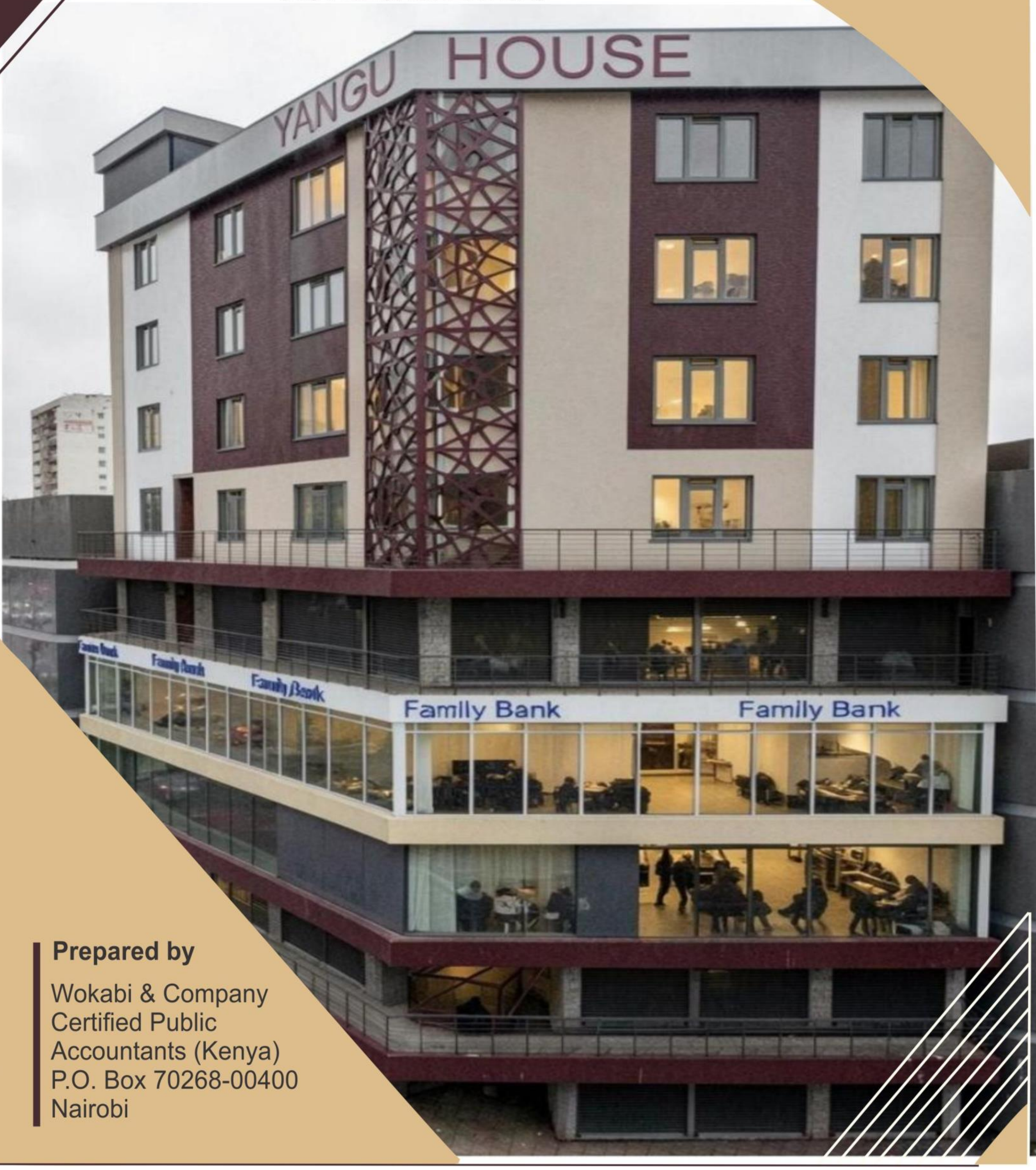
2026

KENYA FUEL & BARK SUPPLY PLC

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2025



Prepared by

Wokabi & Company
Certified Public
Accountants (Kenya)
P.O. Box 70268-00400
Nairobi

KENYA FUEL & BARK SUPPLY COMPANY LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2025

Wakanyi Wokabi & Company. (formerly Wokabi & Co)
Certified Public Accountants (Kenya)
P.O. Box 70268 - 00400
Nairobi

