



NAHASHON NGUGI & ASSOCIATES
Certified Public Accountants (K)

RIROY COMPANY LIMITED

ANNUAL REPORT

AND

FINANCIAL STATEMENTS

31 DECEMBER 2021



RIROY COMPANY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	<u>PAGE</u>
COMPANY INFORMATION	1
DIRECTORS' REPORT	2
STATEMENT OF DIRECTORS' RESPONSIBILITIES	3
AUDITOR'S REPORT	4 - 5
STATEMENT OF COMPREHENSIVE INCOME	6
STATEMENT OF CHANGES IN EQUITY	7
STATEMENT OF FINANCIAL POSITION	8
STATEMENT OF CASH FLOWS	9
NOTES TO THE FINANCIAL STATEMENTS	10 - 18



RIROY COMPANY LIMITED
COMPANY INFORMATION

REGISTERED OFFICE

Imenti House
Tom Mboya Street
P.O Box 1296-00600

DIRECTORS

Mrs. Catherine Njeri Kamuyu
Mr. Nicholas Kinyua Gacharii
0

COMPANY SECRETARY

AUDITORS

Nahashon Ngugi & Associates
Certified Public Accountants (K)
P.O Box 2188- 10100
Nyeri.

BANKERS

Equity Bank
Nairobi Branch



RIROY COMPANY LIMITED
DIRECTORS' REPORT

The Directors submit their report together with the audited financial statements of the Company for the year ended 31st December, 2021

PRINCIPAL ACTIVITIES

Principle activity of the company is to deal in selling wholesale & retail of goods.

RESULTS FOR THE YEAR

The results for the year are as shown on page 6.

The net profit for the year of Kshs. 721,02/-

DIVIDENDS

The directors do not recommend the payment of dividends for the year.

DIRECTORS

The directors who served office during the year and to the date of this report were:-

Mrs. Catherine Njeri Kamuyu

Mr. Nicholas Kinyua Gacharii

AUDITORS

Nahashon Ngugi & Associates, the auditor will not retire from office and have indicated their willingness to continue in office in accordance with section 159(2) of the Kenyan Companies Act (CAP 486).

By order of the board

Director

Director

Date: _____.



RIROY COMPANY LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Kenyan Companies Act 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 the company's operating results for that year. It also requires the directors to ensure the company keep proper accounting records which disclose with reasonable accuracy at any time the financial position of the company. They are also responsible for safeguarding the assets of the company.

The directors accept responsibility for the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error. They also accept responsibility for designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, selecting and applying appropriate accounting policies and making accounting estimates and judgements that are reasonable in the circumstances.

The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the company as at 31st December 2021 and of its profit/loss and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Kenyan Companies Act.

Nothing has come to the attention of the directors to indicate that the company will not remain a going concern for at least the next twelve months from the date of this statement.

Approved by the board of directors on _____ and signed on its behalf by:

Director _____

Director _____



REPORT OF THE INDEPENDENT AUDITOR
TO THE MEMBERS OF
RIROY COMPANY LIMITED

1. We have audited the accompanying financial statements of Riroy Company Limited, set out on pages 5 - 18 which comprise the statement of financial position as at 31st December 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

2. Director's Responsibility for the Financial Statements

As stated on Page 3, the Directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Kenyan Companies Act. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

3. Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. Except as noted in Noted 4, we conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of the material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

4. Limitation of scope

We were not able to ascertain the closing stock amount as at 31st December, 2021 due to limitations placed on the scope of our work by the company. Owing to the nature of the company's records we were unable to satisfy ourselves as to the closing stock values by other audit procedures. The closing stock figures have been provided by the directors.

5. Opinion

In our opinion, the accompanying financial statements give a true and fair view of the state of financial affairs of Dhurvs Distributors Limited as at 31st December 2021, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and comply with the Kenyan Companies Act (CAP 486).

6. Report on Other Legal Requirements

As required by the Kenyan Companies Act 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 account have been kept by the company, so far as appears from our examination of those books; and
- iii) the company's statement of financial position and statement of comprehensive income are in agreement with the books of account.

The engagement partner responsible for the audit resulting in this independent auditor's report is CPA Nahashon Ngugi P/No. 1990.

