

Directors' Report

The directors submit their report together with the audited financial statements for the year ended 31 March 2012, which disclose the state of affairs of Safaricom Limited (the Company) and its subsidiaries (together, the Group).

PRINCIPAL ACTIVITIES

The principal activities of the Group are the provision of mobile phone services, fixed line wireless telecommunication, internet and data services.

RESULTS AND DIVIDEND

The net profit for the year of Shs 12,627,607,000 (2011: Shs 13,158,973,000) has been added to retained earnings. The directors recommend the approval of a final dividend of Shs 8,800,000,000 (2011: Shs 8,000,000,000).

DIRECTORS

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

N Nganga	Chairman
R Collymore	Chief Executive Officer
T Harrabin	
J Kinyua	
N Macharia	
S Mudhune	
K Witts	
N Read	
E Koimett	(Alternate to J Kinyua)
M Joseph	
J Tombleson	(Appointed on 1 December 2011 as an alternate to R Collymore)
C Tiffin	(Resigned on 1 December 2011)

AUDITOR

The Company's auditor, PricewaterhouseCoopers, continues in office in accordance with Section 159(2) of the Companies Act.

By order of the Board



Ms Enid Muriuki
SECRETARY

9th May 2012



Statement of Directors' Responsibilities

The Kenyan Companies Act requires the directors to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the Group and of the Company as at the end of the financial year and of the Group's profit or loss. It also requires the directors to ensure that the Company keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the Company. They are also responsible for safeguarding the assets of the Company.

The directors accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable estimates, in conformity with International Financial Reporting Standards and the requirements of the Kenyan Companies Act. 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 Group and of the Company and of the Group's profit in accordance with International Financial Reporting Standards. The directors further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement.

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


Director
Director

9th May 2012