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

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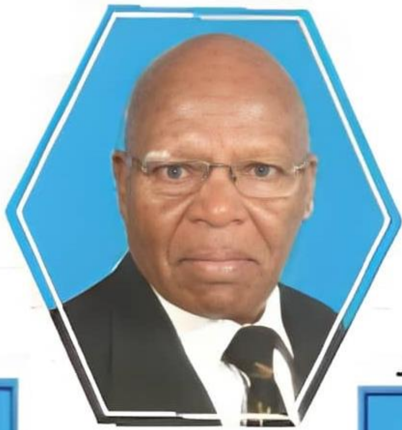
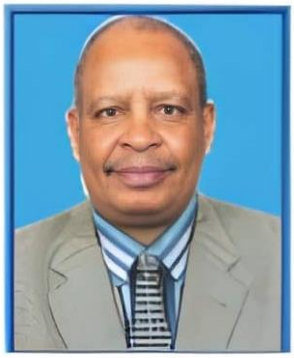
BOARD OF DIRECTORS



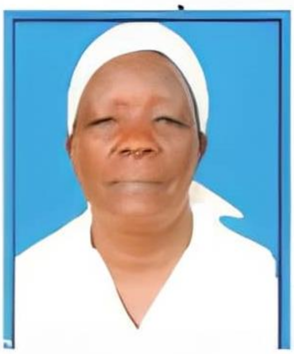
Mamicha Kamau
Chairman

J. Mwangi Mworia
Board Secretary



Peter Kamau Maina
Vice Chairman

John Mugo Kiragu
Director



Naomi W. Gachucha
Director

Lydia Wambui Gitagia
Director

Sarah W. Gichuru
Director

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

COMPANY INFORMATION

BOARD OF DIRECTORS	Mamicha Kamau	-	Chairman
	Peter K Maina	-	Vice Chairman
	Mwangi Mworia	-	Board Secretary
	Lydia W. Gitagia	-	Director
	Naomi W. Gachucha	-	Director
	Sarah W. Gichuru	-	Director
	Charles Macharia	-	Director

SECRETARIES

Leading Secretaries
Company Secretaries and Registrars
Portal Place House, 1st Floor, Suite 10
P.O Box 6399-00300
Nairobi

REGISTERED OFFICE

LR 209/136/33
Kiburi House
Kirinyaga Road
P.O Box 42436
Nairobi.

AUDITOR

Wakanyi Wokabi & Company (formerly Wokabi & Co.)
Certified Public Accountants (Kenya)
P.O Box 70268 – 00400
Nairobi.

BANKERS

Kenya Commercial Bank Limited
Moi Avenue Branch
P.O Box 30081 – 00100
Nairobi.

KENYA FUEL & BARK SUPPLY PLC

Notice is hereby given that the 78th Annual General Meeting of **Kenya Fuel & Bark Supply PLC** will be held via electronic communication, on Friday 21st August 2026 at 11.00 a.m. to transact the following business:

AGENDA

1. The Secretary to read the Notice convening the meeting and determine if a quorum is present.

2. **Confirmation of Minutes**
   To confirm the minutes of 77th Annual General Meeting held on 22nd August 2025

   Ordinary Business

3. **Financial Statements**
   To receive, consider and adopt the audited Financial Statements for the year ended 31 December, 2025 together with Chairman's, Directors' and Auditor's Reports thereon.

4. **Declaration of Dividend**
   To declare a first Divided of shs 100 per share for the Financial year ended 31st Dec 2025

5. **Election of Directors**
   To elect Directors:
   (i) Mr. John Mugo Kiragu, a director retires on rotation in accordance with articles 86 and 87 of the Company's Articles of Association and, being eligible, offers herself for re-election.
   (ii) Peter Kamau Maina a director retires on rotation in accordance with article 86 and 87 of the Company's Articles of Association and, being eligible, offers herself for re-election.

6. **Directors Remuneration**
   To approve the Directors remuneration as indicated in the financial statements for the year ended 31st December, 2025

7. **Auditors**
   To Appoint Ms. Wokabi & Company as the Auditors of the Company in accordance with Section 721 (2) of the Companies Act 2015 and to authorize the Directors to fix their remuneration.

8. **A O B.**

BY ORDER OF THE BOARD

Lucy Kibera
LEADING SECRETARIES
PORTAL PLACE
P O BOX 6399-00300
NAIROBI

Dated at Nairobi this 28th July 2026

Notes:

1. Shareholders wishing to participate in the AGM will receive a link with the user name and password in your mobile phone one hour (1) before to join the meeting.

2. Shareholders can contact our helpline No 0789981896 / 0113438967 for assistance.

3. Registration of AGM will commence at 11.00a.m. on 7th August 2026 and will close on 21/8/26, 10:00 am

4. In accordance with Section 283(2) (c) of the Companies Act, 2015, the following documents may be viewed on the Company's website www.kenyafuel@yahoo.com (i) a copy of this notice and the proxy form, (ii) Minutes of the last AGM held 22nd August, 2025; (iii) The Company's audited financial statements for the year ended 31 December 2025. (iv) Chairman's Statement.

