



NOTICE AND AGENDA OF THE 2021 ANNUAL GENERAL MEETING

TO ALL SHAREHOLDERS

NOTICE is hereby given that the Annual General Meeting of Safaricom PLC for the year 2021 will be held via electronic communication on Friday, 30 July 2021 at 11:00 a.m. to conduct the following business:-

ORDINARY BUSINESS

- To receive, consider and adopt the audited Financial Statements for the year ended 31 March 2021 together with the Chairman's, Directors' and Auditors' reports thereon.
- Dividend
 - To note the payment of an interim dividend of KShs 0.45 per share (Total: KShs 18.029 billion) which was paid to shareholders on or about 31 March 2021.
 - To approve a final dividend of KShs 0.92 per share for the Financial Year ended 31 March 2021 as recommended by the Directors. The dividend will be payable on or before 31 August 2021 to the Shareholders on the Register of Members as at the close of business on 30 July 2021.
- Directors
 - To re-appoint Dr. Bitange Ndemo who retires at this meeting in accordance with the provisions of Articles 90 and 91 of the Company's Articles of Association, and, being eligible, offers himself for re-election.
 - To re-appoint Ms. Winnie Ouko who retires at this meeting having been appointed in the course of the financial year, and, being eligible, offers herself for re-election.
- In accordance with the provisions of Section 769 of the Companies Act, 2015, the following Directors, being members of the Board Audit, Risk and Compliance Committee be elected to continue to serve as members of the said Committee:-

• Ms. Rose Ogega	• Mr. Christopher Kirigua
• Dr. Bitange Ndemo	• Ms. Raisibe Morathi
• Mr. Sitholizwe Mdlalose	• Ms. Winnie Ouko
- To approve the Directors' Remuneration Report and the remuneration paid to the Directors for the year ended 31 March 2021.
- To re-appoint Messrs Ernst & Young as Auditors of the Company in accordance with the provisions of Section 721 (2) of the Companies Act, 2015 and to authorize the Directors to fix their remuneration for the ensuing financial year in accordance with the provisions of Section 724 (1) of the Companies Act, 2015.
- Any other business of which due notice has been given.

SPECIAL BUSINESS

- To consider, and if thought fit to pass the following resolution as an ordinary resolution, as recommended by the Directors:-

Approvals under Paragraph G.06 of the Fifth Schedule of the Capital Markets (Securities) (Public Offers, Listing and Disclosures) Regulations 2002.

For the purposes of Paragraph G.06 of the Fifth Schedule of the Capital Markets (Securities) (Public Offers, Listing and Disclosures) Regulations 2002 to consider, and if thought fit, to pass the following resolution as an Ordinary Resolution in regard to the business of the Company and in the interests of the Company:-

- That the subscription by Safaricom PLC for shares in Vodafamily Ethiopia Holding Company Limited (the SPV Company), resulting in the SPV Company, Global Partnership for Ethiopia B.V. incorporated in Netherlands, an operating company to be established in Ethiopia and any other company or companies as may be incorporated to deliver the operational and business requirements to fulfil the obligations under the full-service mobile telecommunications licence issued by the Ethiopian Communications Authority to the consortium of investors led by Safaricom PLC becoming subsidiaries of Safaricom PLC, be ratified and approved.

BY ORDER OF THE BOARD
KATHRYNE MAUNDU (MS)
COMPANY SECRETARY
 5 JULY 2021

EXPLANATION NOTE TO AGENDA NO. 8

On 26 April 2021, the Company, Vodacom Group Ltd (South Africa) (through its subsidiary Vodacom International Holdings (Proprietary) Limited), Vodafone Group PLC (UK) (through its subsidiary Vodafone International Operations Limited), CDC Group PLC and Sumitomo Corporation, (the Consortium) submitted a bid to the Ethiopian Communications Authority (the ECA) for the award of one of two full-service mobile telecommunications licenses (the Ethiopia Telco Licence) in Ethiopia.

The ECA has confirmed that the Consortium's bid which included a financial bid of USD 850 million, was successful and therefore the ECA will award one Ethiopia Telco Licence to the Consortium. Such licence will allow the Consortium to operate a telecommunications network in Ethiopia, but will not include the licence to operate mobile money. The term of the Ethiopia Telco Licence will be for an initial term of 15 years with the right to apply to the ECA for an additional 15 years.

