEMBLY**  
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# KENATCO TAXIS LIMITED

## **REPORT AND ACCOUNTS FOR THE YEAR ENDED 30TH. JUNE, 1990.**

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**KENATCO TAXIS LTD**  
**REPORT OF THE DIRECTORS**

The Directors have pleasure in presenting their Report and the Audited Financial Statements for the year ended 30th June, 1990.

**1. PRINCIPAL ACTIVITIES**

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

**2. RESULTS**

An operating loss of KShs. 825,643 was reported during the financial year ended 30th June, 1990.

**3. DIVIDENDS**

The Directors do not recommend the payment of a dividend.

**4. DIRECTORS**

The Directors who served during the period were:-

Industrial & Commercial Development Corporation (Chairman)

Mr. J.P.N. Simba

Mr. E. N. Wainaina

Mr. W. Rono

Permanent Secretary, Ministry of Industry

**5. 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  
ICDC Management Services Division.

SECRETARY.

14TH MARCH 1991.

**REPORT OF THE AUDITOR-GENERAL (CORPORATIONS) ON THE ACCOUNTS OF KENATCO TAXIS LIMITED FOR THE YEAR ENDED 30 JUNE 1990.**

I have examined the accounts of Kenatco Taxis Limited for the year ended 30 June 1990 in accordance with Section 29 (2) of the Exchequer and Audit Act, (Cap 412). I have obtained all the information and explanation that I have 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).

Subject to the reservation stated herebelow, 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 1990 and of its results and sources and application of funds for the year then ended.

The debtors balance of Kshs. 4, 213, 347 as at 30 June 1990 includes a figure of Kshs. 249, 204 brought forward from 1988/89, in respect of transport charges for which no invoices were raised presumably due to the fact that the orders were not actually received after the services were rendered to the customers. Although in my previous year's report, I indicated that the total amount of KShs. 249, 204 would be recovered from the drivers, no such recovery had been made as at 30th June 1990.

A. J. OKoth

AUDITOR - GENERAL (CORPORATIONS)

14 March, 1991.

## KENATCO TAXIS LIMITED

### PROFIT AND LOSS ACCOUNT for the year Ended 30th. June, 1990.

	Notes	1990 KSHS	1989 KSHS
<b>Turnover</b>		<u><b>31,426,939</b></u>	<u><b>29,024,002</b></u>
<b>Operating Profit</b>	2	( 825,643)	1,024,002
<b>Corporation Tax</b>	3	-	829,370
<b>Profit/(Loss) After Tax</b>		(825,643)	229,318
<b>Dividends Proposed</b>	5	-	250,000
<b>Profit Retained for Period</b>	7	<u><b>(825,643)</b></u>	<u><b>(20,682)</b></u>

## KENATCO TAXIS LIMITED

### BALANCE SHEET as at 30th. June, 1990.

	Notes	1990 KSHS	1989 KSHS
<b>Capital Employed</b>			
Share Capital	6	5,000,000	5, 000, 000
Retained Profit	7	( 981, 961)	529, 211
Long Term Loans	8	17, 000, 000	1, 250, 000
		<b>21, 018, 039</b>	<b>6, 779, 211</b>
<b>Represented by:</b>			
Fixed Assets	4	20, 927, 424	4, 014, 791
<b>Currents Assets:</b>			
Stocks	9	2,756, 849	2, 281, 724
Debtors	10	4, 213, 347	4, 020, 518
Bank Balances & Cash		266, 318	122, 967
Short Term Deposits		-	2, 500, 000
		<b>7, 236, 514</b>	<b>8, 925, 209</b>
<b>Current Liabilities:</b>			
Creditors	11	2, 365, 461	1, 212, 349
Interest Payable	11	1, 276, 728	
Loans Repayable within twelve months	8	1, 250, 000	1,250, 000
Bank overdraft		2,253, 710	2,619, 070
Dividends	5	-	250, 000
Tax	3	-	829, 370
		<b>7, 145, 899</b>	<b>6, 160, 789</b>
<b>Net Currents Assets</b>		90, 615	2,764,420
		<b>21, 018, 039</b>	<b>6,779, 211</b>