5. Shareholders wishing to raise any questions or clarifications regarding the AGM may:

    a) Send their written questions by email kenyafuel@yahoo.com or
    b) to the extent possible, physically deliver their written questions with a return postal address or email address to the registered office of the company at Kiburi House, Kirinyaga Road Nairobi or
    c) Send their written questions with a return postal address or email address by Registered post to the Company's address P.O. Box 42436 – 00100 Nairobi. Shareholders must provide their full details (full name, ID number and the membership number) when submitting their questions and/or clarifications. All questions and clarification must reach the Company not later than 2.00p.m. on Thursday 20th August 2026
    d) A member entitled to attend and vote at the meeting and who is unable to attend is entitled to appoint a proxy to attend and vote on his or her behalf. A proxy need not be a member of the Company. To be valid, a form of proxy which can be downloaded from the website, must be duly completed by the member and must either be lodged at the Registered Office of the Company, Kiburi House, Kirinyaga Road, P.O Box 42436 - 00100, Nairobi or posted, so as to reach the Company not later than 2.00 p.m. on 20th August 2026.
    e) Any member may by notice duly signed by him or her delivered to the Secretary not less than 7 and not more than 21 days before the day appointed for the Annual General Meeting propose any other person for election to the Board. Such notice to be accompanied by a notice signed by the person proposed indicating his or her willingness to be elected.

6. The AGM will be streamed live via a link which shall be provided to all shareholders who will have registered to participate in the AGM. Duly registered shareholders and proxies will receive a short message (SMS/USSD) prompt on their registered mobile numbers, 24 hours prior to the AGM as a reminder of the AGM. A second (SMS/USSD) prompt shall be sent one hour prior to the AGM, being a final reminder together with a link to download live stream.

7. Voting will be done via USSD by dialing ***483*560#** and clicking on the voting option. Shareholders will be required to vote for each resolution.

8. Results of the AGM shall be posted on our website within 24 hours following conclusion of the AGM.

CHAIRMAN'S STATEMENT

I'm pleased to present to you our annual report and financial statements for the year ended 31st December 2025 This was another successful year of our company as we continued to grow stronger.

Financial Performance

Despite the challenging local business environment, the company made a profit before tax of Kshs 10.5 million compared to K shs 7.4 million in the year 2024.

CONSTRUCTION OF YANGU HOUSE

As reported to you Last year (2025) Construction of Yangu House started in **May 2025**, I'm pleased to report that the building is almost 95% complete, we shall open Doors for our Tenants on or before **Sept 2026**, Through the Grace of God we have been able to put up **10 floors** inclusive of underground Basement, I'm also happy to report that we have hosted one of our Big Local Bank in Kenya (**Family Bank**) on third Floor of our building**.**

The Directors started this Work with its own Capital of shs **80 m** which was saved through buying and selling Land, subdivided into plots, However the additional amount to Finnish the remaining work was raised by our Tenants who will occupy the business premises by paying Goodwill and Rent Deposits, in this exercise we managed to raise additional capital of shs **60m.**

So far we have spent shs **125 million** in this project and I'm Happy to report that all this work has been done without any **Bank Loan** or any debt from anybody.

We expect to raise Monthly Rental income on this building of shs **3m** or shs **36M** every year, we pledged that as the business performance improved, we would improve our level of divided payout

DIVIDENDS

Following the impressive performance of our company, the Board has recommended a divided payment of shs **100** per ordinary share held. Last time we had paid with shs 60/- per share, an increment of shs 40/- per share The total dividend payout will amount to shs **13.5m**

OUR FUTURE

The future of our company is brighter than ever before. The Business is clearly poised for growth as we pursue our strategy, our next project God willing will be construction of Kiburi House, in the next 2 years, and then, move to Mbotela House.

ACKNOWLEDGMENT

On behalf of the Board of Directors, I wish to express gratitude to our esteemed Tenants, Shareholders and other Stakeholders for the confidence they have placed in the company, whilst appreciating all staff for their demonstrated professionalism, commitment and zeal towards building an enduring Company. To my colleagues on the Board, I want to thank you for the oneness you have reposed in the business.

To our shareholders, I sincerely thank you for your patience for not receiving your Dividends for 2 years due to ongoing construction of **Yangu House**, I again assure you that your business is doing Well and you can rest assured that you will fully enjoy the fruits of your investment in foreseeable future. We will continue to rely on your support as a source of energy to build this company to greater heights.

Thank you

Mamicha Kamau
Chairman

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

DIRECTORS' REPORT

The directors submit their report together with the audited financial statements for the year ended 31 December 2025.