The Company's participation in this consortium is as follows:-

- The Company owns 90% (less one share) of the shares of Vodafamily Ethiopia Holding Company Limited (incorporated in England), with 10% being held by Vodacom International Holdings (Proprietary) Limited and one share by Vodafone International Operations Limited;
- Vodafamily Ethiopia Holding Company owns 61.9% of the shares of Global Partnership for Ethiopia B.V. (incorporated in the Netherlands), with Sumitomo Corporation holding 27.2%, and CDC Group PLC holding 10.9%;
- Global Partnerships for Ethiopia B.V. will own and set up a new company in Ethiopia (OpCo) for purposes of conducting the business pursuant to the Ethiopia Telco Licence.

Vodafamily Ethiopia Holding Company Limited, Global Partnership for Ethiopia B.V. and OpCo are collectively referred to as the 'Consortium Companies'.

The fully diluted beneficial shareholding of the various Consortium parties is (i) the Company – 55.7%; (ii) Vodacom Group Ltd – 6.2%; (iii) Sumitomo Corporation 27.2%; and CDC PLC (10.9%).

As the Company will directly or indirectly hold more than a 50% equity stake in each of the Consortium Companies, each such Consortium Company will become a subsidiary company of Safaricom PLC.

The incorporation of Vodafamily Ethiopia Holding Company Limited and Global Partnership for Ethiopia B.V. and the allotment of shares of these companies was completed prior to the submission of the bid by the Consortium in order to ensure timely performance of the bid requirements. Due to the limited time for submission of the bid, and the uncertainty as to whether the Consortium would be awarded the Ethiopia Telco Licence, it was not possible for the Company to obtain shareholder approval prior to the submission of the Consortium's bid.

The Company wrote to and obtained the consent of the Capital Markets Authority for the approval of the shareholders to be sought by way of ratification at the next scheduled Annual General Meeting.

NOTES ON THE ANNUAL GENERAL MEETING (AGM)

- In view of the ongoing Coronavirus 2019 (COVID-19) pandemic and the related Public Health Regulations and directives passed by the Government of Kenya precluding inter alia public gatherings, it is impracticable, as contemplated under section 280 of the Companies Act 2015, for Safaricom PLC to hold a physical Annual General Meeting (AGM) in the manner prescribed in its Articles of Association.
- Safaricom PLC has convened and is conducting this virtual Annual General Meeting in line with the provisions of the Company's Articles of Association.
- Shareholders wishing to participate in the meeting should register for the AGM by doing the following:-
 - Dialing *717# for Safaricom telephone network, *483*812# for all Kenyan telephone networks, *284*34# for Ugandan telephone networks, or *149*46*9# for Tanzania networks, *801*30# for Rwanda networks, *120*6210*10# for South Africa networks and *384*3# for Zambia networks and following the various registration prompts; or
 - Send an email request to be registered to safaricomshares@image.co.ke
 - Shareholders with email addresses will receive a registration link via email through which they can use to register

In order to complete the registration process, shareholders will need to have their ID/Passport Numbers which were used to purchase their shares and/or their CDSC Account Number at hand. For assistance shareholders should dial the following helpline number: (+254) 709 170 041 from 9:00 a.m. to 3:00 p.m. from Monday to Friday. Any shareholder outside Kenya should dial the helpline number to be assisted to register.
- Registration for the AGM opens on Monday, 5 July 2021 at 9:00 am and will close on Wednesday, 28 July 2021 at 11:00 am.
- In accordance with Section 283 (2) (c) of the Companies Act, the following documents may be viewed on the Company's website www.safaricom.co.ke
 - a copy of this Notice and the proxy form; (ii) the Company's audited financial statements for the year ended 31 March 2021.

An abridged version of the audited Financial Statements for the year ended 31 March 2021 has been published with this Notice.

The reports may also be accessed upon request by dialing the USSD code above and selecting the Reports option. The reports and agenda can also be accessed on the livestream link.

