

## NOTICE OF ANNUAL GENERAL MEETING & FULL YEAR RESULTS (AUDITED)

**NOTICE IS HEREBY GIVEN** that the Ninety - Fifth Annual General Meeting (AGM) of East African Breweries Limited (the "Company") will be held on **Thursday, 21<sup>st</sup> September, 2017** at the Safari Park Hotel, Ruaraka NAIROBI at **11.00 am** to transact the following business:

### Ordinary Business

- To receive, consider and if thought fit, adopt the Annual Report and Audited Financial Statements for the year ended 30<sup>th</sup> June 2017 together with the Directors' Report, Director's Remuneration Report and Auditors' Reports thereon.
- To confirm the interim dividend of Kshs. 2.00 per ordinary share paid on 21<sup>st</sup> April 2017, and declare a final dividend of Kshs. 5.50 per ordinary share payable net of withholding tax on or about the 31<sup>st</sup> October 2017, to shareholders at the register on the close of business on 25<sup>th</sup> August 2017.
- Election of Directors:
  - Mr. John O'Keeffe retires by rotation in accordance with Article 106 of the Articles of Association and being eligible, offers himself for re-election by virtue of Article 108 of the Articles of Association.
  - Dr. Alan Shonubi retires by rotation in accordance with Article 106 of the Articles of Association and being eligible, offers himself for re-election by virtue of Article 108 of the Articles of Association.
  - Ms. Carol Musyoka retires by rotation in accordance with Article 106 of the Articles of Association and being eligible, offers herself for re-election by virtue of Article 108 of the Articles of Association.
  - In accordance with the provisions of Section 769 of the Companies Act 2015, the following directors being members of the Board Audit & Risk Committee be elected to continue serving as members of the said committee:
    - Mr. Nehemiah Mchechu;
    - Mr. Japheth Katto;
    - Dr. Martin Oduor-Otieno;
    - Mr. Paul Gallagher.
- To approve an increase in the Directors Fees to a total of approximately Ksh.20,124,927/- for all Independent Non-Executive Directors together.
- To note that the auditors Messrs PricewaterhouseCoopers (PwC) continue in office as auditors by virtue of Section 721 (2) of the Companies Act 2015 and to authorize the directors to fix the remuneration.
- Any other business of which notice will have been duly received.

### By Order of the Board

Joyce N. Munene  
Group Company Secretary  
P.O. Box 30161-00100  
Nairobi

24 August, 2017

### NOTES:

- 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.
- In case of a Member being a corporate entity, the proxy form must be completed under the hand of an officer or attorney duly authorized in writing.
- Shareholders who do not propose to be at the Annual General Meeting are requested to complete and return the form to the Company Secretary at the registered office of the Company or to the Registrars - Custody & Registrars, 6<sup>th</sup> Floor Bruce House, Standard Street, P.O. Box 8484-00100 Nairobi so as to arrive not later than 2.30pm on 19<sup>th</sup> September 2017, being not less than 48 hours before the time appointed for the meeting. Duly signed proxy forms may also be emailed to proxy@candrgroup.co.ke in PDF format.
- In accordance with Article 166 of the Company's Articles of Association, a copy of the entire Annual Report and Financial Statements may be viewed and/or obtained from the Company's website ([www.eabl.com](http://www.eabl.com)) from 25<sup>th</sup> August 2017.

## Twelve (12) months ended 30 June 2017

### Condensed consolidated income statement

	For the year ended 30 June	
	2017 Kshs' M	2016 Kshs' M
Revenue	70,247	64,322
Cost of sales	(39,117)	(32,110)
<b>Gross profit</b>	<b>31,130</b>	<b>32,212</b>
Total Costs	(17,823)	(18,593)
<b>Profit before income tax</b>	<b>13,307</b>	<b>13,619</b>
Income tax expense	(4,793)	(5,598)
<b>Profit for the year from continuing operations</b>	<b>8,515</b>	<b>8,021</b>
Profit from discontinued operations, net of tax	-	2,249
<b>Profit for the year</b>	<b>8,515</b>	<b>10,271</b>
Basic Earnings per share	9.71	12.2
Earnings per share- continuing operations	9.71	9.36

### Condensed consolidated statement of financial position

	As at 30 June 2017	As at 30 June 2016
	Kshs' M	Kshs' M
Total equity	11,988	10,867
Non-current liabilities	32,694	26,847
<b>Total equity and non-current liabilities</b>	<b>44,682</b>	<b>37,714</b>
Non-current assets	44,532	44,127
Working capital		
Current assets	22,135	21,556
Current liabilities	(21,984)	(27,969)
<b>Net assets</b>	<b>44,683</b>	<b>37,714</b>

### Condensed consolidated statement of changes in equity

Year ended 30 June 2017	Share capital & Share premium	Translation reserves	Proposed dividends & Retained earnings	Non-controlling interest	Total equity
	Kshs 'M	Kshs 'M	Kshs 'M	Kshs 'M	Kshs 'M
At 1 July 2015	3,273	247	10,172	(338)	13,353
Total comprehensive income for the year		(2,174)	9,651	617	8,094
Dividends	-	-	(9,885)	(695)	(10,580)
At 30 June 2016	3,273	(1,927)	9,938	(416)	10,867
Total comprehensive income for the year		(644)	7,677	693	7,726
Dividends		0	(5,931)	(674)	(6,605)
At 30 June 2017	3,273	(2,571)	11,684	(397)	11,988

### Consolidated statement of cash flows

	For the year ended 30 June 2017	
	2017 Kshs 'M	2016 Kshs 'M
Cash generated from operations	21,524	27,934
Net interest paid	(3,174)	(3,265)
Tax paid	(4,435)	(6,092)
<b>Net cash from operating activities</b>	<b>13,914</b>	<b>18,577</b>
Net cash used in investing activities	(4,668)	(1,330)
Net cash generated from/(used) in financing activities	(992)	(18,225)
<b>Net increase / (decrease) in cash &amp; cash equivalents</b>	<b>8,255</b>	<b>(978)</b>
At start of year	(3,954)	(1,392)
Foreign exchange impact of translation	(983)	(1,584)
<b>Net increase / (decrease) in cash &amp; cash equivalents</b>	<b>8,255</b>	<b>(978)</b>
<b>Cash and cash equivalents at end of the year</b>	<b>3,318</b>	<b>(3,954)</b>