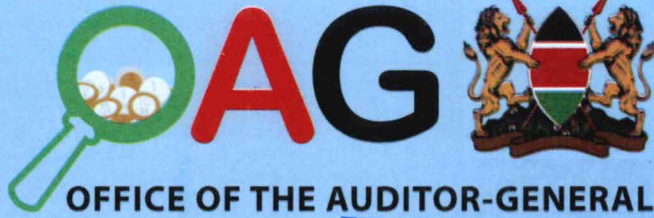


REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

PARLIAMENT  
OF KENYA  
LIBRARY

**OF**

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 08 OCT 2025	DAY: TUE
TABLED BY:	Hon. Owen Baya Opp. Leader of the Nas. Party
CLERK-AT THE-TABLE:	M. Chumo

**THE AUDITOR-GENERAL**

**ON**

**SUPPORTING ACCESS TO FINANCE AND  
ENTERPRISE RECOVERY PROJECT (IDA  
CREDIT NO. 7018-KE)**

**FOR THE YEAR ENDED  
30 JUNE, 2025**

**THE NATIONAL TREASURY**



A



**PROJECT NAME: SUPPORTING ACCESS TO FINANCE AND  
ENTERPRISE RECOVERY PROJECT**

**IMPLEMENTING ENTITY: THE NATIONAL TREASURY AND  
ECONOMIC PLANNING**

**PROJECT CREDIT NUMBER: 7018-KE**

---

**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30, 2025**

---

**Transitional International Public Sector Accounting Standards (IPSAS) Financial Statements**

A



<b>Table of Contents</b>	<b>page</b>
<b>1.Acronyms and Definition of Terms .....</b>	<b>ii</b>
<b>2.Project Information and Overall Performance .....</b>	<b>iv</b>
<b>3.Statement of Performance against Project’s Predetermined Objectives.....</b>	<b>xxii</b>
<b>4.Environmental and Sustainability Reporting .....</b>	<b>xxxii</b>
<b>5.Statement of Project Management Responsibilities .....</b>	<b>xxxix</b>
<b>6.Report of the Auditor - General on Financial Statements for SAFER Project .....</b>	<b>xli</b>
<b>7.Statement of Financial Performance for the Year Ended 30th June 2025.....</b>	<b>1</b>
<b>8. Statement of Financial Position as at 30th June 2025 .....</b>	<b>2</b>
<b>9.Statement of Changes in Net Assets for the Year Ended 30th June 2025. ....</b>	<b>3</b>
<b>10.Statement of Cashflow for the year ended 30th June 2025 .....</b>	<b>4</b>
<b>11. Statement of Comparison of Budget and Actual Amounts for the .....</b>	<b>5</b>
<b>Year ended 30th June 2025 .....</b>	<b>5</b>
<b>12.Notes to the Financial Statements .....</b>	<b>7</b>
<b>13. Annexes .....</b>	<b>26</b>

## 1. Acronyms and Definition of Terms

CBK	Central Bank of Kenya
CGS	Credit Guarantee Scheme
Comparative FY	Financial year preceding the current financial year.
COVID-19	Coronavirus Disease 2019
DA	Designated Account
DFIs	Development Finance Institutions
FI	Financial Intermediary
GDP	Gross Domestic Product
GoK	Government of Kenya
GRM	Grievance Redress Mechanism
IDA	International Development Association
IPSAS	International Public Sector Accounting Standard
KCGC	Kenya Credit Guarantee Company
KDC	Kenya Development Corporation
MDAs	Ministries, Departments and Agencies
MFB	Microfinance Bank
MFI	Microfinance Finance Institute
MSEA	Micro and Small Enterprises Authority
MSMEs	Micro, Small and Medium Enterprises
NT	National Treasury
OAG	Office of the Auditor General
PAD	Project Appraisal Document
PBC	Performance Based Condition
PCC	Project Co-ordination Committee
PDO	Project Development Objective
PFM	Public Financial Management
PIE	Project Implementing Entity
PIF	Participating Financial Institutions
PIU	Project Implementation Unit
POM	Project Operations Manual
PSASB	Public Sector Accounting Standard Board
SACCO	Savings and Credit Co-operative Society
SAFER	Supporting Access to Finance and Enterprise Recovery
SASRA	Sacco Societies Regulatory Authority
SDA	Special Deposit Account
STEP	Systematic Tracking of Exchanges in Procurement
WB	World Bank

## 1.1 Definition of Key Terms

<b>Financial Intermediaries</b>	Refers to Commercial Banks, SACCOs, Micro-Finance Institutions, DFIs that provide credit facilities to MSMEs
<b>Micro, Small Medium Enterprises</b>	Refers to business enterprises as defined under the Micro and Small Enterprises Act, 2012.
<b>Credit Guarantee Scheme</b>	Refers to scheme established pursuant to Regulation 4 of the Public Finance Management (Credit Guarantee Scheme Regulations, 2020 of the purposes of partially guaranteeing credit advanced to eligible enterprises.
<b>Apex PIE</b>	Refers to financial intermediary selected as the wholesale institution under Part 1 of the Project in accordance with the eligibility criteria set out for the purposes of availing lines of credit to Participating Financial Institutions.
<b>Credit Guarantee Company</b>	Refers to the guaranteed company proposed to be set up under Part 2(b) of the Project and duly licenced to operate in the Republic of Kenya
<b>Participating Financial Institution</b>	Refers to Microfinance bank, Savings and Credit Co-operative Organization, commercial bank or such other regulated retail lending financial institution established and operating pursuant to the laws of the recipient, that meet the eligibility criteria set out in the POM.
<b>Central Bank of Kenya</b>	Refers to the Recipient's central bank established and operated pursuant to the Central Bank of Kenya Act, Chapter 491 of the Laws of Kenya
<b>Sacco Society Regulatory Authority</b>	Refers to authority established under section 4 of the Sacco Society Act, no. 14 of 2008, Laws of Kenya.
<b>Eligible MSMSEs</b>	Refers to formal and informal micro and small enterprises under Part 1, window 2, that meet the eligibility criteria and are the final beneficiaries of the lines of credit under Part 1 of the Project.
<b>Project Operations Manual</b>	Refers to manual containing detailed arrangements and procedures for implementation of the Project.

## **2. Project Information and Overall Performance**

### **2.1 Name and registered office**

#### **Name**

The project's official name is Supporting Access to Finance and Enterprise Recovery Project

#### **Objective**

The key objective of the project is to increase access to financial services and support COVID-19 recovery of Micro, Small and Medium Enterprises (MSMEs) in Kenya.

#### **Address**

The project headquarters offices are Nairobi (city), Nairobi County, Kenya.

The address of its registered office is:

Anniversary Towers, North Tower 7<sup>th</sup> Floor.

University Way / Monrovia Street.

The Project has no Branches

**Contacts:** The following are the project contacts

P.O Box 30007-00100

Nairobi

Telephone: (254) 020-2210271/4

E-mail: [info@piu.go.ke](mailto:info@piu.go.ke)

**Project information and overall performance (continued)**

**2.2 Project Information**

<b>Project Start Date:</b>	The Project Effective Date is 9 <sup>th</sup> May 2022
<b>Project End Date:</b>	The project end date is 31 <sup>st</sup> December 2026
<b>Project Manager:</b>	Mr. Ray Charles Musau
<b>Project Sponsor:</b>	The project sponsor is The Government of Kenya, The National Treasury and Economic Planning and is funded by International Development Association (IDA).

**2.3 Project Overview**

<b>Line Ministry/State Department of the project</b>	The National Treasury and Economic Planning
<b>Project number</b>	IDA CREDIT NUMBER 7018-KE
<b>Strategic goals of the project</b>	The strategic goals of the project are as follows: <ol style="list-style-type: none"> <li>1) Liquidity support to Micro Small and Medium Enterprises (MSMEs).</li> <li>2) De- risking lending to Micro Small and Medium Enterprises (MSMEs).</li> <li>3) Technical Assistance to build resilience</li> </ol>
<b>Summary of Project Strategies for achievement of strategic goals</b>	The project management aims to achieve the goals through the following means: <ol style="list-style-type: none"> <li>1) On Liquidity Support <ol style="list-style-type: none"> <li>i) This will be achieved through community -Based financial institutions. Which includes SACCOs, and MFBs on-lending to MSMEs in need.</li> </ol> </li> </ol>

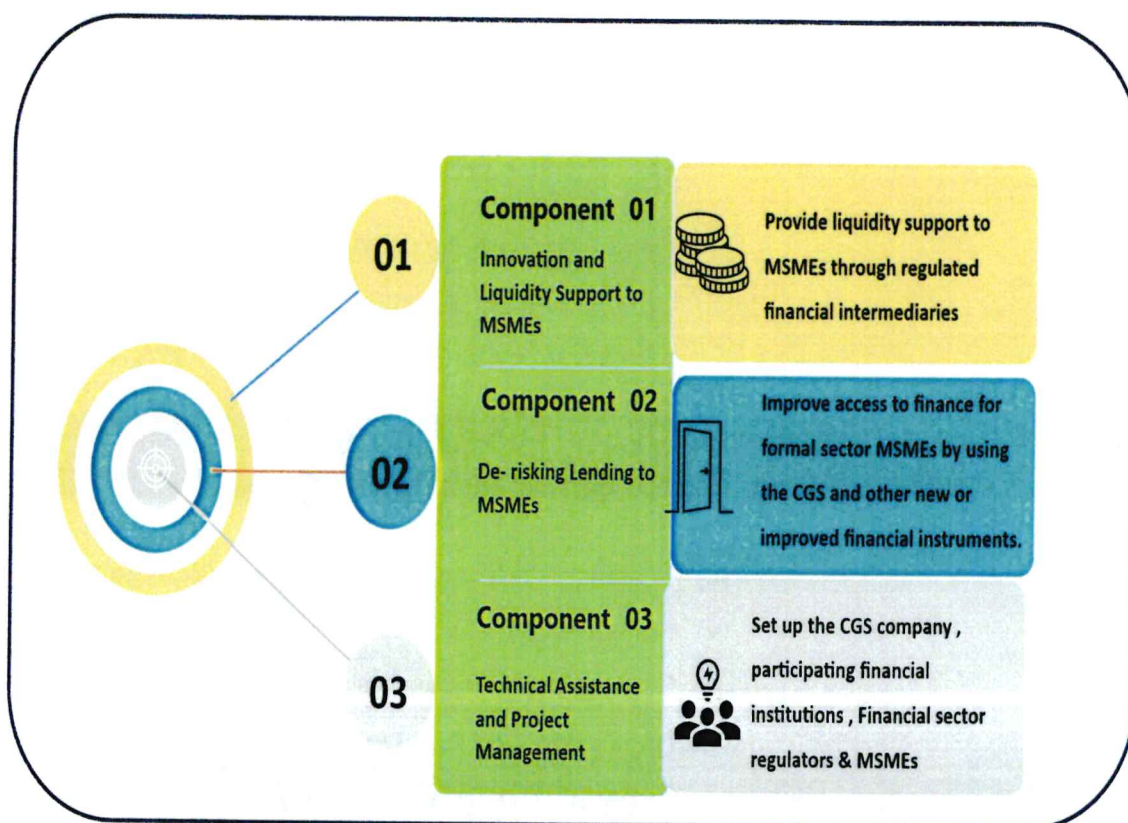
<p><b>Summary of Project Strategies</b></p>	<ul style="list-style-type: none"> <li>ii) Achieved through liquidity support to MSMEs through commercial banks using digital platforms, which includes commercial banks, using digital platforms, on-lending to MSMEs in need.</li> <li>2) On De- risking Lending             <ul style="list-style-type: none"> <li>i) This will be achieved by setting up of the Partial Credit Guarantee Scheme (CGS) Company</li> <li>ii) Improved access to finance for formal sector MSMEs by using the CGS and other new or improved financial instruments.</li> </ul> </li> <li>3) Technical Assistance to build resilience             <ul style="list-style-type: none"> <li>i) This will be achieved through strengthening regulatory environment and enhanced financial infrastructure.</li> <li>ii) Through increased ability to access financing and to access market information.</li> </ul> </li> </ul>
<p><b>Other important background information of the project</b></p>	<p>The project seeks to address market failures in the provision of finance to MSMEs, which have been exacerbated by the negative impact of COVID-19. The Micro, Small and Medium Enterprises (MSMEs) play a critical role in accelerating economic development, investment as well as the creation of employment opportunities in the country. According to the 2020 Economic Survey, MSMEs constitute about 98% of all business in the country, create 91% of the jobs annually and contribute 34% of the GDP. MSMEs are a significant driver of inclusive economic growth since they cover a wide variety of activities in nearly all sectors of the economy.</p>