- Shareholders wishing to raise any questions or clarifications regarding the AGM may do so by:-
 - Sending their written questions by email to agmquestions@image.co.ke; or
 - Shareholders who will have registered to participate in the meeting shall be able to ask questions via SMS by dialing the USSD code above and selecting the option (ask Question) on the prompts; or

- To the extent possible, physically delivering their written questions with a return physical address or email address to the registered office of the Company at Safaricom House, or to Image Registrars offices at 5th Floor, Absa Towers (formerly Barclays Plaza), Loita Street; or
- Sending their written questions with a return physical address or email address by registered post to the Company Registrars address: Image Registrars, P. O. Box 9287, 00100 Nairobi.

Shareholders must provide their full details (full names, ID/Passport Number/CDSC Account Number) when submitting their questions and clarifications.

Questions and clarification must reach the Company on or before Tuesday, 27 July 2021 at 11:00 am. Some questions will also be responded to at the Annual General Meeting.

Following receipt of the questions and clarifications, the directors of the Company shall provide written responses to the questions received to the return physical address or email address provided by the Shareholder no later than 12 hours before the start of the Annual General Meeting. A full list of all questions received and the answers thereto will be published on the Company's website not later than 12 hours before the start of the Annual General Meeting.

- In accordance with Section 298(1) of the Companies Act, shareholders entitled to attend and vote at the AGM are entitled to appoint a proxy to vote on their behalf.

A proxy need not be a member of the Company. If the Proxy appointed is not the Chairman of the AGM, the appointed proxy will need access to a mobile telephone.

A proxy form is available on the Company's website via this link: www.safaricom.co.ke. Physical copies of the proxy form are also available at Safaricom House, Waiyaki Way, Westlands, Nairobi, or from any of the Safaricom Shops countrywide or from Image Registrars Limited offices, 5th Floor Absa Towers (formerly Barclays Plaza), Loita Street.

A proxy must be signed by the appointor or his attorney duly authorized in writing. If the appointor is a body corporate, the instrument appointing the proxy shall be given under its common seal or under the hand of an officer or duly authorized attorney of such body corporate.

A completed form of proxy should be emailed to safaricomshares@image.co.ke or delivered to Image Registrars Limited, 5th Floor Absa Towers (formerly Barclays Plaza), Loita Street, P.O. Box 9287 – 00100 GPO, Nairobi, so as to be received not later than 48 hours before the time of holding the meeting i.e. Wednesday, 28 July 2021 at 11:00 a.m. Any person appointed as a proxy should submit his/her mobile telephone number to the Company no later than Wednesday, 28 July 2021 at 11:00 a.m. Any proxy registration that is rejected will be communicated to the shareholder concerned no later than Thursday, 29 July 2021 to allow time to address any issues.

- The AGM will be streamed live via a link which shall be provided to all shareholders who will have registered to participate in the Annual General Meeting. Duly registered shareholders and proxies will receive a short message service (SMS/USSD) prompt on their registered mobile numbers, 24 hours prior to the AGM acting as a reminder of the AGM. A second SMS/USSD prompt shall be sent one hour ahead of the AGM, reminding duly registered shareholders and proxies that the AGM will begin in an hours' time and providing a link to the live stream.
- Duly registered shareholders and proxies may follow the proceedings of the AGM using the live stream platform and may access the agenda. Duly registered shareholders and proxies may vote (when prompted by the Chairman) via the USSD prompts.
- A poll shall be conducted for all the resolutions put forward in the notice.
- Results of the poll shall be published within 48 hours following conclusion of the AGM, in two newspapers of national circulation and on the Company's website.
- The preferred method of paying dividends which are below KShs 140,000 is through M-PESA. Shareholders who wish to receive their dividend through M-PESA and who have not registered for this mode of payment can opt to receive future dividends via M-PESA when registering for the AGM via the USSD or contact Image Registrars Tel: +254 709 170000/ +254 735565666/ +254 709 170041, Email: safaricomshares@image.co.ke or Safaricom PLC's Investor Relations Team Tel: +254 427 4233/6218 Mobile: +254 722 004233/6218, Email: investorrelations@safaricom.co.ke.
- Shareholders are encouraged to continuously monitor the Company's website www.safaricom.co.ke for updates relating to the AGM due to the continuous evolving situation with COVID-19 and the Government directives being subject to change. We appreciate the understanding of our shareholders as we navigate the changing business conditions posed by COVID-19.



