



SBG Securities

The Board of Directors of SBG Securities Limited is pleased to announce the audited results of the company for the year ended 31 December 2018

Statement of financial position

	Dec-18 Shs '000 Audited	Dec-17 Shs '000 Audited
Non-current assets		
Property and Equipment	107	1,804
Intangible assets	18,194	30,343
Investment in CDSC	5,900	5,900
Deferred tax	19,967	19,247
Total non-current assets	44,168	57,294
Current assets		
Client debtors	1,514	1,243
Other trade receivables	80,700	72,803
Prepayments	4,390	3,863
Total client cash and bank balances	424,612	372,981
Office cash and bank balances	300,595	233,385
Tax receivable	39,576	61,919
Total current assets	851,387	746,194
Total assets	895,555	803,488
Share capital and reserves		
Paid up ordinary share capital	250,000	250,000
Revenue reserves	118,884	41,795
FCTR	(10,681)	(8,560)
Total shareholders funds	358,203	283,235
Current liabilities		
Client creditors	356,587	362,269
Amounts due to related parties	52,134	33,951
Amounts due to stockbrokers	36,837	12,760
Other payables	56,935	61,352
Accrued expenses	34,859	49,921
Total current liabilities	537,352	520,253
Total equity and liabilities	895,555	803,488
Other disclosures		
1 Capital strength		
a. Paid up capital	250,000	250,000
b. Minimum capital required	250,000	250,000
(a-b) Excess	-	-
2 Shareholders' funds		
a. Total shareholders funds	358,203	283,235
b. Minimum shareholders funds	250,000	250,000
(a-b) Excess	108,203	33,235
3 Liquidity		
a. Liquid Capital	188,944	87,054
b. Minimum liquid capital (The higher of Kes 30m and 8% of liabilities)	42,988	41,620
(a-b) Excess	145,956	45,434
4 Clients' funds		
a. Total client creditors including amounts payable to stockbrokers	393,424	375,029
b. Total clients cash and bank balances including amounts due from stockbrokers	424,612	372,981
(b-a) Surplus/(deficit)	31,188	(2,048)

Statement of comprehensive income

	Dec-18 Shs '000 Audited	Dec-17 Shs '000 Audited
Income		
Brokerage commission	260,012	251,537
Advisory/Consultancy fees	32,492	9,731
Interest income	52,156	43,583
Dividend income	95	400
Other income	7,785	1,562
Total income	352,540	306,813
Expenses		
Professional fees	1,397	9,123
Legal fees	2,141	595
Employee costs	91,572	104,485
Directors' emoluments	2,868	2,546
Operational and administrative expenses	95,213	70,007
Provisions for trading gains/losses	-	-
Depreciation expenses	1,688	2,405
Amortisation expenses	13,364	8,851
Other expenses	30,478	62,876
Total expenses	238,721	260,888
Operating profit/(loss)	113,819	45,925
Finance costs	-	-
Profit/(loss) before tax	113,819	45,925
Income tax (expense)/credit	(36,730)	(13,698)
Profit (loss) after tax	77,089	32,227

Message from the Directors

The above financials are extracts from the Financial Statements and records of the Company. The accounts were audited by PricewaterhouseCoopers and received an unqualified opinion. They were approved by the Board of Directors on 7 February 2019.

Kitili Mbathi
Kitili Mbathi
Chairman

Bethuel Karanja
Bethuel Karanja
Executive Director