	<p>Despite the critical role they play, MSMEs continue to face a variety of challenges. Most of the start-up companies do not survive their 4<sup>th</sup> birthday owing to constrained access to finance for capital and operational demands and weak business strategies. Further MSMEs that access credit face unfavourable loan conditions due to lack of sufficient collateral, high collateralization requirements, short payback periods, informal markets, inaccurate data and high interest rates since they are viewed as risky by financial institutions,</p> <p>Furthermore, the Covid-19 Pandemic had a disproportionate impact on many MSMSEs with lower turnover and interruptions in the market and supply chains, many MSMEs were affected and continue to be unlikely to obtain affordable and high- quality loans under traditional arrangements. The primary project beneficiaries are MSMEs in the formal and informal sector. The project will also contribute to a more robust and inclusive financial ecosystem that will benefit the entire Kanyan population including the economic resilience of women awned MSMSEs in informal sector market</p>
--	---

<p style="text-align: center;"><b>Areas that the project was formed to intervene</b></p>	<p>The project was formed to intervene in the following problems/gaps:</p> <ol style="list-style-type: none"> <li>1. Steady decline of MSMEs lending</li> <li>2. Slow growth in private sector credit</li> <li>3. Knock -on impact on financial institutions short term liquidity, due to the Covid -19 shock</li> </ol> <p>The interventions include.</p> <p>The Project has 3 Components</p> <ol style="list-style-type: none"> <li>1. <u>Component 1- Innovation and Liquidity Support to MSMEs</u> <ol style="list-style-type: none"> <li>i) Aim to MSMEs-This is by Providing liquidity support to MSMEs through regulated financial intermediaries with a focus on MSMEs banking, including those innovating with digital channels (PFIs).</li> <li>ii) Component 1: Outcomes-           <ul style="list-style-type: none"> <li>• Increase access to finance through digital access.</li> <li>• Increased access to Finance</li> <li>• Building MSMEs survival and resilience</li> <li>• More financial products and innovations available to serve broader market.</li> </ul> </li> </ol> </li> <li>2. <u>Component 2- De- risking Lending to MSMEs</u> <ol style="list-style-type: none"> <li>i) Aim to MSMEs – support for the recovery and growth of MSMEs by unlocking lending during Covid-19 and beyond.</li> <li>ii) Component 2: Outcomes           <ul style="list-style-type: none"> <li>• Increased Lending to MSMEs</li> <li>• Increased access to finance for MSMEs by using the CGS and other new or improved financial instruments.</li> </ul> </li> </ol> </li> </ol>
--	--

	<ul style="list-style-type: none"> <li>• MSMEs maintain (survive) or expand operations (volume) of production, profits, exports, jobs) and access a diversified portfolio of MSMEs products.</li> </ul> <p><b>3. <u>Component 3- Technical Assistance and Project Management</u></b></p> <ul style="list-style-type: none"> <li>i) Aim to MSMEs- To provide technical assistance to build resilience capacity of the MSME finance ecosystem beyond the lifecycle of SAFER.</li> <li>ii) Technical Assistance to set up CGS company</li> <li>iii) Technical Assistance Participating Financial Institutions</li> <li>iv) Technical Assistance to financial sector regulators</li> <li>v) Project Management</li> <li>vi) Component 3: Outcomes             <ul style="list-style-type: none"> <li>• Improved lending portfolio of Financial Institutions to lend to MSMEs and strengthen infrastructure, legal and regulatory environment for MSMEs finance                 <ul style="list-style-type: none"> <li>• Financially sound institutions providing access to finance to all segments of the population.</li> </ul> </li> </ul> </li> </ul>
<b>Project duration</b>	The project started (Effective date) on 9 <sup>th</sup> May 2022 and is expected to run until 31 <sup>st</sup> December 2026.

## Project Components



Key components of the SAFER Project include:

- 1. Innovation and liquidity support to MSMEs:** This component focuses on providing immediate response to the COVID-19 pandemic by offering resilient recovery support to formal and informal sector MSMEs, especially those owned by women and youth, in sectors severely affected by the crisis.
- 2. De-risking lending to MSMEs:** This component aims to mitigate the risks associated with lending to MSMEs post the COVID-19 crisis. A portion of the fund will be used to bolster the national Credit Guarantee Scheme (CGS), while the remainder will facilitate the establishment and capitalization of a Credit Guarantee Company (CGC) based on Kenyan law.
- 3. Technical Assistance and Project Management:** This component, will provide technical support to various stakeholders involved in the delivery of the project. It will also focus on building resilience capacity within the MSME finance ecosystem beyond the lifecycle of SAFER, ensuring sustained growth in MSME lending.

## Project information and overall performance (continued)

### 2.4 Bankers

#### A. The Project has three Designated Bank Accounts

No.	Special Account	Bank	Account Number	Currency
1.	Designated Account -DA-A	Central Bank of Kenya	1000568976	EURO
2.	Designated Account-DA-B	Central Bank of Kenya	1000632984	EURO
3.	Designated Account- DA-C	Central Bank of Kenya	1000632992	EURO

#### B. The Project has three Project Bank Account

No	Project Account	Bank	Account Number	Currency
1.	Project Account -Comp A	Central Bank of Kenya	1000709596	KSHS
2.	Project Account -Comp B	Central Bank of Kenya	1000709607	KSHS
3.	Project Account -Comp C	Central Bank of Kenya	1000693096	KSH

### 2.5 Independent Auditor

The project is audited by the Auditor General,

Office of The Auditor General

P.O Box 30084 University Way,

**Nairobi.**

## 2.6 Roles and Responsibilities

The Project Implementation Unit is responsible for overseeing the day-to-day implementation, management, supervision and overall coordination of the project.

	<b>Names</b>	<b>Title designation</b>	<b>Key qualification</b>	<b>Responsibilities</b>
1	<u>Dr. Chris K. Kiptoo, CBS</u>	Principal Secretary/ The National Treasury	Doctor of Philosophy (PhD)- Finance -Master of Science (Ag. Economics), Bachelor of Science (Ag. Economics)	Accounting Officer
2	<u>Mr. Albert k. Mwenda, HSC</u>	Director General Budget, Fiscal & Economic Affairs	MA- Public & Economic Policy, MBA	Overall Project Coordination at The National Treasury
3	Mr. Ray Charles Musau 0717666271 <u>rcmusau@piu.go.ke</u>	Project Manager	MBA, B-Com	Project Management and Financial Sector Advisory
4	Ms. Winnie Narasha Molonko <u>winniemolonko@yahoo.com</u>	Assistant Project Manager	Master of Law (LLM), Bachelor of Law (LLB)	Support in Project Management
5	CPA, FA Beatrice K. Musyoka 0722255855 <u>bettyddy@yahoo.com</u>	Financial Management Specialist	MBA(Finance), BCOM(Finance), CPA(K) FA- Certified Investment & Financial Analyst ICIFA)	To provide Financial Management services
6	Henry Thiong'o Karanja <u>hkaranja@piu.go.ke</u>	Environmental & Social Safeguard Specialist	MSc Natural Resources Management, BSc Environmental Science and Registered Lead Expert NEMA	To Provide oversight on the implementation of Environmental & Social Safeguards
7	Dannae Ottaro <u>dottaro@piu.go.ke</u>	Procurement Specialist	BCOM (Business Administration), Chartered Institute of Purchasing & Supply, UK	To provide Procurement services
8	Ms Sheila Chanyisa <u>schanyisa@piu.go.ke</u>	Monitoring & Evaluation Specialist	MA Environmental Planning & Environment BA- Economics	To provide Monitoring, & Evaluation & Contract Management

## 2.7 Funding summary

The Project is for duration of five years from 2022 to 2026 (Loan signature date is 8<sup>th</sup> February 2022, and the effective date is 9<sup>th</sup> May 2022) with an approved Budget funding of EURO 85,900,000 equivalent of Kshs 12,308,602,977 as highlighted in the table below:

### A. Source of Funds

Source of funds	Donor Commitment		Amount received to date – ( June 2025)		Undrawn balance to date	
	Donor EURO	Kshs	Donor EURO Kshs	Kshs	Donor currency EURO	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Loan						
International Development Association (IDA)	85,900,000	12,308,602,977	49,703,678	7,122,035,436	36,196,322	5,186,567,541
<b>Total</b>	<b>85,900,000</b>	<b>12,308,602,977</b>	<b>49,703,678</b>	<b>7,122,035,436</b>	<b>36,196,322</b>	<b>5,186,567,541</b>

### B. Application of Funds

Application of funds	Amount received to date – (June 2025)		Cumulative amount paid to date – (June 2025)		Unutilised balance to date (30th June 2025)	
	Donor EURO	Kshs	Donor EURO	Kshs	Donor EURO	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Loan						
International Development Association (IDA)	49,703,678	7,122,035,436	47,015,432	6,736,836,919	2,688,246	385,198,517
<b>Total</b>	<b>49,703,678</b>	<b>7,122,035,436</b>	<b>47,015,432</b>	<b>6,736,836,919</b>	<b>2,688,246</b>	<b>385,198,517</b>

**Note:** The unutilized balance as 30<sup>th</sup> June 2025 was Kshs 385,198,517, however the project received miscellaneous receipts from sale of tender documents amounting to Ksh 13,000 which is not part of the loan revenue. Therefore, the actual balance is Ksh 385,211,518 as per the Statement of financial position.

## 2.8 Summary of Overall Project Performance:

### Budget performance against actual amounts for the current year and for cumulative to-date.

Table 1 below show the budget performance against actual amounts for current period and for cumulative to- date. The budget absorption for FY 2023/2024 was 47% of the total allocation and 98% in 2024/2025. This performance was an improvement from the previous year.