## KENATCO TAXIS LIMITED

### STATEMENT OF SOURCE AND APPLICATION OF FUNDS for the year ended 30th. June, 1990.

	1990 SHS	1989 SHS
<b>SOURCE OF FUNDS</b>		
Operating profit/(Loss)	(825, 643)	1,058, 688
Adjustment for Cash Loss (1986 to 1989)	(685, 529)	-
Adjustment for items not involving movements of funds:		
Depreciation	<u>5, 364, 490</u>	<u>2, 466, 898</u>
Funds generated from operations	3, 853, 318	3, 525, 586
<b>FUNDS FROM OTHER SOURCES:</b>		
Loans received	18, 500, 000	-
	<u>22, 353, 318</u>	<u>3, 525, 586</u>
<b>APPLICATION OF FUNDS:</b>		
Purchase of fixed assets	(22, 277, 123)	(711, 817)
Loans repaid	(2,750, 000)	(250, 000)
Dividends paid	(250, 000)	(250, 000)
Tax paid	(829, 370)	(645, 000)
	<u>26, 106, 493</u>	<u>(1, 856, 817)</u>
Increase/(Decrease) in working capital	<u>(3, 753, 175)</u>	<u>(1, 668, 769)</u>
<b>ANALYSIS OF CHANGE IN WORKING CAPITAL</b>		
Stock	475, 125	1,278, 110
Debtors	192, 829	1,723, 641
Creditors	(2, 429, 840)	(440, 449)
Movement in net liquid funds	(1, 991, 289)	(892, 533)
	<u>(3, 753, 175)</u>	<u>1, 688, 769</u>

KENATCO TAXIS LIMITED

NOTES TO THE ACCOUNTS  
For the Year Ended 30th. June, 1990.

1. **Significant Accounting Policies:**

a) **Accounting Convention**

The accounts are prepared under the historical cost convention.

b) **Turnover**

Turnover comprises the amounts receivable for services rendered.

c) **Fixed Assets and Depreciation:**

Fixed assets are stated at cost less depreciation. Depreciation is calculated on a straight line basis at annual rate estimated to write off the assets over their expected useful lives:-

Motor Vehicles 25%  
Workshop Equipment 12.5%

Furniture, Fittings  
and office equipment 12.5%

d) **Stock:**

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

2. **Operating Profit Before Tax:**

Operating profit before tax is stated after charging:

	1990 SHS	1989 SHS
Depreciation	5,364,490	2,466,898
Interest payable	2,158,619	481,176
Auditors remuneration	70,000	80,000
Directors Emoluments:		
Fees	20,000	30,000
Other remuneration	31,065	29,566
And after crediting:		
Interest receivable	90,832	196,442

**KENATCO TAXIS LIMITED**

NOTES TO THE ACCOUNTS (CONT.)  
for the year ended 30th. June, 1990.

**3. Tax:**

	1990 SHS.	1989 SHS.
At 45% on the profit for the year adjusted for tax purposes	829,370	

**4. Fixed Assets**

	<u>Motor vehicles</u>	<u>Fur. &amp; F. O/Equip.</u>	<u>W/Shop Equip. &amp; L/Tools</u>	<u>Totals</u>
<b>Cost:</b>				
Cost at 1 July '89	9,987,743	361,948	310,381	10,651,072
Additions	21,992,786	233,468	50,869	22,277,123
Disposals	-	-	-	-
	<u>31,980,529</u>	<u>595,416</u>	<u>352,250</u>	<u>32,928,195</u>

**Depreciation:**

At 1 July, 1989	6,450,850	98,850	86,581	6,636,281
Charge for the year	5,246,032	74,427	44,031	5,364,490
At 30.6.90.	<u>11,696,882</u>	<u>173,277</u>	<u>130,612</u>	<u>12,000,771</u>
Net book value '90	20,283,647	422,139	221,638	20,927,424
Net book value '89	<u>3,536,893</u>	<u>263,098</u>	<u>214,800</u>	<u>4,014,791</u>

**5. Dividends:**

Dividends is provided at the rate of 5% on ordinary share capital.

**6. Share Capital:**

Authorised 250,000 ordinary  
Shares of Shs. 20/= each                      Shs. 5,000,000

**KENATCO TAXIS LIMITED**

NOTES TO THE ACCOUNTS (CONT.)  
for the year ended 30th. June, 1990.