PRINCIPAL ACTIVITY

The principal activity of the company continues to be property letting.

REVIEW OF FINANCIAL RESULTS AND ACTIVITIES

The annual financial statements have been prepared in accordance with International Financial Reporting Standards and the requirements of the Kenyan Companies Act, 2015. The accounting policies have been applied consistently compared to the prior year.

The company recorded a net profit after tax for the year ended December 2025 of Kshs 8,644,875. This represented an increase of 43% from the net profit before tax of the prior year of Kshs 5,347,546.

Company revenue decreased by 26% from Kshs 10,157,604 in the prior year to Kshs 7,520,334 for the year ended December 31, 2025.

Company net cash flows from operating activities decreased by 57% from Kshs 11,989,652 in the prior year to Kshs 5,199,880 for the year ended December 31 2025.

DIRECTORS

The directors who held office during the year and to the date of this report are listed on Page 2.

In accordance with the company's Articles of Association no director is due for retirement by rotation.

EVENTS AFTER THE REPORTING PERIOD

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES
ON THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2025

The Kenyan Companies Act, 2015 requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for that year. It also requires the directors to ensure that the company maintains proper accounting records that are sufficient to show and explain the transactions of the company and disclose, with reasonable accuracy, the financial position of the company. The directors are also responsible for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors accept responsibility for the preparation and presentation of these financial statements in accordance with International Financial Reporting Standard for Medium-sized Entities and in the manner required by the Kenyan Companies Act, 2015. They also accept responsibility for:

i) designing, implementing and maintaining such internal control as they determine necessary to enable the presentation of financial statements that are free of material misstatement, whether due to fraud or error;
ii) selecting suitable accounting policies and applying them consistently; and

iii) making accounting estimates and judgements that are reasonable in the circumstances.

Having made an assessment of the company’s ability to continue as a going concern, the directors are not aware of any material uncertainties related to events or conditions that may cast doubt upon the company’s ability to continue as a going concern.

The directors acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the board of directors on………….. ………….2026 and signed on its behalf by:

……………………………………	…………………………………
Director	Director

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

DIRECTOR'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2025

INDEPENDENT AUDITOR
The Auditor Wakanyi Wokabi & Company, Certified Public Accountants (K) continue in office in accordance with Section 719 (2) of the Kenyan Companies Act, 2015.

RELEVANT AUDIT INFORMATION

The directors in office at the date of this report confirm that;

a) There is no relevant audit information of which the company's auditor is unaware; and

b) Each of the directors has taken all the steps that they ought to take as a director so as to be aware of any relevant information and to establish that the company's auditor is aware of that information.

APPROVAL OF FINANCIAL STATEMENTS

The annual financial statements set out on pages 9 to 18 were approved at a meeting by the board on **________________________________**, and were signed on its behalf by:

______________________________ ______________________________
Director Director

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

OPINION

We have audited the Annual Financial Statements of Kenya Fuel and Bark Supply Company limited set out on pages 9 to 18, which comprise the Statement of Financial Position as at December 31, 2025, and the Statement of Profit or Loss and Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Annual Financial Statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the Annual Financial Statements present fairly, in all material respects, the financial position of Kenya Fuel and Bark Supply Company Limited as at December 31, 2025, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Kenyan Companies Act, 2015.

BASIS OF OPINION

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Annual Financial Statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our ethical responsibilities in accordance with the IESBA code. We believe that the audit evidence has obtained is sufficient and appropriate to provide a basis for the opinion.

GOING CONCERN

The financial statements of the company have been prepared using the going concern basis of accounting. The use of this basis of accounting is appropriate unless the director intend to either liquidate the company or cease operations, or have no realistic alternative but to do so. As part of our audit of the company's financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

The directors have not identified a material uncertainty that may cast significant doubt on the company's ability to continue as a going concern, and accordingly none is disclosed in the financial statement of the company. Based on our audit of the financial information of the company, we have not identified such a material uncertainty. However, neither management nor the auditor can guarantee the company's ability to continue as a going concern.

OTHER INFORMATION

The directors are responsible for the other information. The other information comprises the Directors' Report as required by the Kenyan Companies Act, 2015 which we obtained prior to the date of this report.

Our opinion on the Annual Financial Statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the Annual Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Annual Financial Statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The directors are responsible for the preparation and fair presentation of the Annual Financial Statements in accordance with International Financial Reporting Standards and the requirements of the Kenyan Companies Act, 2015, and for such internal control as the directors determine is necessary to enable the preparation of Annual Financial Statements that are free from material misstatement, whether due to fraud or error.

In preparing the Annual Financial Statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so. The directors are responsible for overseeing the company's financial reporting process.