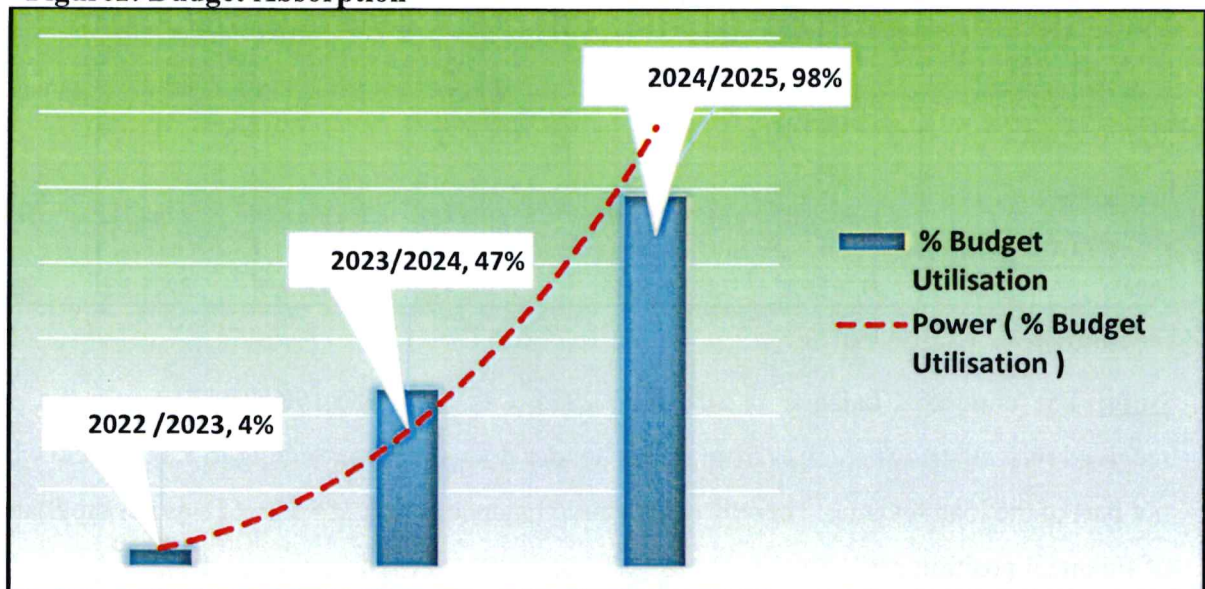
**Table 1: Budget performance against actual amounts for current year and for cumulative to-date**

Budget Comparison			
Financial Year	2022 /2023	2023/2024	2024/2025
Budget Comparison	400,000,000	2,000,000,000	5,900,000,000
Actual Expenditure	17,182,085	933,798,177	5,785,856,657
% Utilisation	4%	47%	98%

### Absorption rate for each year since the commencement of the project.

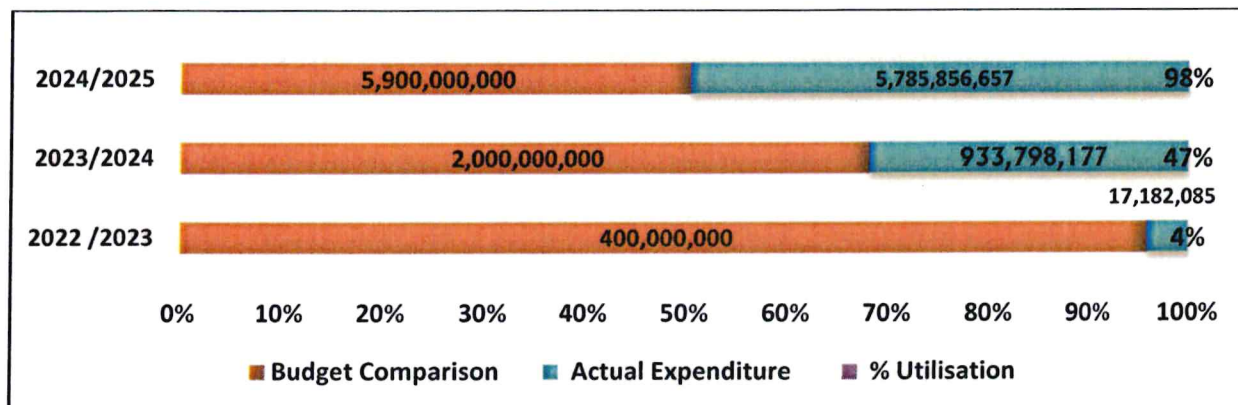
The budget absorption 2024/2025 shows an upward trend of 98% compared to 47% in 2023/2024 and 4% in 2022/2023 respectively. The growth was attributed to additional funding and budget during the year.

**Figure1: Budget Absorption**



**Actual Performance against budget**

**Figure 2: Budget Comparison against Actual Expenditure**



During the year under review, the total expenditure was Kshs 5,785,865,657 against budget of Kshs 5,900,000,000. This represents utilisation of 98%. As reflected in figure 2 above.

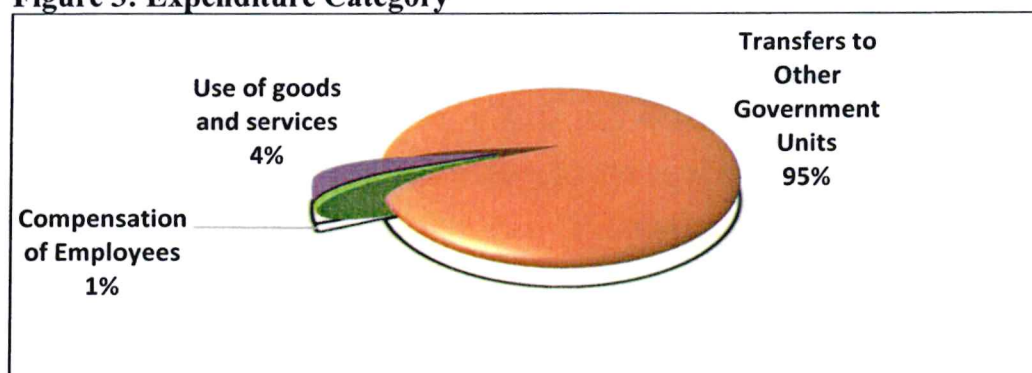
**Table 2: Actual performance against budget**

Actual Receipts and Payments			
	Budget	Actual	Variance
Total Receipts	5,900,000,000	5,006,283,769	893,716,231
Total Payments	5,900,000,000	5,785,856,657	114,143,343
<b>Surplus for the year</b>	-	- 779,572,888	779,572,888

The table above shows the Actual expenditure and Actual receipts against the budget .

**Actual Expenditure**

**Figure 3: Expenditure Category**

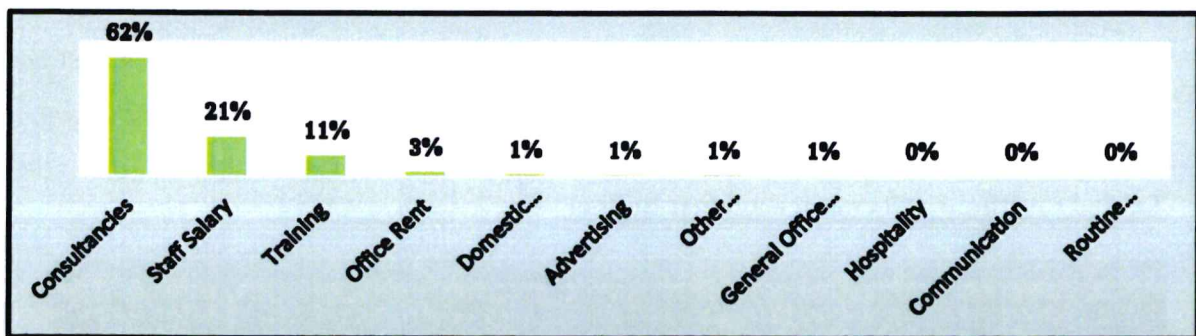


- i) Under Transfer to other Government units: - 95% of the total expenditure was transferred to the Apex Bank, Kenya Development Corporation (KDC) under component I – Innovation and liquidity support to MSMEs.

The component targets small financial institutions (SACCOs, MFIs) through provision of lines of credit through a wholesale (APEX) lending institution for the institutions to on lent to MSMEs.

- ii) **Under Compensation of Employees**-Compensation of employees was 1% of the total expenditure.
- iii) **Under use of goods and services**: - 4% of the total expenditure was utilised under use of goods and services. Under goods and services category, 62% constitutes various consultancy services, training at 11% and the other cost at less than 3% as indicated in figure 4 below.

**Figure 4: Expenditures under use of goods and services**



**Consultancy Services undertaken during the year.**

1. Consultancy services for a Monitoring and Evaluation Firm to Support the Project Implementation. SAFER Project is designed to help the Government of Kenya demonstrate its ability to absorb, track, and assess resources and to take corrective action if performance is off-track. Considering the importance of project M&E, the National Treasury commissioned Jasatet Limited to provide M&E support for the SAFER Project, working closely with the Project Implementation Unit (PIU). The SAFER project M&E aims to (i) ensure enhanced transparency and accountability on financial support at the NT, Apex, and participating financial institution (PFI) levels and (ii) ensure targeted groups benefit from the project as planned.

2. Consultancy services to undertake review and legal drafting of the National payment system Act, 2011 and National Payment system Regulations, 2014. CBK is responsible for coordination of activities of this contract. This will enable the CBK to accelerate delivery of wider reforms in the financial sector. More importantly, a successful and timely conclusion of the review will enhance Kenya’s global leadership and competitiveness in the payment space.

3. Consultancy services to develop a digital Consumer Protection Framework . CBK is responsible for coordination of activities of this contract. The objective is to provide fair and equitable payment service practices by setting minimum standards for payment service providers (PSPs) in dealing with customers. Increase transparency to inform and empower customers of financial services and foster confidence in the payment services sector.

4. Consultancy services to formulate the Kenya National Entrepreneurs Savings Trust (KNEST) Strategic Plan 2023-2028. The objective of this consultancy is to formulate a 5year strategic plan to inform KNEST pension service delivery to the marginalised informal sector workers. KNEST is responsible for coordination of activities of this contract.

5. Consultancy services to design and execute a Communication Strategy and Public Awareness Campaign for the Kenya National Entrepreneurs Savings Trust (KNEST).

KNEST is responsible for coordination of activities of this contract. Pension coverage extends to only around 20% of the labour force, almost exclusively in the formal sector. Informal sector workers in Kenya constitute more that 80% of the total work force and contribute 33.8% of the GDP. However, they are not adequately covered by the available formal pension saving mechanism. This is because the traditional formal pension arrangements are not designed to meet the unique needs of the sector, thus signalling a market failures that required Government interventions. To fill this gap the Cabinet approved the establishment of the Kenya National Entrepreneurs Savings Trust (KNEST)- a unique National Micro-Pension Scheme with a sustainable model that combines long-term savings with pressing short-term needs to the more that 15billion marginalized informal sector workers. KNEST is expected to have a total membership of approximately 2million.

Therefore, public awareness is a key pillar. The corporation intends to increase awareness on pension/ savings to ensure that Kenyans are aware of KNEST so they can make informed decisions about their savings. The overall objective is to increase the level of awareness of KNEST among its diverse stakeholders.

6. Consultancy services – Governance and Legal Advisor for Kenya National Entrepreneurs Savings Trust (KNEST). The main objective is to support the Board of Trustee of the KNEST in

ensuring the compliance of the scheme with governance, legal and regulatory framework established for the pension system in Kenya under the Retirement Benefits Act.

**Trends in Revenue**

**Figure 5: Receipts Category**

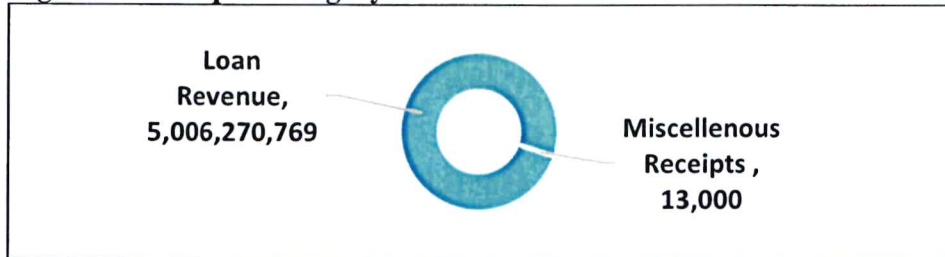


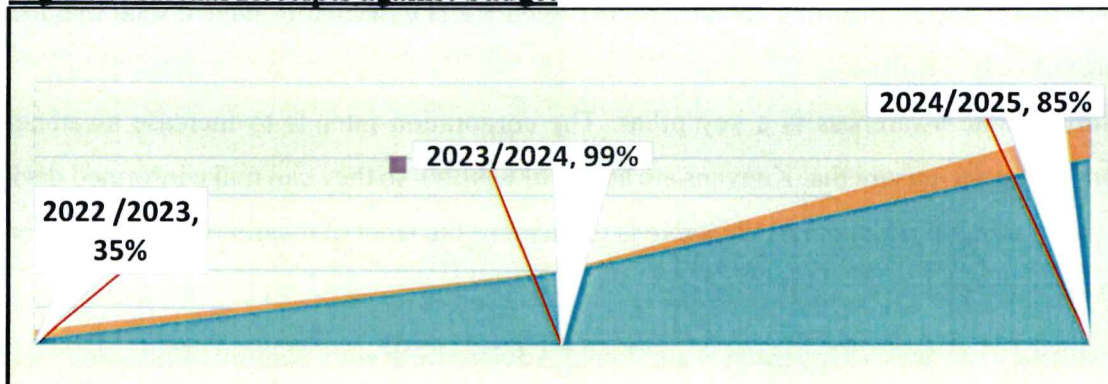
Figure 5 above, depicts the share of categories of receipts. Loan received through exchequer funding was Ksh5,006,270,769 and Ksh 13,000 was from sale of tender documents.