CHAIRMAN'S ABRIDGED STATEMENT

OVERVIEW

Our financial year began and closed under the government-imposed lockdowns to curb the spread of the COVID-19 pandemic. During the year, the Board worked with the management as they drew up strategies to safeguard the wellbeing of our staff and customers while ensuring we kept the country connected. This included enabling and authorizing staff to work from home and taking preventive actions in our shops to ensure our staff remained protected and safe.

The COVID-19 pandemic brought about socio-economic challenges that disrupted our economy, straining the consumer wallet and businesses across the country. We were not spared either. The unpredictable times affected our business operations resulting in subdued financial performance. The Board remained engaged throughout the year, supporting management and approved the new business strategy that positions the company to become a purpose-led technology company.



Resilience in a tough year

We began the year acutely aware that the pandemic would dominate the forthcoming months, or even years. Safaricom had no options but to face the challenges head-on. We amended our course and strategies as necessary to respond to the new realities. The Board takes note of our business resilience during this time and is pleased with Safaricom's overall performance, which was boosted by a recovery trajectory in the second half of the year.



Supporting our communities and shareholders

Although the year was marked by a slowdown of economic activity due to the pandemic, I am proud of Safaricom's actions in standing with the country to enable social distancing measures. Our contribution went a long way to help Kenyans work and school from home and use mobile money for payments to curb the spread of the virus. While the pandemic has had – and may continue having adverse effects across Kenya—it has certainly awoken our resilience. Indeed, the pandemic has reinforced our purpose of Transforming Lives and commitment to supporting the country during these unprecedented times.

I assure the shareholders that the Board is committed to working with management to deliver value to them. In the year, an interim dividend of KShs 18.03bn was declared, not just in recognition of our solid half-year performance but also to support our shareholders during these tough economic times. The company continues to implement measures to cushion our customers and Kenyans at large from the negative impact of the pandemic and invested KShs 339Mn through our Foundations in the year.



Beyond 20 Years

Safaricom turned 20 years in this financial year with a renewed customer-obsession programme that will see us deepen customer engagement and experience. This will make us more intuitive to our customers' needs, listen to their concerns and address them as effectively and efficiently as possible. This new journey has enhanced our purpose, innovation and collaboration to deepen not just the customer experience but also our stakeholder engagement. We continue to support our economy through job creation, returns to shareholders and business partnerships. Safaricom PLC remains a major contributor to the revenues of the Government of Kenya through shareholder returns, duties, licences and taxes.



In closing

The Board takes note of our business resilience during this time. We are pleased with the performance especially the recovery noted in the second half of the year. I would like to thank Peter for leading the Company through a tough economic period to achieve the solid performance recorded in the year and congratulate him on his first anniversary as the CEO of Safaricom. We are confident in our ability to continue inventing our business here in Kenya, investing in new growth areas and focusing on expansion to Ethiopia to keep growing our shareholder returns.

MICHAEL JOSEPH
CHAIRMAN OF THE BOARD



CEO'S ABRIDGED STATEMENT

OVERVIEW

Our purpose of Transforming Lives remains a guiding light for our decision making in this tough operating environment. We remained resilient in a disruptive year, demonstrating strong operational capacity, diligence and commitment in supporting the country, our customers and shareholders. Our immediate focus in the year has been to ensure that network capacity, operations and financial services are prioritized to limit disruptions. We have taken significant steps in diversifying our business as a digital technology company and sustained capital investment to meet the evolving needs of our digital consumers. This will allow us to grow new revenue streams outside the traditional business.

In the year, we set out on a new strategic positioning that will see Safaricom transform into a purpose-led technology company. This strategy will see us focus on new business and technology frontiers in agribusiness, education, healthcare, financial services and enterprise solutions. We remain focused in supporting our customers, staff and stakeholders to weather the pandemic.



Leveraging the power of technology

By leveraging the power of voice and data connectivity, innovations in financial services and digital platforms, we can enhance financial inclusion and connect people to people, knowledge and opportunities. Our immediate focus in the year has been to ensure that network capacity, operations and financial services are prioritized to limit disruptions. We have taken significant steps in diversifying our business as a digital technology company and sustained capital investment to meet the evolving needs of our digital consumers. This will allow us to grow new revenue streams outside the traditional business.