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE ANNUAL FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the Annual Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Annual Financial Statements.

- As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the Annual Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Annual Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Financial Statements, including the disclosures, and whether the Annual Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE ANNUAL FINANCIAL STATEMENTS (CONT')

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit

As required by the Kenyan Companies Act, 2015 we report to you, based on our audit, that:

i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

ii) In our opinion proper books of accounts have been kept by the company, so far as appears from our examination of those books;

iii) In our opinion, the financial information given in the directors' report for the year ended December 31, 2025 is consistent with the company's annual financial statements; and

iv) The company's statement of financial position and statement of profit or loss and other comprehensive income are in agreement with the books of accounts.

The engagement partner responsible for the audit resulting in this independent auditor's report is* CPA *Gladys Wakanyi Kioi P/No 1727.

WOKABI & COMPANY
Certified Public Accountants (Kenya)
Off State House Road
P. O. Box 70268, 00400 - NAIROBI

Wakanyi Wokabi & Company
Certified Public Accountants (Kenya)
Nairobi ______________________________**2026**

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2025

	Note	2025 Kshs	2024 Kshs
TURNOVER	14	7,520,334	10,157,604
		7,520,334	10,157,604
Dividend income		135,856	102,065
Advertisement income		-	697,041
Diminution on revaluation of quoted Shares		724,498	426,167
Interest income		7,856,483	7,164,995
Title processing fees – Net		5,000	15,000
Sundry income		857,343	-
Loss on disposal of asset		(10,000)	-
		9,569,180	8,405,268
TOTAL INCOME		**17,089,514**	**18,562,872**
EXPENDITURE			
Staff costs	11	1,625,078	1,688,233
Establishment expenses	12	2,537,864	4,308,850
Administration expenses	13	2,363,316	5,138,293
Total Expenditure		**6,526,258**	**11,135,376**
PROFIT BEFORE TAX		**10,563,256**	**7,427,496**
TAXATION	8	(2,936,743)	(2,079,950)
TAXATION (Prior year over provision)		1,018,362	-
PROFIT FOR THE YEAR BEFORE DIVIDEND		**8,644,875**	**5,347,546**
Proposed final dividend for the year		-	-
Net surplus for the year transferred to reserves		**8,644,875**	**5,347,546**

Report of the auditors – Page 6-8

The notes on pages 13 to 18 form part of these financial state

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2025

	Note	2025 Kshs	2024 Kshs
ASSETS			
NON – CURRENT ASSETS			
Property & Equipment	2	139,395	114,445
Investment Properties	4	33,499,521	33,499,521
Investments held for sale -Plot		3,965,408	3,965,408
Investments held for sale -Securities	5	2,240,044	1,515,546
Work In Progress		59,632,594	-
		99,476,962	39,094,920
CURRENT ASSETS			
Trade and other Receivables	6	9,502,400	11,164,569
Cash and Bank Balances	7	19,508,086	74,199,631
Tax Recoverable	8	168,386	68,278
VAT Recoverable		4,694,387	-
		33,873,259	85,432,478
TOTAL ASSETS		**133,350,221**	**124,527,398**
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share Capital	9	6,750,000	6,750,000
Share Premium		28,576,200	28,576,200
Revenue Reserve		34,834,576	26,189,701
Revaluation Reserve		4,216,000	4,216,000
Capital Reserve		15,517,537	15,517,537
TOTAL SHAREHOLDERS FUNDS		89,894,313	81,249,438
CURRENT LIABILITIES			
Trade and other Payables	10	23,889,328	23,370,693
Dividends Payable	15	19,566,580	19,907,267
TOTAL LIABILITIES		43,455,908	43,277,960
TOTAL EQUITY AND LIABILITIES		**133,350,221**	**124,527,398**

The financial statements were approved by the Board of Directors on__________________2025 and signed on its behalf by: -

DIRECTOR　　　　DIRECTOR

Report of the auditors – Page 6-8

The notes on pages 13 to 18 form part of these financial statements

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2025

	Share Capital **Kshs.**	Share Premium **Kshs**	Revenue Reserve **Kshs**	Capital Reserve **Kshs**	Revaluation Reserve **Kshs**	Total **Kshs**
YEAR ENDED 31 DECEMBER 2024						
At 1 January 2025	6,750,000	28,576,200	20,842,155	15,517,537	4,216,000	75,901,892
Profit for the year	-	-	5,347,546	-	-	5,347,546
At 31 December 2025	6,750,000	28,576,200	26,189,701	15,517,537	4,216,000	81,249,438
YEAR ENDED 31 DECEMBER 2025						
At 1 January 2025	6,750,000	28,576,200	26,189,701	15,517,537	4,216,000	81,249,438
Profit for the year	-	-	8,644,875	-	-	8,644,875
At 31 December 2025	6,800,000	28,976,200	34,834,576	15,517,537	4,216,000	89,894,313