**Table 3: Actual Receipts against budget**

<b>Budget Vs Receipts</b>			
<b>Financial Year</b>	<b>2022 /2023</b>	<b>2023/2024</b>	<b>2024/2025</b>
Budget Comparison	400,000,000	2,000,000,000	5,900,000,000
Receipts	141,067,100	1,974,697,565	5,006,283,769
<b>% Utilisation</b>	<b>35%</b>	<b>99%</b>	<b>85%</b>

During the year under review, the project received Kshs 5,006,283,769 against a budget allocation of Kshs 5,900,000,000. This represents of 85% as reflected in Table 3 above and Figure 6 below.

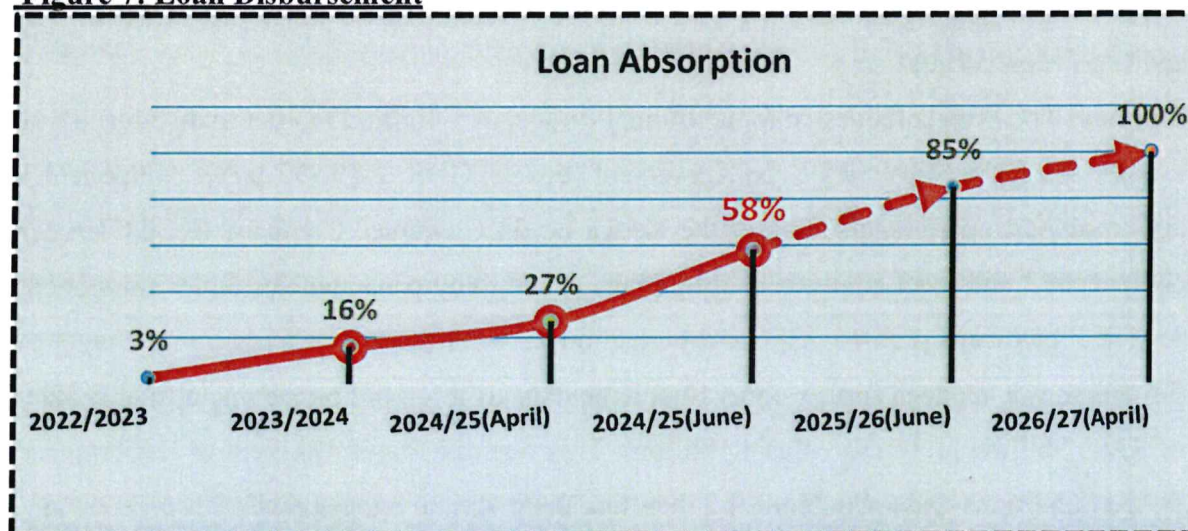
**Figure 6: Actual Receipts against budget**



### **Loan Disbursement**

The project has maintained a positive track of implementation evidenced by incremental disbursement. The disbursement ratio has increased by 42% to 58% in June 2025 from 16% in June 2024, and 2.5% in June 2023 as reflected in figure 7 below: -

**Figure 7: Loan Disbursement**



The disbursement growth of 58% was attributed to additional budget and funding to Kenya Development Corporation (KDC) to meet the high demand for liquidity including support to innovate digital products and to fulfil its commitments to Participating Financial Institutions (PFIs) as per the sub-loan agreements between KDC and the PFIs. The project's main objective to increase access to finance for MSMEs remains a key focus area positioning the project as a key enabler for the Government's Bottom-Up Economic Agenda (BETA) given the direct contribution that MSMEs have on key value chains that enable economic growth and job creation.

The disbursement ratio is expected to increase to 85% in 2025/2026 and 100% before the Project closure date of 31<sup>st</sup> December 2026 and disbursement deadline date of 30<sup>th</sup> April 2027.

### **Implementation challenges and recommendations**

The SAFER Project has demonstrated its objective to increase access to financial services, enhance the capabilities, and support the COVID-19 recovery of Micro, Small and Medium Enterprises (MSMEs) in Kenya. This has been demonstrated through businesses that have received a second change after accessing the funds through the Participating Financial Institutions (PFIs) as well as those who have been able to increase revenue through increased sales.

**During the year the project experienced the following challenges**

**1. Inadequate Budget**

**Problem:** The approved budget in 2024/2025 was Ksh 1.8billion, however, in March 2025, the Project suffered a Budget reduction to Ksh 1.5billion under Supplementary II. The reduction resulted in an over-expenditure and consequently was unable to incur any additional expenditure.

**Solution:** The Project requested for additional Budget of 5.4billion in order to disburse funds to KDC as per the Subsidiary Loan Agreement between GOK and KDC under component 1 and to support operationalization of the Kenya Credit Guarantee Company (KCDC) under component 2 and meet contractual obligations of on-going consultancies under component 3. The Project was granted additional budget on 25<sup>th</sup> April 2025. The additional budget of 5.4 billion was reduced further under Supplementary III to 4.1billion leaving a final Budget of Ksh 5.9billion (1.8billion plus 4.1billion). This was due to unfulfillment of Performance Based Conditions under Component 2 therefore there was no budget under this component.

**Benefit:** - Funds were disbursed to KDC and On-going contract milestones were paid. This increased the budget absorption to 98%.

**2. Low Loan Disbursement**

**Problem:** The disbursement for the project in quarter two (December) was 18.6%. The disbursement ratio was growing at a slow rate. World Bank raised a concern during the supervision mission in December 2024. The low disbursement was due to liquidity challenges caused by the Statement of Expenditures (SOE) disbursement approach (lengthy flow of funds) which limited availability of resources as needed.

In December 2024, KDC requested additional liquidity of Ksh 4.5billion to meet a pipeline demands by the PFIs and eventual on-lent to MSMEs. However, this could not be achieved.

**Solution:** - The Project, through the National Treasury proposed to change the methodology of reporting expenditure for disbursement from Statement of Expenditure (SOE) to Interim Financial Report (IFR). The approach ensures the project has liquidity based on six-month cash forecast. The Disbursement and Financial Information Letter (DFIL) was revised to incorporate the new disbursement method.

**Benefit:** - The Project is now using the IFR based disbursement approach and the DFIL was revised, and funds were disbursed to support the Annual Work Plan and Budget (AWPB). The disbursement ratio improved by 40% to 58% between December 2024 and June 2025.

## **2.9 Summary of Project Compliance:**

The Project has complied with the legal frameworks during the implementation period.

(i) **Legal Frameworks:** The project adheres to the procedures as per the Public Financial Management Act (2012), Treasury Circulars, Project Appraisal Document, Financing Agreement, Disbursement and Financial Information Letter and government of Kenya financial regulations for fiduciary framework and accountability in case of inconsistency between the GOK Regulations and those of the donor, the latter have been applied.

(ii) **Compliance On eligible Expenditures:** The World Bank Disbursement Guidelines for Projects May 2006 requires funds withdrawn from the loan to finance eligible expenditures only as per the Financing Agreement.

(iii) **Procurement:** The project is guided by the Public Procurement and Asset Disposal Act 2015, Public procurement and Disposal Regulations and guidelines for selection and Employment of Consultants under IDA Loans.

**On mitigation measures** - The Project is always putting in place strong internal controls that must be detective, preventive and corrective.

### **3.Statement of Performance against Project’s Predetermined Objectives**

#### **Introduction**

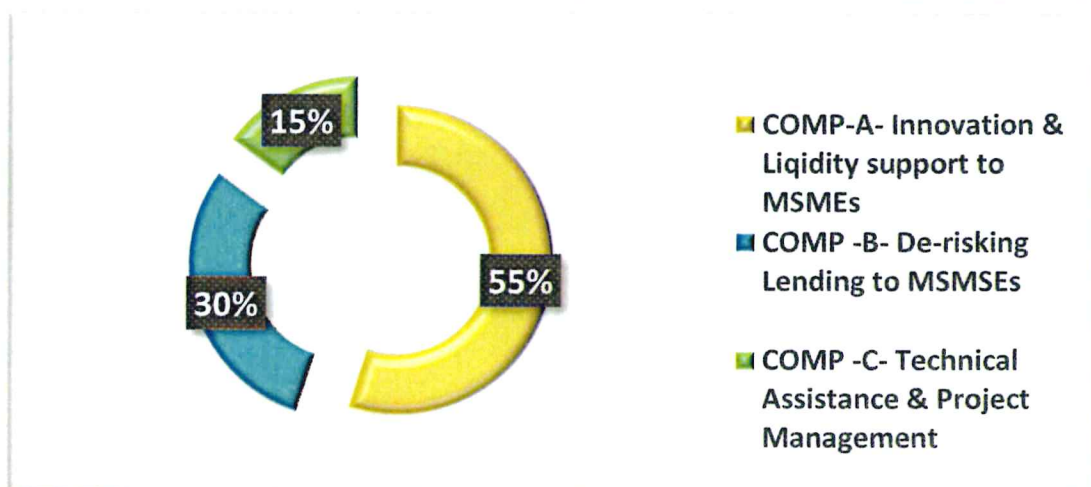
Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting Officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity’s performance against predetermined objectives.

**The key development objectives** of the Project is to increase access to financial services and support COVID-19 recovery of Micro, Small and Medium Enterprises (MSMEs) in Kenya.

The Project Development Objective will be measured by the following indicators.

- i) Volume of additional private capital mobilized, including through the credit guarantee scheme, lines of credit and additional DFI capital mobilized.
- ii) Volume of MSME financing to enterprises affected by COVID-19
- iii) Share of beneficiary MSMEs under the project that survive COVID-19
- iv) Share of beneficiary MSMEs that did not receive support from the project that survive COVID-19
- v) Number of new financial products for MSMEs launched by participating financial institutions in response to Covid-19

**Figure6: The project was formed to intervene in the following component areas:**



**Progress on attainment of strategic development objectives**

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement.

Below we provide the progress on attaining the stated objectives

<b>Planned results</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Cum. Progress</b>	<b>Performance / Remarks</b>
<b>Project Development Objectives (PDO) Indicators</b>				
Additional private capital mobilized	To increase additional private capital mobilised	Volume of additional private capital mobilized (USD)	0	Additional capital mobilized under KfW (EUR 38 million) under component one.
Volume of MSME financing to enterprises affected by COVID-19 (USD)	To increase Volume of MSME financing to enterprises affected by COVID-19 .	Volume of MSME financing to enterprises affected by COVID-19 (USD)	KES 6.35 billion	The Volume increased <b>five times</b> in 2024/2025. From 850million in 2023/2024 to 5.5 billion in 2024/2025. Cumulative disbursement by the Project to KDC (Apex Bank) was KES6.35 billion. KDC has on-lend a total of 2.475 B to eight (8) Participating Financial Institutions (PFIs). The PFIs have in turn disbursed KES 1.827 (74 %) to MSMEs.
MSMEs supported survive COVID 19	To increase the Share of beneficiary MSMEs under the project that survive COVID-19	Share of beneficiary MSMEs under the project that survive COVID-19 (%)	90.20 %	This takes into account all the beneficiary MSMEs established before or by 2023 that survived Covid-19. The majority 90.2% of the MSMEs that were interviewed by MTE were either established before COVID 19 (61.6%), or were established during the COVID 19 pandemic (28.5%).