Financial performance highlights

Service revenue declined 0.3% YoY in FY21, with a 4.0% growth in 2H FY21 and a decline of 4.8% YoY in 1H FY21. Recovery in 2H was driven by the return to charging on zero-rated M-PESA transactions in Q4, double-digit growth in mobile data, fixed data growth alongside growth in customers and usage. One-month active customers grew 9.9% YoY to 31.45Mn adding 2.8Mn customers to the base in the year. Our operational efficiencies contributed to relatively stable margins in the year, yielding cost savings from improved asset utilization and cost efficiencies.



Investment in Ethiopia

On 24 May 2021, Ethiopia's Ministry of Finance and the Ethiopian Communications Authority (ECA) announced that the Global Partnership for Ethiopia, a consortium led by Safaricom, had been awarded the licence to operate in Ethiopia. The other members of the Global Partnership for Ethiopia include, Vodacom Group, Vodafone Group, Sumitomo Corporation and CDC Group. This licence opens doors to a fresh chapter of growth for Safaricom and our consortium partners in Africa's second largest country. The Consortium intends to build a top-quality mobile network that will enable Ethiopia, one of the only remaining economies with a single provider of GSM services, to access a world class array of digital services.



Outlook and appreciation

We are optimistic on the opportunities as we implement the new strategy of being a purpose-led technology company. Our customers remain at the core of everything we do. We remain committed to keep innovating and offering relevant solutions to meet their everyday needs. As we begin to expand outside Kenya, we will stay true to who we are to our society, combining the power of technology and innovation to serve our customers better.

I would like to thank the Board for the immense support accorded to me in my first year as the CEO, my fellow Safaricom employees who have been truly inspiring despite the unusual circumstances in the year as well as our customers, dealers, shareholders and all stakeholders for supporting us during the year. I thank you from the bottom of my heart for your unwavering dedication during this crisis, even while you wrestled with your own COVID-19 related challenges. Finally, I take this opportunity to express my sincere appreciation and mention to Prime Minister, the Federal Democratic Republic of Ethiopia, Abiy Ahmed and His Excellency President Uhuru Kenyatta as well as the regulators for their support accorded to Safaricom and the Consortium in our successful bid for the award of a full-service telecommunications licence.

PETER NDEGWA
CHIEF EXECUTIVE OFFICER



REPORT OF THE INDEPENDENT AUDITORS ON THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS AND SUMMARY DIRECTORS' REMUNERATION REPORT TO THE SHAREHOLDERS OF SAFARICOM PLC

Opinion

The summary consolidated financial statements of Safaricom PLC and its subsidiaries (together, the "Group"), which comprise the summary consolidated statement of financial position as at 31 March 2021, and the summary consolidated statement of profit or loss and other comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows for the year then ended, are derived from the audited consolidated financial statements of the Group for the year ended 31 March 2021.

The summary of the Directors' remuneration report is derived from the Directors' remuneration report for the year ended 31 March 2021.

In our opinion, the accompanying summary consolidated financial statements and summary Directors' remuneration report are consistent, in all material respects, with the audited consolidated financial statements and Directors' remuneration report as at and for the year ended 31 March 2021, in accordance with the basis described in the notes accompanying the summary consolidated financial statements and in accordance with the Kenyan Companies Act, 2015.

Summary consolidated financial statements and summary

Directors' remuneration report

The summary consolidated financial statements do not contain all the disclosures required by the International Financial Reporting Standards and the Kenyan Companies Act, 2015. In addition, the summary Directors' remuneration report does not contain all disclosures required by Kenyan Companies Act, 2015, (General) (Amendment) (No.2) Regulations 2017. Reading the summary consolidated financial statements, the summary Directors' remuneration report and the Auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements, the Directors' remuneration report and the Auditors' report thereon. The summary consolidated financial statements, the Directors' remuneration report and the audited consolidated financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited consolidated financial statements.

The audited consolidated financial statements, Directors' remuneration report and our report thereon

We expressed an unmodified audit opinion on the audited consolidated financial statements of the Group in our report dated 12 May 2021, and also that the auditable part of the Directors' remuneration report was prepared in accordance with the Kenyan Companies Act, 2015. That report also includes the communication of key audit matters. Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Consolidated Financial Statements of the current period.