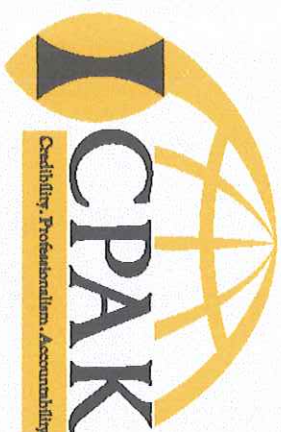

Nahashon Ngugi & Associates
Certified Public Accountants (K)
Nyeri
Date: 29/06/2024.



RIROY COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	Share capital Kshs.	Retained earnings Kshs.	Total Kshs.
At 1st January, 2020	100,000	-	100,000
<i>As previously stated</i>	-	-	-
Net profit for the year	-	-	-
At 31st December, 2020	100,000	-	100,000
At 1st January, 2021	100,000	-	100,000
<i>As previously stated</i>	-	-	-
Net profit for the year	-	721,032	721,032
At 31st December, 2021	100,000	721,032	921,032





Established under the Accountants Act No. 15 of 2008

FIRM ANNUAL PRACTISING LICENSE - 2024

(Category 'C' Composite License)

This is to certify that

NAHASHON NGUGI & ASSOCIATES - Nyeri Branch

Having complied with the provisions of the Accountants Act No. 15 of 2008 is hereby licensed to practice in Kenya as a Certified Public Accountant Firm under Practising Firm Number

PF/309

This Authority is valid up to **31st day of December 2024** and is renewable annually.

Given under our hand and the common seal of the Institute of Certified Public Accountants of Kenya

Secretary to Council



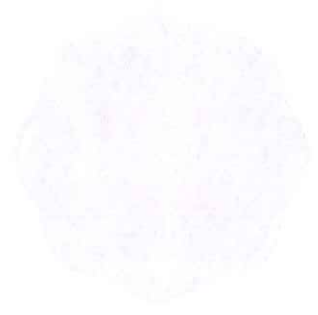
Math

Mathematics is the study of numbers, shapes, and patterns. It is a fundamental part of science and technology. Mathematics helps us understand the world around us and solve problems. It is a creative and logical discipline that requires practice and patience.

Mathematics is used in many fields, including physics, engineering, and economics. It is also used in everyday life, such as when we calculate the cost of groceries or the time it takes to travel. Mathematics is a powerful tool that can help us make better decisions and improve our lives.

Math

Mathematics is a branch of science that deals with the study of numbers, shapes, and patterns. It is a fundamental part of science and technology. Mathematics helps us understand the world around us and solve problems. It is a creative and logical discipline that requires practice and patience.



RIROY COMPANY LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	<i>Notes</i>	2021 Kshs.	2020 Kshs.
Sales	3	52,224,405	-
Cost of sales	4	(43,009,934)	-
<i>Gross profit</i>		9,214,471	-
Administrative expenses	5	(7,740,348)	-
Other operating expenses	6	(404,153)	-
Profit from operations		1,069,970	-
Finance costs	7	(31,018)	-
Profit before tax		1,038,952	-
Income tax expenses	12	(317,920)	-
Profit for the year attributable to the owners of the company		721,032	-
Other comprehensive income		-	-
Total comprehensive income for the year attributable to the owners of the company		721,032	-

The notes on page 10 to 18 form part of these financial statements.



RIROY COMPANY LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	Share capital Kshs.	Retained earnings Kshs.	Total Kshs.
At 1st January, 2020	100,000	-	100,000
<i>As previously stated</i>	-	-	-
Net profit for the year	-	-	-
At 31st December, 2020	100,000	-	100,000
At 1st January, 2021	100,000	-	100,000
<i>As previously stated</i>	-	-	-
Net profit for the year	-	721,032	721,032
At 31st December, 2021	100,000	721,032	921,032



RIROY COMPANY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31ST DECEMBER, 2021

	Notes	2021 Kshs.	2020 Kshs.
Current Assets			
Cash in hand and at bank	9	51,337,684	-
		<u>51,337,684</u>	<u>-</u>
Non Current Assets			
Property, plant and equipment	10	1,628,114	-
		<u>1,628,114</u>	<u>-</u>
TOTAL ASSETS		<u>52,965,798</u>	<u>-</u>
LIABILITIES AND EQUITY			
Current Liabilities			
Trade and other payables	11	1,072,653	-
Taxation	12	317,920	-
Directors account	13	50,754,193	-
		<u>52,144,766</u>	<u>-</u>
Equity			
Share capital	14	100,000	-
Retained earnings		721,032	-
		<u>821,032</u>	<u>-</u>
TOTAL EQUITY & LIABILITIES		<u>52,965,798</u>	<u>-</u>