<b>Planned results</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Cum. Progress</b>	<b>Performance / Remarks</b>
	To establish Share of beneficiary MSMEs that did not receive support from the project that survive COVID-19	Share of beneficiary MSMEs that did not receive support from the project that survive COVID-19 (%)	86.60 %	However, the MTE reviewed available literature that showed that 13.4% of the MSMEs/ enterprises in Kenya had their operations totally halted by effects of Covid 19 pandemic. This implies that 86.6% of the MSMEs in Kenya survived Covid 19 even when no support was provided.
Number of new financial products for MSMEs launched by PFIs in response to Covid-19 pandemic	To increase the Number of new financial products for MSMEs launched by PFIs under the SAFER Project	Number of new financial products for MSMEs launched by PFIs under the SAFER Project	12	So far, 12 new financial products have been developed by PFIs under the SAFER project. Some of these products include Kwamua Biashara, SAFER Bizna, Biashara Plus, Kilimo loan, M-Jaza among others.
<b>Intermediate Results Indicators</b>				
<b>Liquidity Support to MSMEs</b>				
Informal Business borrowers financed by MFB/SACCOs and digital platforms under the Project	To increase the Informal Business borrowers financed by MFB/SACCOs and digital platforms under the Project	Number of informal business borrowers financed by MFB/SACCOs and digital platforms under the Project	36,862	With the impending rollout of the digital lending to MSMEs, the numbers are projected to increase substantially to reach or surpass the target.
		Of which women borrowers	12,221	The target is a sub-set (disaggregated by gender) of the total number of MSMEs financed.
PFIs receiving the line of credit under the Project	To establish and increase the PFIs receiving the line of credit under the Project	Number of PFIs receiving the line of credit under the project	8	The SAFER project has so far seen 8 PFIs getting funded. These PFIs include AMICA SACCO, AFC, K-Unity, Boresha SACCO, Apstar SACCO, Fortune SACCO, Yetu SACCO and Skyline SACCO.

<b>Planned results</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Cum. Progress</b>	<b>Performance / Remarks</b>
Sub loans disbursed through digital channels	To establish the Sub loans disbursed through digital channels	Number of sub loans disbursed through digital channels under the Project	200	The target is achievable bearing in mind that digital lending is about to be rolled out, and uptake is expected to be quick and fast. The findings of MTE show that 23.8% of the MSMEs had already taken digital loans, from different PFIs even when the digital lending had not officially taken off.
To increase the Informal MSME borrowers financed by Women Owned Enterprises	Informal MSME borrowers financed by Women Owned Enterprises	Percentage of informal MSME Loans extended to Women-Owned Enterprises	28.8%	This indicator measures the actual volume of loans extended to women-led enterprises as a percentage of total loans so far disbursed to MSMEs by the PFIs.
<b>Comments:</b>				
<b>De-risking Lending to MSMEs</b>				
MSME borrowers financed by PFIs through the credit guarantee scheme	To establish the number of MSME borrowers financed by PFIs through the credit guarantee scheme	Number of MSME borrowers financed by PFIs through the credit guarantee scheme under the Project (cumulative, new, disaggregated by gender, location/region, sectors)	4,315	KCGC not yet established
		Of which, women borrowers	586	The Scheme has however guaranteed 4,315 MSMEs as at June 2025, with guarantees totaling KSH 6.6B
CGS Company Established		CGS Company Established (PBC 1, 1.1,1.3)	No	The Government of Kenya provided seed capital of KSH 3B.

<b>Planned results</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Cum. Progress</b>	<b>Performance / Remarks</b>
PFI's participate in the credit guarantee scheme	To establish the PFI's participate in the credit guarantee scheme	Number of PFI's participating in the credit guarantee scheme (PBC 2)	7	So far, CGS has been working with 7 PFI banks.
Private Capital Mobilized by CGC	To establish the Private Capital Mobilized by CGC	Private Capital Mobilized (USD)	0	The CGS has so far achieved a leverage ratio of 2.4 indicating that for every one shilling committed by the Government, KSh.2.4 private sector credit has been unlocked to MSMEs.
To establish Partial credit guarantees provided	Partial credit guarantees provided	Number of partial credit guarantees provided to PFI's under the Project	-	The MTE recommends that CGS was on course to be established so the indicators should remain unchanged.
<b>Technical Assistance</b>				
PFI's develop institutional maturity	To determine the PFI's develop institutional maturity	PFI's develop institutional maturity (IM)[6] (Governance, credit & risk mgt, market conduct, grievance redress etc.). APR disclosure standards.	100%	Draft institutional development plans done for 8 PFI's. These have been discussed with the PFI's and respective areas outlined awaiting implementation modalities.
Number of PFI's that implemented institutional development plans	To determine Number of PFI's that implemented institutional development plans	Number of PFI's that implemented institutional development plans	8	Draft institutional development plans done for 8 PFI's. These have been discussed with the PFI's and respective areas outlined awaiting implementation modalities.
Beneficiary firms reporting project financing reflected their needs	To determine the percentage of Beneficiary firms reporting project financing reflected their needs	Citizen engagement: Percentage of beneficiary firms reporting project financing reflected their needs	91.60 %	The MTE findings show that majority 91.6% of the MSMEs were satisfied that the SAFER funding reflected their needs. An additional 4.7% were neutral in their response, while 2.5% were not

<b>Planned results</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Cum. Progr ess</b>	<b>Performance / Remarks</b>
				satisfied on how SAFER funds reflected their needs.
		Citizen engagement: Percentage of beneficiary firms reporting project financing reflected their needs - of which, women-owned	93.10 %	The MTE findings show that majority 93.1% of the Women-led MSMEs were satisfied that the SAFER funding reflected their needs. An additional 5.0 % were neutral in their response, while 1.9% were not satisfied on how SAFER funds reflected their needs.
Report drafted on Citizen Engagement Survey	To establish Report drafted on Citizen Engagement Survey	Citizen engagement: Report drafted on Citizen Engagement Survey	Yes	Citizen engagement report has been finalized.
Number of women-owned MSMEs that participate in targeted sessions	To determine the Number of women-owned MSMEs that participate in targeted sessions	Number of women-owned MSMEs that participate in targeted sessions (awareness and capacity building with PFIs)	9,400	The MTE findings show that 66 of 259 women-owned MSMEs participated in targeted sessions. This makes a total of 25.5% attendance. By the time of MTE, the SAFER project had reached a total of 36,862 MSMEs. When this 25.5% is extrapolated to the total MSMEs reached, the final 9,400 women-owned MSMEs.
		Percentage of women-owned MSMEs reporting satisfied or very satisfied by targeted sessions	87.90 %	The MTE findings show overwhelming majority 87.9% of women-owned MSMEs who attended targeted session being satisfied with the targeted sessions. Those who were very satisfied were 36.4%, while those satisfied were

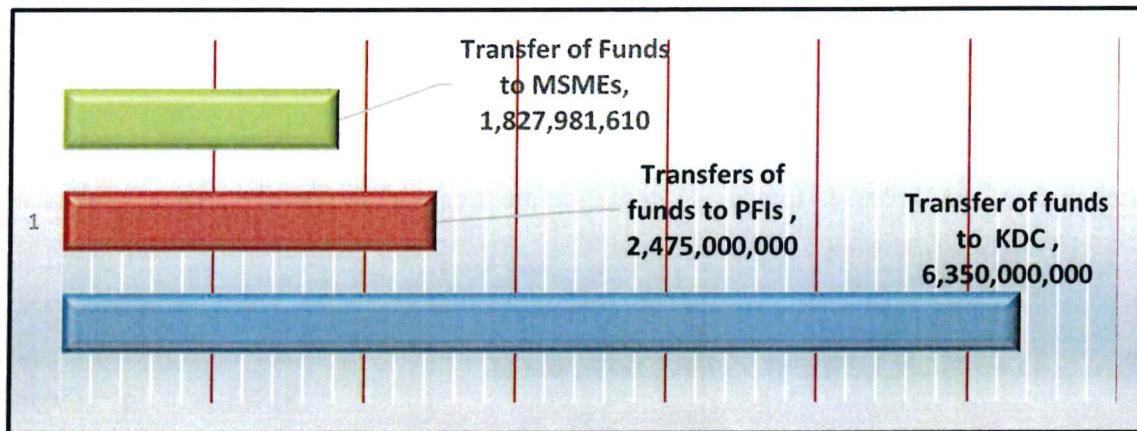
Planned results	Outcome	Indicator	Cum. Progress	Performance / Remarks
				51.5%. No women-owned MSME who attended the targeted sessions was dissatisfied.
Financial support channeled to investments in the green economy and climate financing	To establish the financial support channelled to investments in the green economy	Share of volume of financial support under the Project channeled to investments in the green economy and climate financing	4.20%	<p>This captures data from cooperative societies and MSMEs investment on green economy activities.</p> <p>The MTE findings show 14.5% of the MSMEs who had invested in green economy and climate finance. Further, analysis shows that they only invested 28.9% of the funds received from the project into green economy and climate change initiatives.</p> <p>With a total of 36,862 MSMEs having been reached by the project, the 14.5% translated to 5,345 MSMEs. The project having loaned KSH 1,820,906,151 to all the MSMEs so far, the number of MSMEs who said they invested in green economy must have received loan funds around KSH 264,031,392. The MTE shows that only 28.95 of these funds were invested in green financing, hence a total of KSH 76,305,072. This amount is equivalent to 4.2% of the total funds loaned to MSMEs.</p>

**Component 1 -Innovation and liquidity support to MSMEs:** This component focuses on providing immediate response to the COVID-19 pandemic by offering resilient recovery support to formal and informal sector MSMEs, especially those owned by women and youth, in sectors severely affected by the crisis.

**Cumulative Transfer of Funds**

The diagram below shows cumulative transfer of funds under component 1 to KDC (Apex Bank) totalling to Ksh 6.35billion. In 2024/2025 the Project disbursed Ksh 5.5billion to KDC, however 4billion was disbursed to KDC towards the end of the financial year on 30<sup>th</sup> June 2025.