Directors' responsibility for the summary consolidated financial statements and summary Directors' remuneration report

The Directors are responsible for the preparation of the summary consolidated financial statements and summary Directors' remuneration report in accordance with the basis described in the notes accompanying the summary consolidated financial statements and in the manner required by the Kenyan Companies Act, 2015.

Auditor's responsibility

Our responsibility is to express an opinion on whether the summary consolidated financial statements and summary Directors' remuneration report are consistent, in all material respects, with the audited consolidated financial statements based on our procedures, which were conducted in accordance with International Standards on Auditing (ISA) 810 (Revised), Engagements to Report on Summary Financial Statements.

The engagement partner responsible for the audit resulting in this independent auditor's report is CPA Allan Gichuhi practicing certificate number 1899.

For and on behalf of Ernst & Young LLP
Certified Public Accountants
P.O. Box 44286-00100
Nairobi
5 July 2021

SUMMARY OF KEY AUDIT MATTERS

The summary of key audit matters raised by the auditors;

- Revenue recognition-occurrence, completeness and measurement of recorded revenue given the complexity of products, systems and IFRS 15: Revenue from contracts with customers.

SAFARICOM PLC

SUMMARY AUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

SUMMARY CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED

31 March	GROUP	
	2021	2020
	KShs' M	KShs' M
Revenue from contracts with customers	261,462.3	260,463.8
Revenue from other sources	2,564.2	2,091.9
Total revenue	264,026.5	262,555.7
Direct costs	(80,852.8)	(75,284.9)
Expected credit losses on financial assets	(3,009.7)	(1,669.6)
Other expenses	(46,034.8)	(47,559.7)
Earnings before interest, taxes, depreciation and amortization (EBITDA)	134,129.2	138,041.5
Depreciation of property and equipment	(32,624.5)	(31,964.8)
Amortization - Indefeasible Rights of Use (IRUs)	(406.5)	(301.0)
Amortization - Intangible Assets	(1,628.5)	(1,359.1)
Amortization- Right of Use (ROU) assets	(3,304.8)	(2,922.8)
Operating profit	96,164.9	101,493.8
Finance income	2,198.4	3,518.8
Finance cost	(4,220.8)	(2,596.6)
Share of (loss) / profit of associates	(192.9)	60.9
Share of (loss) / profit of joint venture	(314.1)	3,296.1
Profit before income tax	93,635.5	105,773.0
Income tax expense	(24,959.3)	(32,115.1)
Profit for the year attributable to the owners of the Company	68,676.2	73,657.9
Other comprehensive income	-	-
Total comprehensive income for the year attributable to the owners of the Company	68,676.2	73,657.9
Basic and diluted earnings per share (KShs per share)	1.71	1.84

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT

31 March	GROUP	
	2021	2020
	KShs' M	KShs' M
Share capital	2,003.3	2,003.3
Share premium	2,200.0	2,200.0
Retained earnings	96,571.8	82,785.2
Proposed dividend	36,860.2	56,091.6
Total equity	137,635.3	143,080.1
Non-current liabilities		
Payables and accrued expenses	-	985.4
Contract liabilities	2,436.1	983.4
Provisions for liabilities	3,151.4	-
Lease liability	11,954.2	11,675.3
	17,541.7	13,644.1
Total equity and non-current liabilities	155,177.0	156,724.2
Non-current assets		
Deferred income tax	5,467.2	1,104.7
Property and equipment	133,833.7	129,337.2
Right of use (ROU) assets	14,762.8	15,242.9
Indefeasible rights of use (IRUs)	2,845.6	3,252.1
Investment property	845.0	845.0
Intangible assets	8,475.5	6,026.2
Investment in associates and joint venture	4,458.2	4,965.1
Contract assets	1,491.2	881.7
Restricted cash	1,982.0	1,911.7
Deferred restricted cash asset	558.7	836.1
	174,719.9	164,402.7
Current assets		
Net cash and cash equivalents	26,736.1	26,759.7
Other financial assets	-	188.6
Receivables and prepayments	22,347.9	17,190.3
Inventories	2,487.0	1,859.4
Current income tax	7.2	260.4
Loan receivable from related party	1,287.8	-
Contract assets	3,043.4	2,563.8
	55,909.4	48,822.2
Current liabilities		
Payables and accrued expenses	34,021.4	29,920.1
Current income tax	260.3	112.9
Borrowings	14,772.0	8,000.0
Dividend payable	8,684.1	1,045.1
Lease liability	4,119.5	3,549.4
Provisions for liabilities	2,561.5	4,462.3
Contract liabilities	11,033.5	9,410.9
Total current liabilities	75,452.3	56,500.7
Net current liabilities	(19,542.9)	(7,678.5)
	155,177.0	156,724.2