The financial statements on pages 6 to 19 were approved for issue by the board of directors on _____ and were signed on their behalf by:

Director

Director



RIROY COMPANY LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	2021 Kshs.	2020 Kshs.
Profit before tax	1,038,952	-
<i>Adjustments for non-cash income and expenses:-</i>		
Depreciation	404,153	-
Interest expense	31,018	-
Gain on disposal of property, plant & equipment	-	-
Operating profit before working capital changes	1,474,123	-
<i>Changes in operating assets and liabilities:</i>		
Decrease/(increase) in inventories	-	
Decrease/(increase) in trade and other receivables	-	
Increase/(decrease) in trade and other payables	1,072,653	
Increase/(decrease) in directors account	50,754,193	
Cash generated from operations	53,300,969	
Interest paid	(31,018)	-
Tax paid	-	-
Net cash from operating activities	53,269,951	
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of property, plant & equipment		
Purchase of property, plant & equipment	-	
Net cash used in investing activities	-	
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds/(Repayment) of borrowings	-	
Net cash used in financing activities	-	
Net increase / (decrease) in cash and cash equivalents	53,269,951	
Cash and cash equivalent at beginning of year (Note 14)	-	
Cash and cash equivalent at end of year (Note 14)	51,337,684	-



RIROY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

GENERAL INFORMATION

Riroy Company Limited is incorporated and domiciled in Kenya under the Kenyan Companies Act as a private company limited by shares, and is domiciled in Kenya. The address of its registered office and principal place of business is Imenti Tom Mboya Street, P.O Box 1296-00600 Nairobi. The principal activities of the company is to deal in selling of wholesale & retail.

1 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 (Kshs). The measurement basis used is the historical cost basis except where otherwise stated in the accounting policies below.

The financial statements of the previous year were prepared in accordance with full International Financial Reporting Standards. There are no prior period adjustments to be passed in accordance with the transition procedures set out in the IFRS for SMEs.

a Revenue recognition

Revenue from sales of goods is recognised when the goods are delivered and title has passed. Revenue from sale of services is recognised upon performance of the service and customer acceptance based on the proportion of actual service rendered to the total services to be provided. Revenue is measured at the fair value of the consideration received or receivable, net of discounts and VAT.

b Inventories

Inventories are stated at the lower of cost & selling price less costs to complete and sell. Cost is calculated using first-in, first-out (FIFO) method.

c Impairment of tangible assets

At each balance sheet date, the company reviews the carrying amount of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

The recoverable amount represents the greater of the net selling price and the value in use. If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately, unless the relevant asset is carried at revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but only to the extent that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset in prior years. A reversal of an impairment loss is recognised in income immediately, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

d Property, plant & equipment

All categories of property, plant and equipment, including investment property, are measured at historical cost less accumulated depreciation and accumulated impairment losses.



RIROY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

1 SIGNIFICANT ACCOUNTING POLICIES (continued)

d Property, plant & equipment

Subsequent costs are included in the asset's carrying value only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. Repairs and maintenance is charged to the profit and loss account in the year to which it relates.

Depreciation is calculated using the reducing balance method to write down the cost of each asset to its residual value over its estimated useful life using the following annual rates:

Motor Vehicles	25%
Furniture, Fittings & Equipment	12.5%

If there is an indication that there has been a significant change in depreciation rate, useful life or residual value of an asset, the depreciation of that asset is revised prospectively to reflect the new expectations.

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

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

e Borrowing costs

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

f Cash and Cash equivalents

These comprise cash on hand and at bank, bank overdrafts and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to and insignificant risk of changes in value.

g Financial assets

Investments in quoted shares are initially recognised at the transaction price and subsequently measured at fair value, with changes in fair value being recognised in profit or loss. Fair value is determined using the quoted bid price at the reporting date.

Trade and other receivables are initially recognised at the transaction price. Most sales are made on the basis of normal credit terms, and the receivables do not bear interest. Where credit is extended beyond normal credit terms, receivables are measured at amortised cost using the effective interest method.

At the end of each reporting period, the carrying amounts of trade and other receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

h Financial liabilities

Debt and equity instruments are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangement.