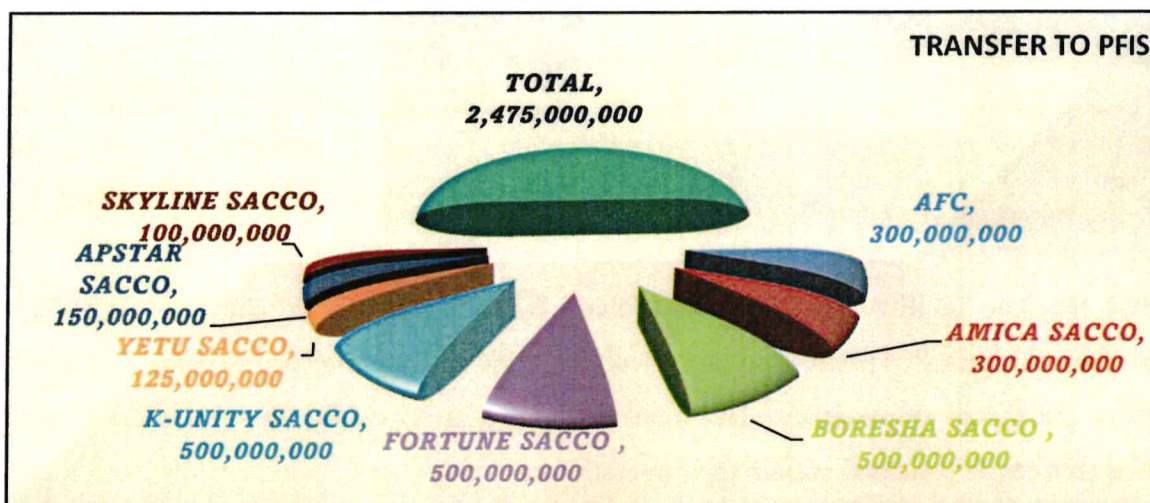
**Figure7: Cumulative Transfer**



**Transfer of Funds to Participating Financial Institution**

KDC disbursed Ksh 2.475 million to eight (8) Participating Financial Institutions (PFIs) out of which 74%(1.8billion) was on-lent to beneficiary MSMEs as reflected on the diagram below: -

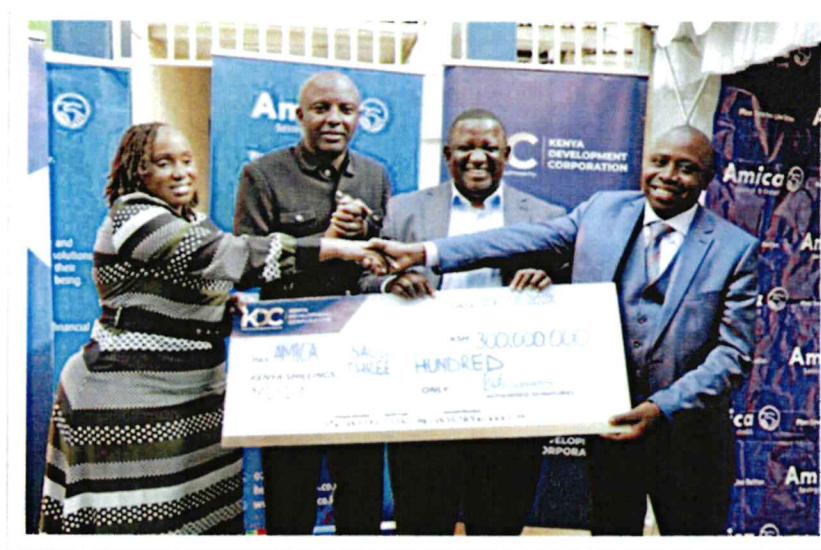
**Figure 8: Transfer of funds to PFIs**



### **Achievements**

1. **De- risking sectors:** - The Project is no longer just disbursing capital but de-risking sectors, enabling innovation, and accelerating value chain development. Our investments go where commercial finance cannot or will not reach. The Project through Apex Bank- KDC has extended tailored financial support to SACCOs and SMEs that are struggling to recover. This is a targeted intervention that has revived enterprises, saved jobs, and stabilized communities during an unprecedented economic shock.
2. **Financial Products:** - The SAFER initiative has also spurred innovation in financial product development, with 12 new tailored products introduced to address the unique needs of micro and small-scale enterprises. Of the total financing, 35% has gone to women-led enterprises underscoring a strong commitment to gender inclusion and empowerment.
3. **Access to Financing:** - More than 33,000 beneficiaries including women, youth, and grassroots entrepreneurs have accessed financing, leading to the creation of approximately 17,000 new jobs across 19 regions in Kenya.

#### **Activity1: Transfer of Funds to -Amica Sacco (PFI)**



MSMEs in Murang'a benefited with credit facilities amounting to Ksh 300million from Amica Scacco the funds are helping farmers in the county to increase production and boost value addition of their agricultural produce.

Through the loan facility under SAFER project, KDC has reinforced the Sacco's ability to empower local businesses particularly in agriculture, trade and manufacturing recovering from the effects of the Covid -9 pandemic. The funds are aimed at providing financial support to help MSMEs recover, expand and sustain their operations.



**Activity 2: Visit by World Bank  
Directors - K-Unity Sacco and  
Beneficiary MSMEs.**

The Apex Bank – KDC hosted WB Directors & Project Team in Kiambu, Ndumberi grounds to showcase the success of the SAFER Project.

**Mr. Qimiao Fan**, World Bank Director, praised the program’s progress, noting that “The uptake of SAFER demonstrates Kenya’s strong capacity for impact-driven innovation in

financial inclusion. Now is the time to work on the policy issues that will make it even easier for businesses to run and grow.”

**Mr. Albert Mwenda**, Director General for Budget, Fiscal and Economic Affairs at the National Treasury, lauded the program’s alignment with the Bottom-Up Economic Transformation Agenda (BETA), while reaffirming the government’s unwavering support for initiatives that empower enterprises and drive inclusive economic growth. The beneficiary MSMEs showcased their products and how they are benefitting from SAFER Funds. The National Treasury Director General, World Bank Director and other stakeholders visited K-Unity Sacco and its beneficiaries in Ndumberi ground Kiambu.



**Activity 3: Amica Sacco Beneficiary  
MSME. Horticultural Farmer in  
Muranga**

Ms. Lucy Wanjiku Gaiho started farming in 2017 and specializes in tomatoes, watermelon and vegetables.

She was greatly affected by Covid-19 pandemic because she had ready produce, and her market is majorly Nairobi and Uganda; she could not access the market due to lock down. She sourced working capital to re-establish the business. Working capital to recover from Covid-19 credit

amounting to Ksh 1,200,000. Created jobs from an average of 10-15 people every day but now she hires an average of 50 people every day. Production has increased; she started with 1 acre in 2017 producing 1 tone harvest and graduated to 10 acres currently which is attributed to the loan from Amica Sacco.

#### **4.Environmental and Sustainability Reporting**

The Government identified Micro, Small and Medium Enterprises (MSMEs) Economy as one of the five key sectors that will contribute to the creation of employment opportunities and growth of average incomes of players employed in the MSME Sector. The MSMEs are key players in the production of goods, industrialization, innovation and creation of employment that impact directly on the lives of the people at the bottom of the economic pyramid.

Despite the critical role played by MSMEs in the economy, they are frequently confronted with market imperfections. One of which is limited access to affordable finances. This has led to stagnation of MSMEs while others have collapsed after a short duration of operation. SAFER Project's Development Objective (PDO) is to enhance access to Finance and Support recovery of enterprises affected by impact of the Covid -19 pandemic.

##### **1. Sustainability strategy and profile**

The sustainability of the project is enforced through its design, which mandates:

- (a) The provision of lines of credit to financial institution and support innovation to build capabilities and deliver demonstration effect in the financing of MSMEs.
- (b) The creation of a sustainable and dedicated credit guarantee platform to encourage PFIs to deepen outreach to MSMEs and maximize the provision of private financing for development.
- (c) The provision of technical assistance to PFIs to improve market standards and to MSMEs to increase their capacity to access finance.

The training, networking and business advisory services that MSMEs will receive will better prepare them for success constituting an important risk mitigation against potential default/failure which would in turn contribute to the sustainability of the lenders this will strengthen MSMEs ability to access finance and sustain the growth of their businesses beyond the life of the project and thus contribute to the economy.

##### **2. Environmental performance**

The primary project beneficiaries are MSMEs in the formal and informal sector to benefit from the lines of credit and credit guarantees. The Project is designed to enable the availability of credit lines to hard-hit MSMEs channelled through FIs (Banks and Saccos and MFBs) in a manner that blends public and private capital, microfinance and digital solutions and strengthen the credit guarantee program.

In Kenya, MSMEs are subject to various environmental policies and regulations aimed at promoting sustainable business practices and minimizing negative environmental impacts. Some of the key policies include:

**i) Environmental Management and Coordination Act (EMCA), 1999 Revised 2012:**

This is a comprehensive piece of legislation that establishes the legal framework for environmental management in Kenya. It covers a wide range of issues, including environmental impact assessment, waste management, pollution control, and natural resource management. MSMEs are required to comply with the provisions of this Act and obtain relevant permits or licenses for their operations.

**ii) National Environmental Policy, 2013:**

This policy outlines the government's approach to environmental management and sustainable development. It emphasizes the integration of environmental considerations into various sectors, including industry and business. MSMEs are encouraged to adopt environmentally friendly practices and technologies.

**iii) Waste Management Regulations, 2006:**

These regulations provide guidelines for the proper management, handling, and disposal of various types of waste, including hazardous waste. MSMEs are required to manage their waste in accordance with these regulations to prevent environmental pollution.

**iv) Air Quality Regulations, 2014:**

These regulations set standards for ambient air quality to safeguard human health and the environment. MSMEs that emit pollutants into the air are expected to adhere to these standards and implement measures to reduce air pollution.

**v) Water Quality Regulations, 2006:**

These regulations establish water quality standards for different types of water bodies. MSMEs that discharge effluents into water bodies must ensure that their discharges meet the prescribed quality standards.

**vi) Plastic Ban and Extended Producer Responsibility (EPR) Initiatives:**

Kenya has taken steps to address plastic pollution by banning single-use plastic bags and promoting the responsible use and disposal of plastics. MSMEs involved in the production or use of plastics are affected by these regulations.

**vii) Climate Change Act, 2016:**

This Act provides a framework for addressing climate change issues in Kenya. While it may not directly target MSMEs, it underscores the importance of reducing greenhouse gas emissions and building resilience to climate change impacts. MSMEs in Kenya are encouraged to stay updated with relevant government agencies, such as the National Environment Management Authority (NEMA), to ensure compliance with current environmental policies and regulations. It's also recommended to seek guidance from legal experts or consultants who specialize in environmental compliance for businesses.

**3. Employee welfare**

The hiring process is guided by the Project Appraisal Report and the recommendations in the Aide-Memoires (Project reviews by World Bank) that are undertaken during the project implementation. The Procurement of staff under the project is undertaken through World Bank Procurement guidelines in addition to adhering to the principles of the Public Procurement and Disposal Act 2015 and Regulations. The hiring process considers the gender ratio with 80% women and 20% men. Staff Appraisals are carried out annually. Skills are improved through trainings, team buildings and meetings

On Occupational Safety and Health Act, the project ensures a safe and clean working environment for the few members of staff with provision of relevant safety equipment.

**4. Market place practices-**

**a) Responsible Supply chain and supplier relations-**

SAFER Project undertakes its procurement activities through a Procurement plan and budget approved by the World Bank and the National Treasury and Economic Planning.

Procurement under the project is undertaken through World Bank Procurement guidelines in addition to adhering to the principles of the Public Procurement and Disposal Act 2015 and Regulations. The project ensures that pending bills were maintained at their lowest at any given period and all suppliers are paid promptly on delivery of service and on presentation on invoices and other supporting documents.

**b) Responsible ethical practices**

a) The project undertakes its procurement aimed at:

Maximisation of value for money normally through competition throughout the procurement process. Promotion of local industry whereby some goods and services have been specific and limited to local suppliers. These are advertised through Specific Notices for National Bidding. Fairness and transparency in the procurement process through disclosure of all the selection, evaluation and award criteria in the bidding documents and debrief sessions;

b) All procurements are advertised broadly through Open Tender in the Local Dailies, and websites. This is done to enhance transparency, participation and competitiveness of the procurement process; and participation and competitiveness of the procurement process; and

c) The suppliers commit to observe all laws governing Fraud and Corruption through the contracts signed under the project.

The project is subject to the World Bank Anti-Corruption Guidelines, dated October 2006, January 2011 and July 2016 and the Kenya Legislative framework on Anti-Corruption.

**c) Regulatory impact assessment**

The project is subject to review Safeguard citizen and stakeholder's rights.

1. The project actively engages with suppliers and/or consultants, through a Grievance Redress Mechanism (GRM) to promptly address any complaints arising out of the procurement process.

a. The procurement activities in the project have continuously been monitored through the World Bank system -Systematic Tracking of Exchanges in Procurement (STEP)

b. Post Procurement Review sessions conducted annually by the World Bank to ascertain the Quality Assurance and Monitoring Mechanisms for the project procurement process.

c. Annual Financial audits

2. The project is also guided by an internal Service Level Agreement aimed at timely expediting of the supplier payments. Payment of goods and services supplied under the project has been through the signed contract milestones and the agreed deliverables.