<b>Issued and fully paid</b>		
250, 00 ordinary shares of Shs. 20/= each	5, 000, 000	
<b>7. Retained Profit:</b>		
	1990 SHS.	1989 SHS.
At 1 July, 1989	529, 211	549, 893
Profit/(Loss) for period	(825, 643)	(20, 682)
Adjustment for cash loss (1986 to 1989)	(685, 529)	-
	<u>(981, 961)</u>	<u>529, 211</u>
<b>8. Long Term Loan</b>		
<b>ICDC Loans</b>		
a) Secured payable quarterly to 30. 09. 90	1, 250, 000	2, 500, 000
b) Secured payable quarterly whose payment starts January, 1991	17, 000, 000	-
	<u>18, 250, 000</u>	<u>2, 500, 000</u>
Less: Current portion included in current liabilities (payable within 12 months)	1, 250, 000	1, 250, 000
	<u>17, 000, 000</u>	<u>1, 250, 000</u>
<b>9. Stock</b>		
Spares accessories and consumable stores	<u>2, 756, 849</u>	<u>2, 281, 724</u>
<b>10. Debtors:</b>		
	1990 SHS.	1989 SHS.
Trade Debtors	3, 551, 313	3, 247, 338
Other debtors & prepaid expenses	662, 034	773, 180
	<u>4, 213, 347</u>	<u>4, 020, 518</u>
<b>11. Creditors:</b>		
Trade Creditors	716, 079	717, 349
Other Creditors and accrued expenses	2, 926, 110	495, 000
	<u>3, 642, 189</u>	<u>1, 212, 349</u>

12. The Company is incorporated in Kenya under the Companies Act.

**KENATCO TAXIS LIMITED**

**DETAILED PROFIT AND LOSS ACCOUNT**  
for the year ended 30th June, 1990.

	1990 KSHS.	1989 KSHS.
Turnover	<u>31,426,939</u>	<u>29,024,002</u>
<b>Operating Expenses</b>		
Wages	4,263,275	3,269,649
Fuels and Oils	3,901,421	3,209,195
Repairs and Renewals	4,303,191	4,835,690
Tyres and Tubes	654,641	552,912
Crew travel	313,252	126,163
Clothing and Uniforms	371,873	360,496
Ferry and Toll charges	60,047	55,919
Towing charges	15,531	6,827
Licences	179,154)	
Insurances	426,466)	489,267
Rent and Rates	849,670	783,736
Depreciation	5,890,063	2,421,655
Car Cleaning	5,189	8,131
Workshop Sundries	124,574	91,978
Private hiring	1,618,272	4,754,908
	<u>22,376,619</u>	<u>21,326,535</u>
Gross operating profit	9,050,320	7,697,467
<b>Administration Expenses:</b>		
Salaries	4,378,552	3,297,807
Administration Travelling	193,785	22,470
Other Insurances	474,430	48,290
Advertising	184,101	369,982
Rent and Rates	278,689	444,648
Electricity	11,959	14,057
Postage	48,357)	
Telephone & Telegrams	470,961)	329,987
Printing & Stationery	551,195	610,505
Depreciation	74,427	45,243
Trade licences	7,590	30,765
Computer charges	74,142	81,362
Office Cleaning & Maintenance	22,935	29,246
Repairs: Office furniture	69,340	30,571

**KENATCO TAXIS LIMITED**

**DETAILED PROFIT AND LOSS ACCOUNT (CONT.)**  
for the year ended 30th, June, 1990.

	1990 KSHS.	1989 KSHS.
Staff Welfare	66,442	96,610
Public Relations	118,670	48,803
Directors Fees	20,000	30,000
Sitting & Travelling Allowance	27,972	29,566
Responsibility Allowance	-	48,000
Staff Training	21,285	13,000
Donations & Subscriptions	57,500	30,000
Accountancy & Supervisory fees	-	15,000
Water & Conservancy	869	671
Board Expenses	3,093	-
Dailies & Periodicals	3,340	-
Discounts Allowed	2,020	-
Repairs: Workshop Equipment	23,415	-
Court fines	24	-
Miscellaneous Adm. Expenses	1,053	-
	<b>7,186,146</b>	<b>5,666,583</b>
 <b>Professional Expenses</b>		
Management fees	200,000	408,440
Legal & Professional fees	93,480	25,217
Audit fees	70,000	80,000
	<b>363,480</b>	<b>513,657</b>
 <b>Financial Expenses:</b>		
Bad debts	35,896	138,899
Loan interest	2,158,619	481,176
Bank charges	228,675	43,230
	<b>2,423,190</b>	<b>663,305</b>
 Total Administration	 <b>9,972,816</b>	 <b>6,843,545</b>
 <b>Other Income:</b>		
Interest receivable	(90,832)	(196,422)
Sundry	(6,021)	(8,344)
	<b>96,853</b>	<b>204,766</b>
 Net Administration & Financial	 <b>9,875,963</b>	 <b>6,638,779</b>
Profit/loss)	<b>(825,643)</b>	<b>1,058,688</b>

INTERNAL SECURITY - RACIAL MATTERS

Re: [Illegible Name]

On [Illegible Date]

[Illegible Name]

[Illegible Name]

[Illegible Name]

[Illegible Name]

[Illegible Name]

[Illegible Name]

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