RIROY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

1 **SIGNIFICANT ACCOUNTING POLICIES (continued)**

i **Share capital, share premium and dividends**

Ordinary shares are recognised 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.

j **Provision**

Provisions are recognised when the company has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations and a reliable estimate can be made of the amount of obligation.

k **Comparatives**

Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

l **Income Tax**

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profits defer from net profit as reported in the income statement as it is adjusted in accordance with the Kenyan Income Tax Act. The company's liability for current tax is calculated using tax rates that have been enacted by the balance sheet date.

Deferred tax is the tax expected to be payable or recoverable on the differences between the carrying amounts of the assets and the liabilities in the financial statements on the corresponding tax bases used in the computation of the taxable profit (known as temporary differences), and is accounted for using the balance sheet liability method.

Deferred tax liabilities are recognised for all taxable temporary differences and deferred tax assets are recognised for all temporary differences that are expected to reduce taxable profits in the future and only to the extent that it is probable that future taxable profits will be available against which deductible temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

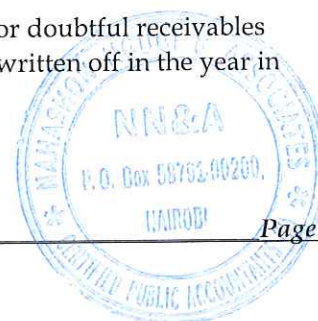
Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised.

Deferred tax is charged or credited to the income statement, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authorities and an entity within the company intends to settle its current tax assets and liabilities on a net basis.

m **Receivables**

Receivables are carried at anticipated realisable value. An estimate is made for doubtful receivables based on a review of all outstanding amounts at the year end. Bad debts are written off in the year in which they are identified.



RIROY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

1 SIGNIFICANT ACCOUNTING POLICIES (continued)

n Employee benefits - post-employment benefits

The company and its employees also contribute to the National Social Security Fund (NSSF), a national defined contribution scheme. Contributions are determined by local statute and the company's contributions are charged to profit or loss in the year to which they relate.

2 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with International Financial Reporting Standard for Small and Medium-sized Entities requires the use of certain accounting estimates. It also requires management to exercise its judgement in the process of applying company's accounting policies. The critical areas of accounting estimates and judgments in relation to the preparation of these financial statements are as set out below:

a Property and equipment

Critical estimates are made by the directors in determining the useful lives and residual values of property, plant and equipment based on the intended useful lives of the assets. Subsequent changes in circumstances such as technological advances or prospective utilisation of the assets concerned could result in the actual useful lives or residual values differing from initial estimates.

b Inventories

Critical estimates are made by the directors in determining other costs to be included in the cost of inventories to the extent that they are incurred in bringing the inventories to their present location and condition.

3 REVENUE

Sales

2021
Kshs.

2020
Kshs.

52,224,405

-

52,224,405

0

4 COST OF SALES

Opening stock

-

Purchases

32,813,500

-

Direct expense

3,200,580

-

Direct wages

6,995,854

Closing stock

-

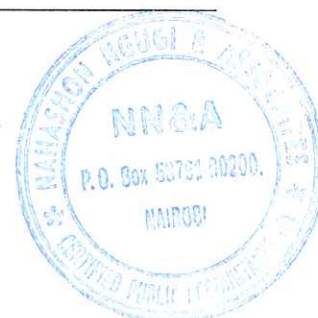
-

43,009,934

-

Total cost of sales

43,009,934



RIROY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	2021 Kshs.	2020 Kshs.
5 ADMINISTRATIVE EXPENSES		
<i><u>Employment:</u></i>		
Salaries and wages	565,321	-
<i>Total employment costs</i>	565,321	-
<i><u>Other administration costs:</u></i>		
Accountancy fees	24,000	-
Auditors remuneration	75,000	-
Computer expenses	415,455	-
Directors remuneration	950,000	-
Electricity and water	860,293	-
Insurance	420,758	-
Licences	222,880	-
Motor vehicle running expenses	1,050,200	-
Postage, telephone & internet	655,961	-
Printing & Stationery	886,978	-
Security expenses	625,284	-
Transport	589,526	-
Cleaning expenses	398,692	-
<i>Total other administration expenses</i>	7,175,027	-
<i>Total administrative expenses</i>	7,740,348	-



RIROY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

	2021 Kshs.	2020 Kshs.
6 <u>OTHER OPERATING EXPENSES</u>		
Depreciation of property, plant & equipment	404,153	-
	404,153	-
7 <u>FINANCE COSTS</u>		
Bank charges and interests	31,018	-
	31,018	-