## **5. Community Engagements**

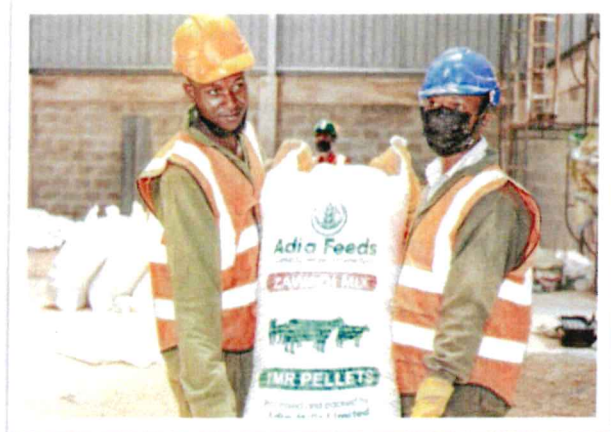
The key objective of the project is to increase access to financial services and support COVID-19 recovery of Micro, Small and Medium Enterprises (MSMEs) in Kenya. The Primary project beneficiaries are MSMEs in the formal and informal sector.

The project is continuously conducting outreach through a public awareness campaign launched on social and broadcast media to inform beneficiaries about the MSME financing opportunities. Therefore, all the various activities in the project involve community engagement.

**Community Engagement Activities**

A team comprising of officers from SAFER Project, the National Treasury and KDC as well as credit officers from the Participating Financial Institutions visited three PFIs in Kirinyaga, Muranga and Kiambu Counties namely Fortune Sacco, Amica Sacco and K-Unity Sacco respectively as well as visit a sample population of the MSMEs that have received SAFER credit. This is in order to gather lessons learnt, highlight challenges, take corrective actions as well as keep track of the progress of the SAFER Project as highlighted below: -

<b>1. Name of MSMSE: Adia feeds Farmer- PFI-K-UNITY</b>	
<b>Location</b>	Riuki Area, Kiambu County
<b>Amount of credit</b>	5,000,000
<b>Use of the funds</b>	Procure machinery for scaling up production of animal feeds



<b>Narration</b>	<b>Expected Output</b>	<b>Outcome</b>	<b>Additional Comments /Recommendation</b>
Mr. Gitonga manufactures pellets fodder for animals such as cows, goats, pigs and chicken. He commenced after his dairy business was affected by COVID-19 which disrupted supply chain and lost 60 cows.	The upscale of machinery would allow him to manufacture his own pellets for value addition and sustainability	<ul style="list-style-type: none"> <li>• He was able to scale up production that would sustain his income and eventually branded and opened two outlets in Githunguri and KwaMaico.</li> <li>• He has increased sales by 60% and hired 7 additional staff.</li> <li>• The team also visited Ms. Josephine Kanyotu with 20 cows who buys animal feed from Adia feeds.</li> </ul>	<ul style="list-style-type: none"> <li>• He seeks additional funds to buy solar equipment.</li> <li>• Benefited from K-Unity Sacco who provided Financial Management Software for his business and KIRDI (Kenya Industrial Research and Development Institute)</li> </ul>



**2. Name of MSME: Saloon & Barber Shop Business: Kiambu County- (PFI- K-UNITY)**

<b>Location</b>	Githunguri Area,
<b>Amount of credit</b>	200,000
<b>Use of the funds</b>	Stock replenishment

<b>Narration</b>	<b>Expected Output</b>	<b>Outcome</b>
Mr. Nahashon Njoroge is a barber shop owner in Githunguri for 14 years	Boost sales and increase income which was affected by COVID-19 pandemic	<ul style="list-style-type: none"> <li>• He was able to buy wireless rechargeable machines that can be operated without electricity and opened an additional shop within Githunguri town.</li> <li>• He was able to hire 4 permanent staff</li> </ul>



**3.Name of MSME: Dairy Farmer-(PFI-FORTUNE SACCO)**

<b>Location</b>	Kianjgege, Kirinyaga
<b>Amount of credit</b>	300,000
<b>Use of the funds</b>	Purchase of cows

<b>Narration</b>	<b>Expected Output</b>	<b>Outcome</b>	<b>Additional Comments</b>
Mr. Diskon Githaka's business was affected by COVID-19 which disrupted his business of selling cows and producing milk.	He sought the loan to purchase more cows to increase milk production and boost revenue	<ul style="list-style-type: none"> <li>• He now has 10 cows and gets 210 liters per day selling at Ksh 60 per liter.</li> </ul>	<ul style="list-style-type: none"> <li>• He also established biogas system that supplements electricity used for heating to reduce operational costs.</li> </ul>

## **5. Statement of Project Management Responsibilities**

The Principal Secretary for the National Treasury and the Project Manager for Supporting Access to Finance and Enterprise Recovery Project are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year ended on June 30, 2025.

This responsibility includes (i) Maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period, (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the project, (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud, (iv) safeguarding the assets of the project, (v) Selecting and applying appropriate accounting policies and (v) Making accounting estimates that are reasonable in the circumstances.

The Principal Secretary for the National Treasury and the Project Manager for Supporting Access to Finance and Enterprise Recovery Project accept responsibility for the Project's financial statements, which have been prepared on the accrual basis method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Principal Secretary for the National Treasury and the Project Manager for Supporting Access to Finance and Enterprise Recovery Project are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year ended June 30, 2025, and of the Project's financial position as at that date. The Principal Secretary for the National Treasury and the Project Manager for Supporting Access to Finance and Enterprise Recovery Project further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements and the adequacy of the systems of internal financial control.

The Principal Secretary for the National Treasury and the Project Manager for Supporting Access to Finance and Enterprise Recovery Project confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

**Approval of the Project Financial Statements**

The Project financial statements were approved by The Principal Secretary for the National Treasury and the Project Manager for Supporting Access to Finance and Enterprise Recovery Project on 19TH SEPTEMBER 2025 and signed by:



.....  
Dr. Chris K. Kiptoo, CBS  
**Principal Secretary**



.....  
Ray Charles Musau  
**Project Coordinator**

# REPUBLIC OF KENYA

Telephone: +254-(20) 3214000  
Email: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

HEADQUARTERS  
Anniversary Towers  
Monrovia Street  
P.O Box 30084-00100  
NAIROBI

## **REPORT OF THE AUDITOR-GENERAL ON SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY PROJECT (IDA CREDIT NO. 7018-KE) FOR THE YEAR ENDED 30 JUNE, 2025 - THE NATIONAL TREASURY**

---

### PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An Unmodified Opinion is issued when the Auditor-General concludes that the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management, and Governance.

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

### REPORT ON THE FINANCIAL STATEMENTS

#### **Opinion**

I have audited the accompanying financial statements of Supporting Access to Finance and Enterprise Recovery Project set out on pages 1 to 28, which comprise the statement

---

*Report of the Auditor-General on Supporting Access to Finance and Enterprise Recovery Project (IDA Credit No. 7018-KE) for the year ended 30 June, 2025 - The National Treasury*

of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Supporting Access to Finance and Enterprise Recovery Project as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Financing Agreement No.7018-KE dated 8 February, 2022 between the Government of Kenya and International Development Association (IDA) and the Public Finance Management Act, 2012.

In addition, the special accounts statements present fairly, transactions for the year, and the closing balance have been reconciled with the books of account.

### **Basis for Opinion**

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Supporting Access to Finance and Enterprise Recovery Project Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

### **Other Matter**

### **Unresolved Prior Year Matters**

In the report of the previous year, several issues were raised under the Report on Lawfulness and Effectiveness in Use of Public Resources which were unresolved as at 30 June, 2025.

### **Other Information**

Management is responsible for the other information set out on page (v) to (xxxix) which comprise of Project Information and Overall Performance, Statement of Performance

against Project's Predetermined Objectives, Environmental and Sustainability Reporting and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Project's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance thereon.

## REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

### **Conclusion**

As required by Article 229(6) of the Constitution and based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, I confirm that nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

### **Basis for Conclusion**

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk Management and overall governance

were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

### Conclusion

As required by Financing Agreement No.7018-KE dated 8 February, 2022 between the Government of Kenya and the International Development Association, I report based on my audit that:

- i. I have obtained all information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit;
- ii. Adequate accounting records have been kept by the Project, so far as appears from the examination of those records; and,
- iii. The Project's financial statements are in agreement with the accounting records and returns.

### Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Accrual Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Project's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the Project's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to

governance and risk management and ensuring the adequacy and effectiveness of the control environment.


### **Auditor-General's Responsibilities for the Audit**

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards of Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I also consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.

  
FCPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

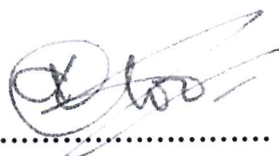
**Nairobi**

**26 September, 2025**

**7. Statement of Financial Performance for the Year Ended 30th June 2025.**

	Notes	FY 2024/2025
		Kshs
<b>Revenue</b>		
Revenue Transfers	6	5,006,270,769
Miscellaneous Revenue	7	13,000
<b>Total Revenue</b>		<b>5,006,283,769</b>
<b>Expenses</b>		
Employee costs	8	58,994,162
Use of goods and services	9	221,041,504
Transfers to other Government Entities	10	5,500,000,000
<b>Total expenses</b>		<b>5,780,035,666</b>
<b>Deficit for the year</b>		<b>(773,751,897)</b>


The accounting policies and explanatory notes to these financial statements are an integral part of the financial statements.



.....  
Dr. Chris K. Kiptoo, CBS  
Principal Secretary



.....  
Ray Charles Musau  
Project Manager



.....  
CPA Beatrice K. Musyoka  
Financial Management  
Specialist  
ICPAK Member No: 6193

*Note: Paragraph 79 of IPSAS 33 allows for the election by an entity to present one statement of financial performance, one statement of cash flow, one statement of net assets and the statement of financial position, and an opening statement of financial position at the time of adoption of the accrual basis of accounting. In preparing these financial statements, this election has been made; therefore, there are no comparatives in the first year of transition.*

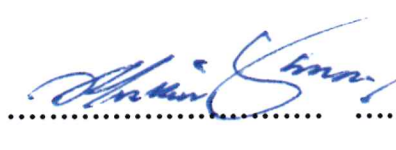
**8. Statement of Financial Position as at 30th June 2025**

	Note	FY 2024/2025	1st July 2024
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash equivalents	11	384,487,054	1,163,828,306
Receivables	12	724,464	956,100
<b>Total Current Assets</b>		<b>385,211,518</b>	<b>1,164,784,406</b>
<b>Non-Current Assets</b>			
<b>Total Non- Current Assets</b>		-	-
<b>Total Assets (a)</b>		<b>385,211,518</b>	<b>1,164,784,406</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables	13	-	5,820,991
<b>Total Current Liabilities</b>		-	<b>5,820,991</b>
<b>Total Liabilities</b>		-	<b>5,820,991</b>
<b>Net Assets</b>		<b>385,211,518</b>	<b>1,158,963,415</b>
<b>Represented By:</b>			
Accumulated Surplus		385,211,518	1,158,963,415
<b>Total Net Assets</b>		<b>385,211,518</b>	<b>1,158,963,415</b>

The financial statements were approved on 19TH SEP 2025 and signed by:



Dr. Chris K. Kiptoo, CBS  
Principal Secretary



Ray Charles Musau  
Project Manager



CPA Beatrice K. Musyoka  
Financial Management  
Specialist  
ICPAK Member No: 6193

**9.Statement of Changes in Net Assets for the Year Ended 30th June 2025.**

Description	Accumulated Surplus
	Kshs
As at 30th June 2024 (Cash Basis)	1,163,828,306
<b>Adjustments:</b>	
Asset Recognition	956,100
Liabilities Recognition	(5,820,991)
<b>As at 1st July 2024</b>	<b>1,158,963,415</b>
Surplus/(Deficit) for the period	(773,751,897)
<b>As at 30th June 2025</b>	<b>385,211,518</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The financial statements were approved on 19TH SEP 2025 and signed by:

