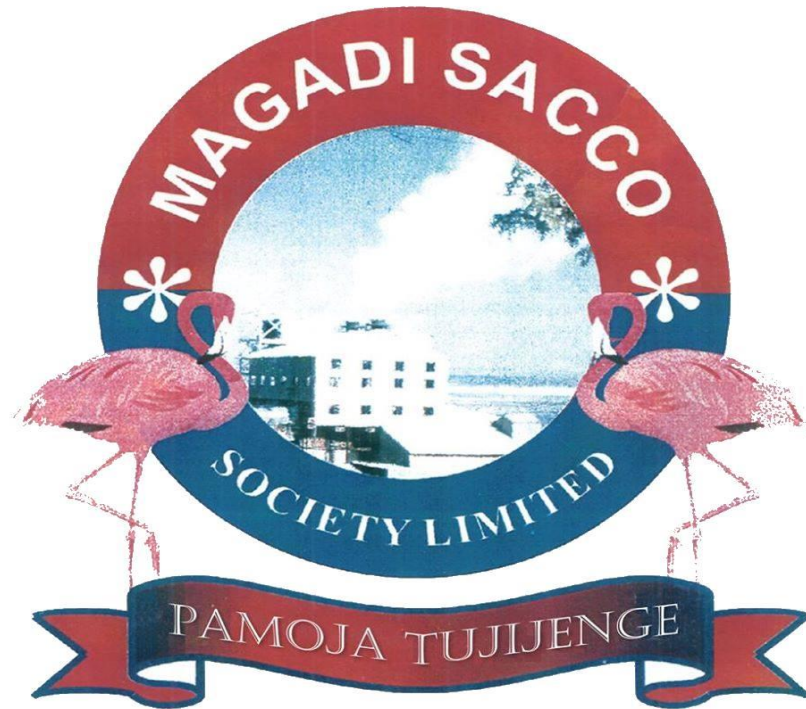


CS/2664

**MAGADI SACCO SOCIETY LIMITED**



**ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER 2022**

CS/2664

**MAGADI SACCO SOCIETY LIMITED**

**STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME  
FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER 2022**

	Notes	2022 Kshs	2021 Kshs
<b>Revenue</b>			
Interest from loans and advances	2	104,744,610	95,182,153
Other interest income	3	14,845,833	13,112,412
<b>Total interest income</b>		<b>119,590,443</b>	<b>108,294,565</b>
Interest expense	4	(72,128,047)	(71,789,085)
<b>Net interest income</b>		<b>47,462,395</b>	<b>36,505,480</b>
Other operating Income	5	11,613,767	10,336,436
		<b>59,076,163</b>	<b>46,841,916</b>
<b>Expenditure</b>			
Depreciation and amortisation	6	(2,009,072)	(1,748,444)
Administrative expenses	7	(6,703,482)	(4,802,253)
Other operating expenses	8	(8,702,207)	(6,383,815)
Personnel expenses	9	(19,626,826)	(19,521,751)
Governance expenses	10	(5,405,994)	(5,094,826)
Marketing Expenses	11	(1,409,591)	(1,637,382)
Financial expenses	12	2,718,705	8,707,999
<b>Total Expenditure</b>		<b>(41,138,466)</b>	<b>(30,480,471)</b>
<b>Surplus for the year</b>		<b>17,937,696</b>	<b>16,361,445</b>
Tax charge		(5,144,903)	(3,683,304)
<b>Net surplus for the year</b>		<b>12,792,793</b>	<b>12,678,140</b>

**MAGADI SACCO SOCIETY LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2022**

	Notes	2022 Kshs	2021 Kshs
<b>ASSETS</b>			
Cash and cash equivalents	13	150,435,643	208,365,352
Receivables and prepayments	14	18,082,140	15,814,039
Property and equipment	15	3,993,138	3,047,987
Loan to members	16	656,602,320	537,389,122
Investments	18	4,228,555	4,228,555
Intangible Assets	19	344,288	1,636,038
Income tax claimable	25	129,057	1,654,571
<b>TOTAL ASSETS</b>		<b>833,815,142</b>	<b>772,135,664</b>
<b>LIABILITIES</b>			
Member deposits	20	628,265,977	572,361,970
Interest on members deposit	21	70,431,894	71,315,029
Payables and accruals	24	8,694,776	8,838,462
<b>TOTAL LIABILITIES</b>		<b>707,392,647</b>	<b>652,515,461</b>
<b>SHARE HOLDERS FUNDS</b>			
<b>FINANCED BY:</b>			
Share capital	26	33,390,118	29,473,567
Statutory reserve	27	27,775,274	25,216,716
Retained earnings	27	55,652,927	55,284,011
Capital reserve		134,210	134,210
Proposed dividend and honoraria		9,469,965	9,511,698
<b>TOTAL SHAREHOLDERS FUNDS</b>		<b>126,422,495</b>	<b>119,620,203</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>833,815,142</b>	<b>772,135,664</b>

The financial statements were approved and authorized for issue by the Board of Directors on 11/01/2023 and signed on its behalf by:

*Wilson T. ...*  
*Wilson T. ...*

CHAIRMAN  
*Bainito Hamisi*  
*Kya*

BOARD MEMBER

*SAMUEL KINYIRIA*  
*[Signature]*

TREASURER



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**MAGADI SACCO SOCIETY LIMITED**

**STATEMENT OF CASHFLOWS**

**FOR THE FINANCIAL YEAR ENDED 31ST DECEMBER 2022**

	Notes	2022 Kshs	2021 Kshs
<b>Cash flow from operating activities</b>			
Interest receipts	2 & 3	119,590,443	108,848,752
Interest paid	4	(73,011,182)	(64,982,973)
Payment to employees and suppliers		(39,129,394)	(28,732,027)
Other operating non interest receipts	5	11,613,767	10,336,436
Prior year adjustments net depreciation	31	22,528	
		<b>19,086,162</b>	<b>25,470,187</b>
<b>Changes in working capital</b>			
Receivables and prepayments	14	(2,268,101)	1,237,094
Loan to members	16	(119,213,198)	52,221,504
Deposit from members		55,904,007	32,391,189
Payables & accruals		(143,687)	1,181,709
		<b>(65,720,979)</b>	<b>87,031,497</b>
<b>Net cash flow from operating activities</b>		<b>(46,634,817)</b>	<b>112,501,684</b>
<b>Tax paid</b>	25	(3,619,388)	(5,922,001)
<b>Investing activities</b>			
Purchase of property and equipment	15	(2,106,854)	(705,915)
<b>Net cash flow used in Investment activities</b>		<b>(5,726,242)</b>	<b>(6,627,916)</b>
<b>Financing activities</b>			
Borrowing	23	-	(7,528,019)
Dividends paid		(6,065,817)	(4,912,114)
Honoraria and staff bonus paid		(3,419,382)	(2,363,760)
Share capital contributions	26	3,916,551	1,736,841
<b>Net cash flow used in financing activities</b>		<b>(5,568,648)</b>	<b>(13,067,051)</b>
<b>Net increase in cash and cash equivalents</b>		<b>(57,929,707)</b>	<b>92,806,717</b>
Cash and cash equivalent at the beginning of the year		208,365,352	115,558,635
<b>Cash and Cash equivalents at the end of the year</b>	13	<b>150,435,643</b>	<b>208,365,352</b>