8 PROFIT BEFORE TAX

The following items have been recognised as expenses (income) in determining profit before tax:

	2021 Kshs.	2020 Kshs.
Depreciation of property, plant & equipment	404,153	-
Auditors remuneration	75,000	-



RIROY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

9 CASH AND CASH EQUIVALENTS

	At 1st January 2021	Cash Flows	At 31st December 2021
	Kshs.	Kshs.	Kshs.
Cash in hand	-	-	-
Cash at bank	-	51,337,684	51,337,684
	-	51,337,684	51,337,684
	-	51,337,684	51,337,684

10 PROPERTY, PLANT AND EQUIPMENTS (refer Page 19)

11 TRADE AND OTHER PAYABLES

	2021 Kshs.	2020 Kshs.
Trade payables	997,653	-
Accruals	75,000	-
	1,072,653	-



RIROY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

12 <u>TAXATION</u>	2021 Kshs.	2020 Kshs.
a <u>Income Statement</u>		
Current tax applicable rate 30%	317,920	-
Deferred tax	-	-
Tax charge	317,920	-
b <u>Balance sheet</u>		
At 1st January	-	-
Corporation tax for the year	317,920	-
Withholding tax paid	-	-
At 31st December	317,920	-
c <u>Reconciliation of tax charge to expected tax based on accounting profit</u>		
Accounting profit before tax	1,038,952	-
Tax applicable rate of 30%	311,686	-
Tax effect of expenses not deductible for tax and non taxable income	-	-
Deferred tax provision for the year	-	-
Current tax charge	311,686	0

13 DIRECTORS ACCOUNT

Mrs.Catherine Njeri Kamuyu
Mr. Nicholas Kinyua Gacharii
-
-

2021 Kshs.	2020 Kshs.
24,582,416	-
26,171,777	-
-	-
-	-
50,754,193	-

14 SHARE CAPITAL

AUTHORISED

1,000 Ordinary shares of Kshs 100 each

100,000	100,000
---------	---------

ISSUED & FULLY PAID UP

10 Ordinary shares of Kshs 100 each

100,000	100,000
---------	---------

Advance towards share capital

100,000



RIROY COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER, 2021

10 PROPERTY, PLANT AND EQUIPMENT

	Land & Buildings	Motor Vehicles	Furniture, Fittings & Equipment	Office Equipment	ETR Machine	Total
COST						
At 1st January, 2021	-	1,200,960	480,855	350,452	-	2,032,267
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
At 31st December, 2021	-	1,200,960	480,855	350,452	-	2,032,267
DEPRECIATION						
At 1st January, 2021	-	-	-	-	-	-
Charge for the Year	-	300,240	60,107	43,807	-	404,153
Disposal	-	-	-	-	-	-
At 31st December, 2021	-	300,240	60,107	43,807	-	404,153
CARRYING AMOUNT						
At 31st December, 2021		900,720	420,748	306,646	-	1,628,114
At 31st December, 2020		1,200,960	480,855	350,452	-	2,032,267



RIROY COMPANY LIMITED
TAX COMPUTATION - 2021

PIN NO: P051318313U

	<u>Kshs.</u>	<u>Kshs.</u>
Profit before tax		1,038,952
<i>Add:</i>		
Depreciation	404,153	
		<u>404,153</u>
		1,443,105
<i>Less:</i>		
Wear and tear deduction	(383,371)	
		<u>(383,371)</u>
Adjusted taxable business profit		<u>1,059,734</u>
Losses B/fwd		
Taxable profit		<u><u>1,059,734</u></u>
TAXABLE INCOME		
Total Tax liability@ 30%		<u><u>317,920</u></u>
Withholding tax paid		-
Tax Payable		<u><u>317,920</u></u>

WEAR AND TEAR SCHEDULE

	Class A 25% Kshs.	Class B 10.0% Kshs.	Total Kshs.
W.D.V as at 01.01.2021	1,200,960	831,307	2,032,267
Additions	-	-	-
Disposals	-	-	-
	<u>1,200,960</u>	<u>831,307</u>	<u>2,032,267</u>
Wear and tear allowance	(300,240)	(83,131)	(383,371)
W.D.V as at 31.12.2021	<u>900,720</u>	<u>748,176</u>	<u>1,648,896</u>