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

31 March	GROUP				
	Share Capital KShs' M	Share Premium KShs' M	Retained Earnings KShs' M	Proposed Dividends KShs' M	Total Equity KShs' M
Year ended 31 March 2020					
At start of year	2,003.3	2,200.0	65,218.9	74,922.4	144,344.6
Profit for the year	-	-	73,657.9	-	73,657.9
Transactions with owners:					
Dividend:					
- Total final and special dividend for 2019	-	-	-	(74,922.4)	(74,922.4)
- Proposed final dividend for 2020	-	-	(56,091.6)	56,091.6	-
	-	-	(56,091.6)	(18,830.8)	(74,922.4)
At end of year	2,003.3	2,200.0	82,785.2	56,091.6	143,080.1
Year ended 31 March 2021					
At start of year	2,003.3	2,200.0	82,785.2	56,091.6	143,080.1
Profit for the year	-	-	68,676.2	-	68,676.2
Transactions with owners:					
Dividend:					
- Declared final dividend for 2020	-	-	-	(56,091.6)	(56,091.6)
- Interim dividend declared	-	-	(18,029.4)	-	(18,029.4)
- Proposed final dividend for 2021	-	-	(36,860.2)	36,860.2	-
	-	-	(54,889.6)	(19,231.4)	(74,121.0)
At end of year	2,003.3	2,200.0	96,571.8	36,860.2	137,635.3

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED

31 March	GROUP	
	2021	2020
	KShs' M	KShs' M
Cash flows from operating activities		
Cash generated from operations	132,551.8	139,604.2
Movement in restricted cash	180.1	(67.9)
Interest received	1,566.7	2,940.9
Income tax paid	(28,921.2)	(32,114.6)
Net cash generated from operating activities	105,377.4	110,362.6
Cash flows from investing activities		
Purchase of property and equipment	(35,568.4)	(36,098.5)
Proceeds from disposal of property and equipment	84.6	69.8
Acquisition of intangible assets	(4,077.8)	-
Disposal of other financial assets	188.6	7,854.4
Loan to joint venture	(1,288.7)	-
Investment in associates and joint venture	(0.1)	(1,457.8)
Net cash used in investing activities	(40,661.8)	(29,632.1)
Cash flows from financing activities		
Dividend paid	(66,482.0)	(73,877.3)
Repayment of lease liabilities- principal	(2,550.6)	(2,509.4)
Repayment of lease liabilities- interest	(1,324.0)	(1,233.4)
Interest paid	(1,154.6)	(348.8)
Proceeds from short-term borrowings	44,970.0	20,132.0
Repayments of short-term borrowings	(38,198.0)	(16,164.0)
Net cash used in financing activities	(64,739.2)	(74,000.9)
(Decrease)/increase in cash and cash equivalents	(23.6)	6,729.6
Movement in cash and cash equivalents		
At start of year	26,759.7	20,030.1
(Decrease)/increase in cash and cash equivalents	(23.6)	6,729.6
At end of year*	26,736.1	26,759.7

* Included in this balance are the effects of exchange rate changes on cash and cash equivalents.

SUMMARY DIRECTORS REMUNERATION REPORT

In the financial year ended 31 March 2021, the total Directors' Remuneration was KShs 469.7 million compared to KShs 324.8 million in the previous year.

NOTE TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

These summary consolidated financial statements and summary Directors' Remuneration Report are extracted from the audited consolidated financial statements and Directors' Remuneration Report for the year ended 31 March 2021. A full copy of the Group Financial Statements including explanatory notes is available at our registered office at Safaricom House, Waiyaki Way, Westlands, Nairobi and online at <https://www.safaricom.co.ke>.


MICHAEL JOSEPH
 CHAIRMAN OF THE BOARD
 5 JULY 2021


PETER NDEGWA
 CHIEF EXECUTIVE OFFICER
 5 JULY 2021