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 31 DECEMBER 2025

	Notes	2025 Kshs	2024 Kshs
Cash Flow from Operating Activities			
Net Profit before Taxation		10,563,256	7,427,496
Adjustments for:			
Depreciation		29,050	18,797
Dividend Income		(135,856)	(102,065)
Diminution in value of Investments		(724,498)	(426,167)
Operating Profit Before Working Capital Changes		9,731,952	6,918,061
Working capital changes;			
Receivables		(3,032,218)	119,838
Payables		518,635	6,451,753
		7,218,369	13,489,652
Income Tax Paid		(2,018,489)	(1,500,000)
Net cash flow from operating activities		5,199,880	11,989,652
Cash Flow From financing Activities			
Dividends Paid		(340,687)	(392,873)
Net cash decrease from financing activities		(340,687)	(392,873)
Cash Flow From Investing Activities			
Dividend Income		135,856	102,065
Proceeds from sale of Investment Property		-	6,060,000
Purchase of Office Equipment		(54,000)	-
Work In Progress		(59,632,594)	-
Net cash increase (to) / from investing activities		(59,550,738)	6,162,065
Net Increase in Cash & Cash Equivalents		(54,691,545)	17,758,844
Cash & Cash Equivalents at 1st January	7	74,199,631	56,440,787
Cash & Cash Equivalents at 31st December	7	**19,508,086**	**74,199,631**
		========	========

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a) Basis of preparation and summary of significant accounting policies

These financial statements have been prepared on a going concern basis and in compliance with the International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs) issued by the International Accounting Standards Board. They are presented in Kenya Shillings (Shs), rounded to the nearest shilling. The measurement basis used is the historical cost basis except where otherwise stated in the accounting policies below.

b) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefit will flow to the organization and the revenue can be reliably measured. The following specific recognition criteria must be met before revenue is recognized; -

Income
Rent is recognized in the period in which the company leases the premises; the tenant has accepted the terms and the collectability of rent is reasonably assured.

Revenue represents fair value of the consideration receivable from tenants in occupied premises, and is stated gross.

Other income
Other income is recognized when received.

c) Share capital, Share premium, and Dividends

Ordinary shares are recognized at par value and classified as 'share capital' in equity. Any amounts received from the issue of shares in excess of the par value are classified as 'share premium' in equity. Dividends are recognised as a liability in the year in which they are declared.

d) Borrowing costs

All borrowing costs are recognised in profit or loss in the period in which they are incurred.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Property, plant, equipment and depreciation

Property, plant and equipment are stated at cost less accumulated depreciation and any impairment in value.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset as appropriate, only where it is probable that future economic benefits associated with the item will flow to the organization and the cost of the item can be reliably measured. All other repairs and maintenance costs are charged to the profit and loss account in the financial period in which they are incurred.

Depreciation is calculated on the reducing balance basis, at annual rates estimated to write off the carrying values of the property, plant and equipment over their expected useful lives.

Computers Equipment	25	% p.a
Furniture and fittings	10	% p.a
Office Equipment	10	% p.a

The carrying values of property, plant and equipment are reviewed for impairment when events of changes in circumstances indicate that the carrying values may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less costs to sell and value in use.

If any such indications exist and where the carrying values exceed the recoverable amount, property, plant and equipment are written down to their recoverable amounts.

Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amounts and are taken into account in determining operating surplus/deficit.

f) Intangible assets

Costs associated with maintaining the computer software programs are recognized as an expense as incurred. However, expenditure that enhances or extends the benefit of computer software beyond their original specifications and lives is recognized as a capital improvement and added to the original cost of the software. Software development costs recognized as assets are amortized using the straight-line method over a period of four years.

g) Financial instruments

Financial assets and financial liabilities are recognised on the company's statement of financial position when the company has become a party to the contractual provisions of the instrument.

h) Receivables

Receivables are carried at anticipated realisable value as reduced by appropriate allowances for estimated irrecoverable amounts.

i) Trade payables

Trade payables are stated at their nominal value.

KENYA FUEL AND BARK SUPPLY COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Rentals payable under operating leases are charged to the income statement on a straight-line basis over the period of the lease.

ii) Comparative figures

Where necessary the previous year's figures have been reclassified for comparative purposes.

