

PRIVATIZATION COMMISSION

Enhancing Kenya's Productive Capacity

ISO 9001:2008 Certified



Annual Report & Financial Statements

For the year ended 30th June 2012





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ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2012

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CORPORATE INFORMATION

Commission Office

11th Floor Extelcoms House
Haile Selassie Avenue
P O Box 34542 - 00100
NAIROBI

Tel: +254 20 221 23 46/7/8
+254 20 260 60 05
+254 731 758 970
+254 719 430 456
Fax: +254 20 221 22 37
Email: info@pc.go.ke
Website: www.pc.go.ke

Bankers

Kenya Commercial Bank
University Way Branch
NAIROBI

Co-operative Bank of Kenya Ltd.
Co-operative Bank House
Haile Selassie Avenue
NAIROBI

Auditors

Auditor General
Kenya National Audit Office
Anniversary Towers
NAIROBI

VISION AND MISSION STATEMENTS

OUR VISION

An agent of change, implementing a Privatization Programme that contributes significantly in transforming Kenya into a vibrant economy.

OUR MISSION

To create attractive privatization transactions and effectively manage a Privatization Programme that meets desired national objectives

OUR CORE VALUES

In order to achieve the vision and the mission, we are guided by the following core values:

- i. **Integrity** - we employ the highest ethical standards, demonstrating honesty and fairness in every action that we take;
- i. **Transparency** - we are open in our decisions and actions.
- ii. **Accountability** - we take full responsibility for our actions that relate to our customers and fellow workers. We take responsibility for our performance in all our decisions and actions;
- iii. **Professionalism** – We uphold professional ethics in discharging our mandate
- iv. **Fairness** - we act justly, respect people, respect privacy, minimize harm and keep our promises.

COMMISSION REPORT

The Commission hereby submits the report and audited financial statements for the period ending 30th June 2012 which shows the state of affairs at the Commission.

PRINCIPAL ACTIVITY

The principal activity of the Commission is to formulate, manage and implement the Government's Privatization Programme.

RESULTS

The income for the year was Kshs 248,538,092 and the expenditure was Kshs 142,723,240 thus giving an operating surplus of Kshs 105,814,852

RESERVES

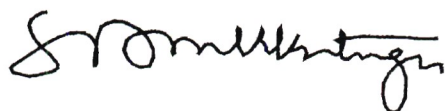
The fund balance at the end of the year amounted to Kshs 392,145,051.

MEMBERS

The Commission members who remained in office during the year are shown on Page 6.

AUDITORS

The Auditor General is responsible for the statutory audit of Commission's books of accounts in accordance with the Public Audit Act, 2003.



SOLOMON KITUNGU

EXECUTIVE DIRECTOR / CEO

COMMISSION MEMBERS

Prof. Peter K. Kimuyu, MBS
Chairman



Mr. Joseph Kinyua, CBS
Permanent Secretary, Treasury



Hon. Prof. Githu Muigai
Attorney General



Mrs. Esther Koimett, CBS
Alternate to the Permanent Secretary, Treasury



Ms. Roselyn Amadi
Alternate to the Attorney General



Mr. Solomon Kifungu
Executive Director/CEO

*Seven positions for members of the Commission who are not public servants and are to be appointed by the Minister for Finance and approved by the relevant Committee of Parliament by virtue of their expertise in such matters as will ensure that the Commission achieves its objectives, remained vacant. At the end of the year, interviews had been carried out and the names had been submitted to Parliament.

COMMISSION COMMITTEES

The Commission has the following Committees:

- (i) Finance and Strategy Committee**
- (ii) Audit Committee**
- (iii) Human Resources & Risk Management Committee**
- (iv) Privatization Steering Committees:**
 - a) Development Bank of Kenya Limited
 - b) National Bank of Kenya Limited
 - c) Public Sector Owned Sugar Companies
 - d) Kenya Tourist Development Corporation Hotels
 - e) Kenya Wine Agencies Limited
 - f) Approved Kenya Ports Authority Projects
 - g) Agro-Chemical and Food Company Limited
 - h) Consolidated Bank of Kenya
 - i) Kenya Pipeline Company Limited
 - j) Isolated Power Stations
 - k) Kenya Meat Commission
 - l) New Kenya Co-operative Creameries Limited
 - m) Numerical Machining Complex
 - n) Kenya Electricity Generating Company Limited
 - o) East African Portland Cement Company Limited

During the year, in the absence of the non-public service members of the Commission, none of the Committees was duly constituted. In this respect no committee meetings were also held.

MANAGEMENT TEAM

Mr. S. Kitungu	-	Executive Director/CEO
Mr. W. Temesi	-	Finance and Administration Manager
Mr. K. Waithaka	-	Legal Affairs Manager (up to Nov. 2011)
Ms. E. Ngeru	-	Internal Audit Manager (up to Feb. 2012)
Ms. B. Morara	-	Transaction Manager
Mr. D. Ngarama	-	Transaction Manager
Ms. B. Atieno	-	Corporate Affairs Officer
Mr. G. Muinde	-	HR and Administration Officer
Mr. J. Gichohi	-	ICT Officer
Ms. V. Kariuki	-	Accountant
Mr. J. Njagi	-	Procurement Officer