2. PROPERTY, PLANT AND EQUIPMENT

	Office Equipment Kshs	Furniture & Fittings Kshs	Computer Equipment Kshs	Total Kshs
YEAR ENDED 31.12.2024				
Cost				
As at 1.1.2024	180,674	155,175	365,400	701,249
Additions	-	-	-	-
As at 31.12.2024	180,674	155,175	365,400	701,249
Depreciation				
As at 1.1.2024	107,998	131,092	328,917	568,007
Charge for the year	7,268	2,408	9,121	18,797
As at 31.12.2024	115,266	133,500	338,038	586,804
NBV as at 31.12.2024	65,408	21,675	27,362	114,445
YEAR ENDED 31.12.2025				
Cost				
As at 1.1.2025	180,674	155,175	365,400	701,249
Additions	-	-	54,000	54,000
As at 31.12.2025	180,674	155,175	419,400	755,249
Depreciation				
As at 1.1.2025	115,266	133,500	338,038	586,804
Charge for the year	6,541	2,168	20,341	29,050
As at 31.12.2025	121,807	135,668	358,379	615,854
NBV as at 31.12.2025	58,867	19,507	61,021	139,395

3. PROFIT BEFORE TAXATION

	2025	**2024**
	Kshs	**Kshs**
Profit before taxation is arrived at after charging: -		
Directors' remuneration	671,100	641,300
Depreciation	29,050	18,797
Dividend income	135,856	102,065

4. INVESTMENT PROPERTIES

Description and cost / valuation		
LR 209/2752/1 Yangu House	12,600,000	12,600,000
LR 209/136/33 Kiburi House	8,699,109	8,699,109
LR 209/ 17406 Mbotela House	11,692,761	11,692,761
Daykio Plantation Ltd	507,651	507,651
	33,499,521	33,499,521

Yangu House was revalued on market value basis on 20th May 2005 by Njihia Muoka Rashid Co. Ltd. Registered Valuers.

5. INVESTMENTS HELD FOR SALE

Quoted Securities		
Mumias Sugar Co Ltd - 87,200 Ordinary Shares @ Kshs 0.27	23,544	23,544
British American Investment Co. (K) Ltd – 1000 Ordinary Shares @ Kshs 9.10	9,100	5,700
HFCK - 6,513 Ordinary Shares @ Kshs 9.96	64,869	29,113
Nairobi Stock Exchange 9,000 Ordinary Shares @ Kshs 20.25	182,250	50,580
Standard chartered – 1,194 Ordinary Shares @ Kshs 297.25	354,917	321,485
Nation Media Group – 4,610 Ordinary Shares @ Kshs 11.55	53,245	66,384
KCB – 3,045 Ordinary Shares @ Kshs 65.75	200,209	121,800
I $ M 3,000 Ordinary Shares @ Kshs 42.45	127,350	108,000
Equity Bank-2,500 Ordinary shares@ Kshs 66.75	166,875	117,875
EABl- 700 Ordinary shares @ Kshs 263.00	184,100	79,800
Diamond trust Bank-520 Ordinary shares @ Kshs 114.50	59,540	35,880
CO-operative bank-8,200 Ordinary shares @ Kshs 23.85	195,570	129,560
CFC Stanbic bank – 500 Ordinary shares @ Kshs 197.75	98,875	68,000
ICDC (Centum) 1000 –Ordinary shares @Kshs 13.85	13,850	9,540
Safaricom 800 Ordinary shares @ Kshs 28.35	22,680	13,600
NCBA bank 605 Ordinary shares @ Kshs 84.00	50,820	28,435
ABSA Bank 17,500 ordinary shares @ Kshs 24.70	432,250	306,250
	2,240,044	1,515,546

6. TRADE AND OTHER RECEIVABLES

	2025 Kshs	2024 Kshs
Rent Debtors	2,207,249	1,335,218
Plot Debtors	1,954,000	2,254,000
Sundry Debtors	5,341,151	7,575,351
	9,502,400	11,164,569

7. CASH AND BANK

	2025 Kshs	2024 Kshs
Kenya Commercial Bank Ltd	807,890	4,259,818
Dividends Float	(2,002)	-
KCB Fixed Deposit	-	40,000,000
Cash in Hand	13,213	6,330
CIC Money market fund	-	14,051,281
Madison Asset Management	18,688,985	15,882,202
	19,508,086	74,199,631

8. TAXATION

	2025 Kshs	2024 Kshs
Profit & Loss Account		
Charge for the year	2,936,743	2,079,950
Credit for the year - Prior years overprovision	(1,018,362)	-
	1,918,381	2,079,950
Balance Sheet		
At 1 January	(68,278)	(648,228)
Provision for the year	1,918,381	2,079,950
Paid during the year	(2,018,489)	(1,500,000)
	(168,386)	(68,278)

Tax is charged at the rate of 30% on the adjusted taxable profit.

9 SHARE CAPITAL

	2025 Kshs	2024 Kshs
Authorized		
135,000 ordinary shares of Kshs. 50/= each	6,750,000	6,750,000
Issued and fully paid		
135,000 ordinary shares of Kshs. 50/= each.	6,750,000	6,750,000

10. TRADE AND OTHER PAYABLES

	2025 Kshs	**2024 Kshs**
Rent deposits held	1,078,941	898,213
Sundry creditors	12,881,537	4,853,650
Share Deposits	9,928,850	17,618,830
	23,889,328	23,370,693
	========	========

11. STAFF COSTS

Salaries and wages	1,625,078	1,688,233
	=======	=======

12. ESTABLISHMENT EXPENSES

Rent and rates	166,422	158,440
Repair and maintenance	1,450,660	3,624,833
Electricity, water & garbage	599,705	407,990
Licences	51,000	51,000
Depreciation	29,050	18,797
Insurance	241,027	47,790
	2,537,864	4,308,850
	========	========

13. ADMINISTRATION EXPENSES

Directors' remuneration	671,100	641,300
Directors' other expenses	110,700	125,300
Printing and stationery	96,360	98,911
AGM meeting expenses	280,000	325,680
Bank charges	37,352	29,167
Office expenses	245,794	400,030
Computer expenses	96,500	33,100
Telephone and postage	23,580	50,025
Audit fees	236,350	203,750
Commissions	270,000	725,000
Secretarial fees	20,920	77,960
Taxation fees	60,000	60,000
Investment expenses	15,000	30,000
Donations	68,500	35,000
Bad debts written off	116,160	1,883,070
Legal fees	15,000	15,000
Mbotela House expenses		405,000
	2,363,316	5,138,293
	========	========

14. RENTAL INCOME

Mbotela	3,412,900	3,251,900
Yangu	237,000	3,038,300
Kiburi	3,870,434	3,867,404
	7,520,334	10,157,604
	========	========

15 DIVIDENDS PAYABLE

	2025 Kshs	2024 Kshs
As at January	19,907,267	20,300,140
Dividends declared	-	-
Dividends paid	(340,687)	(392,873)
	19,566,580	19,907,267
	========	========

16. INCORPORATION

The company is incorporated in Kenya under the Companies Act Cap 2015

17. BAD DEBTS

Bad debts are written off when all reasonable steps to recover them have been taken without success. Specific provision is made for all known doubtful debts.

18. CURRENCY

These financial statements are presented in Kenya Shillings (Shs)

KENYA FUEL AND BAR SUPPLY LIMITED

PIN P000591339P

2025 INCOME TAX COMPUTATION

PERIOD COVERED 12 MONTHS

	2025	**2024**
	Kshs	**Kshs**
Profit as per the accounts	10,563,258	7,427,496
Add: Depreciation	29,050	18,797
Donations	68,500	35,000
	10,660,808	7,481,292
Less : Wear & tear	(21,309)	(19,893)
: Dividend Income	(135,856)	(102,065)
: Interest Income	(7,856,483)	(7,164,995)
: Apreciation in value of quoted securities	(724,498)	(426,167)
: Profit on sale of investment	10,000	
Adjusted Taxable Profit	1,932,662	(231,827)
SUMMARY		
Loss brought forward	-	-
Adjusted Profit for the year	1,932,662	(231,827)
- Interest	7,856,483	7,164,995
Taxable profit	9,789,145	6,933,168
Tax thereon @ 30%	**2,936,744**	**2,079,950**
Less: Installment Taxes Paid	(795,585)	(1,500,000)
: Withholding Tax Paid	(1,222,904)	(1,231,250)
: Advance Installment Voucher (AIV)	(1,086,639)	(504,888)
Tax Recoverable	(168,385)	(1,156,188)
Tax Recoverable C/F Year 2025	(168,385)	(1,156,188)
	==========	==========

Proxy Form

Shareholders Member No……….………….

Kenya Fuel and Bark Supply Co. Ltd
Kiburi House
P. O. Box 42436 – 00100
Nairobi

I ……………………………………………………………………………………………..of

address

…………………………………………………………...………………………being a

member of **Kenya**

Fuel and Bark Supply Limited and entitled to vote, hereby appoint

……………………………………………………………………………………………. of

address

…………………………………………………………………...or failing him/her, the Chairman of the meeting, to be my proxy, to vote on my behalf at the 78th Annual General meeting of the Company to be held on Thursday 20th August 2026 Via electronic communication.

As witness by me this ………………….. Day of ……………………… (month) 2026

Signed ……………………………………

Note

1. A proxy need not be a member.
2. This proxy must be delivered to the Company's registered office not later than 2.00 PM on Thursday 20th August 2026 failing which it will be invalid.