.....  
Dr. Chris K. Kiptoo, CBS  
Principal Secretary

.....  
Ray Charles Musau  
Project Manager

.....  
CPA Beatrice K. Musyoka  
Financial Management  
Specialist  
ICPAK Member No: 6193

**10. Statement of Cashflow for the year ended 30th June 2025**

Description	Note	June 2025
		Kshs
<b>Cashflow from operating activities</b>		
<b>Receipts</b>		
Revenue Transfers from National Treasury	6	5,006,270,769
Miscellaneous Revenue	7	13,000
<b>Total receipts</b>		<b>5,006,283,769</b>
<b>Payments</b>		
Employee costs	8	58,994,162
Use of goods and services	9	226,630,859
Transfer to other Government Entities	10	5,500,000,000
<b>Total payments</b>		<b>5,785,625,021</b>
<b>Net cash flow from operating activities</b>	<b>14</b>	<b>(779,341,252)</b>
<b>Cashflow from investing activities</b>		
<b>Net cash flows from investing activities</b>		-
<b>Cash flow from financing activities</b>		-
<b>Net cash flow from financing activities</b>		-
Net increase/Decrease in cash and cash equivalents		(779,341,252)
<b>Cash and cash equivalent at 1st July 2024</b>	<b>11</b>	<b>1,163,828,306</b>
<b>Cash and cash equivalent at end of June 2025</b>	<b>11</b>	<b>384,487,054</b>

## 11. Statement of Comparison of Budget and Actual Amounts for the Year ended 30th June 2025

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Balance b/f from 2023/2024				1,163,828,306	- 1,163,828,306	
<b>Receipts</b>	-	-	-	-	-	-
Revenue Transfers	1,800,000,000	4,100,000,000	5,900,000,000	5,006,270,769	893,729,231	85%
Miscellaneous Revenue	-	-	-	13,000	- 13,000	
<b>Total Revenue</b>	<b>1,800,000,000</b>	<b>4,100,000,000</b>	<b>5,900,000,000</b>	<b>6,170,112,075</b>	<b>- 270,112,075</b>	
					-	
<b>Payments</b>						
Employee costs	60,000,000	-	60,000,000	58,994,162	1,005,838	98%
Use of goods and services	240,000,000	100,000,000	340,000,000	226,630,859	113,369,141	67%
Transfer to other Government Entities	1,500,000,000	4,000,000,000	5,500,000,000	5,500,000,000	-	100%
<b>Total Payments</b>	<b>1,800,000,000</b>	<b>4,100,000,000</b>	<b>5,900,000,000</b>	<b>5,785,625,021</b>	<b>114,374,979</b>	
<b>Surplus or Deficit</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>384,487,054</b>	<b>- 384,487,054</b>	

### Budget notes

Note: The significant budget utilization/performance differences in the last column are explained below.

- i) The Project received funding amounting to Kshs 5,006,270,769 billion to fund activities as per the Annual Work Plan and Budget. The under receipt of 15% was covered by the balance brought forward as reflected in the cash flow. Therefore, all the activities were funded. The balances brought from previous FY 2023/2024 were utilised as first charges to settle all liabilities.
- ii) The use of goods and services were at Ksh 226 million with an absorption rate of 67%. The under expenditure of 33% represents Consultancies that were still under implementation and specialized Equipment for SASRA that were dependant on output of Consultancy (SACCO shared services).
- iii) The miscellaneous receipt of Ksh 13,000 was for sale of tender documents of various consultancies but had not been budgeted for.

**Changes between the original and final budget: -**

i) The approved budget in 2024/2025 was Ksh 1.8billion, however, in March 2025, the Project suffered a Budget reduction to Ksh 1.5billion under Supplementary II. The reduction resulted in an over-expenditure and consequently was unable to incur any additional expenditure. The Project therefore requested for additional Budget amounting to of 5.4billion in order to disburse funds to KDC as per the Subsidiary Loan Agreement between GOK and KDC under component 1 and to support operationalization of the Kenya Credit Guarantee Company (KCDC) under component 2 and meet contractual obligations of on-going consultancies.

ii) The Project was granted additional budget of Kshs 5.4 billion on 25<sup>th</sup> April 2025. However, the additional budget of 5.4 billion was further reduced to 4.1 billion under Supplementary III leaving a final Budget of Ksh 5.9billion (1.8billion plus 4.1billion) as reflected in the Budget Statement above.

**Budget Reconciliation**

The actual surplus amount as per the Statement of Budget is Kshs 384,487,054 is equal to the closing Cash and Cash Equivalent as per the Statement of Cash flows. The Project had a balance carried forward from 2023/2024 utilised as first charges to settle all total liabilities and the residual incorporated into the budget for FY 2024/2025.

## **12. Notes to the Financial Statements**

### **1) General Information**

Supporting Access to Finance and Enterprise Recovery Project (SAFER) under The National Treasury entity is established by and derives its authority and accountability from Public Finance Management Act 2012 and Financing Agreement between Republic of Kenya and International Development Association (IDA) dated 8<sup>th</sup> February 2022. The Project is wholly owned by the Government of Kenya and is domiciled in Kenya. The entity's principal activity is to increase access to financial services and support COVID-19 recovery of Micro, Small and Medium Enterprises (MSMEs) in Kenya. Through the loan facility under SAFER project, KDC has reinforced the Sacco's ability to empower local businesses particularly in agriculture, trade and manufacturing recovering from the effects of the Covid -9 pandemic. The funds are aimed at providing financial support to help MSMEs recover, expand and sustain their operations.

### **2) Statement of Compliance and Basis of Preparation**

The financial statements have been prepared in accordance with the Public Finance Management Act, 2012 and with the International Public Sector Accounting Standards (IPSAS).

The Project has taken advantage of the transitional provisions under IPSAS 33, and therefore these 1<sup>st</sup> year financial statements are transitional financial statements and the following elements of the financial statements have not been recognized as the entity has taken advantage of the transition provisions outlined in IPSAS 33. The Project did not have items of property, plant and equipment for which to measure at re-valued amount. There were no marketable securities and financial instruments to be measured at fair value, nor impaired assets to be measured at their estimated recoverable amount and actuarially determined liabilities measured at their present value. During the three year Transition period, the Project will undertake the following: Trainings on Accrual, Appointment of Steering Committee and Asset Manager.

The Preparation of Financial Statements in conformity with Transitional IPSAS Financial Statements/ Prepared in accordance with the Accrual Basis of Accounting Method under the International Public Sector Accounting Standard (IPSAS).

These Financial Statements were authorized for issue by the accounting officer on

...19<sup>TH</sup> SEPTEMBER 2025

**Supporting Access to Finance and Enterprise Recovery (SAFER) Project  
Annual Report and Financial Statements for the financial year ended June 30, 2025**

**3) Adoption of New and Revised Standards**

*i) New and amended standards and interpretations in issue effective in the year ended 30*

*June 2025.*

<b>Standard</b>	<b>Effective date and impact:</b>
<b>IPSAS 43</b>	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p> <p><i>Management has assessed the new standard, and it has no impact to the entity at the moment.</i></p>
<b>IPSAS 44: Non-Current Assets Held for Sale and Discontinued Operations</b>	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p> <p><i>These Changes have been assessed and at the moment they have no effect on the operations of the Project. Where the Project identifies assets for sale, they shall be classified separately from PPE in the year such decision is made.</i></p>
<b>IPSAS 45-Property Plant and Equipment</b>	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be</p>

**Supporting Access to Finance and Enterprise Recovery (SAFER) Project  
Annual Report and Financial Statements for the financial year ended June 30, 2025**

Standard	Effective date and impact:
	<p>recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p><i>Management has assessed the new standard, and it has no impact to the entity at the moment.</i></p>
<p><b>IPSAS 46 Measurement</b></p>	<p><i>Applicable 1<sup>st</sup> January 2025</i></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <p>Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</p> <p>Clarifying transaction costs guidance to enhance consistency across IPSAS;</p> <p>Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</p> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>These changes have been assessed, and the Project's Assets and Liabilities will be impacted upon application of this standard.</i></p>

*i) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2025*

Standard	Effective date and impact:
<p><b>IPSAS 47- Revenue</b></p>	<p><i>Applicable 1<sup>st</sup> January 2026</i></p> <p>This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non-exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users</p>

**Supporting Access to Finance and Enterprise Recovery (SAFER) Project  
Annual Report and Financial Statements for the financial year ended June 30, 2025**

Standard	Effective date and impact:
	<p>of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p> <p><i>These changes have been assessed, and the Project's revenue will be impacted upon application of this standard and reported as per the requirements of the standard.</i></p>
<p><b>IPSAS 48- Transfer Expenses</b></p>	<p><i>Applicable 1<sup>st</sup> January 2026</i></p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p> <p><i>These changes have been assessed the Transfer expenses will be impacted upon application of this standard and reported as per the requirements of the standard.</i></p>
<p><b>IPSAS 49- Retirement Benefit Plans</b></p>	<p><i>Applicable 1<sup>st</sup> January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p> <p><i>Management has assessed the new standard, and it has no impact to the entity at the moment.</i></p>

**ii) Early adoption of standards**

The Project did not early – adopt any new or amended standards in the financial year 2024/2025.

**4) Summary of Significant Accounting Policies**

**a) Revenue recognition**

**i) Revenue from non-exchange transactions**

**Transfers from other government entities**

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably. To the extent that there is a related condition attached that would give rise to a liability to repay the amount, the amount is recorded in the statement of financial position and realised in the statement of financial performance over the useful life of the assets that have been acquired using such funds.

**ii) Revenue from exchange transactions**

**Interest income**

Interest income is accrued using the effective yield method. The effective yield discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount. The method applies this yield to the principal outstanding to determine interest income each period.

**b) Budget information**

The original budget for FY 2024/2025 was approved in **June 2024**. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals to conclude the final budget. Accordingly, the entity recorded additional appropriations of **4.1 billion** on the FY 2024/2025 budget following the Council/ Board's approval. The entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented **under note 15** of these financial statements.

**c) Property, plant and equipment**

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition or construction of the item of property appropriately according to the acronyms you use in your financial statements plant and equipment. When significant parts of property, plant and equipment are required to be replaced at intervals, the entity recognizes such parts as individual assets with specific useful lives and

depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus, or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

**d) Leases**

Finance leases are leases that transfer substantially the entire risks and benefits incidental to ownership of the leased item to the Entity. Assets held under a finance lease are capitalized at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the future minimum lease payments. The Entity also recognizes the associated lease liability at the inception of the lease. The liability recognized is measured as the present value of the future minimum lease payments at initial recognition. Subsequent to initial recognition, lease payments are apportioned between finance charges and reduction of the lease liability to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognized as finance costs in surplus or deficit. An asset held under a finance lease is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Entity will obtain ownership of the asset by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

**e) Intangible assets**

Intangible assets acquired separately are initially recognized at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses. Internally generated intangible assets, excluding capitalized development costs, are not capitalized and expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred. The useful life of the intangible assets is assessed as either finite or indefinite. Intangible assets with an indefinite useful life are assessed for impairment at each reporting date.

**f) Research and development costs**

The Entity expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the Entity can demonstrate:

- The technical feasibility of completing the asset so that the asset will be available for use or sale.
- Its intention to complete and its ability to use or sell the asset.
- How the asset will generate future economic benefits or service potential
- The availability of resources to complete the asset.
- The ability to measure reliably the expenditure during development.

Following initial recognition of an asset, the asset is carried at cost less any accumulated amortization and accumulated impairment losses. Amortization of the asset begins when development is complete, and the asset is available for use. It is amortized over the period of expected future benefit. During the period of development, the asset is tested for impairment annually with any impairment losses recognized immediately in surplus or deficit.

**g) Financial instruments**

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. The Project does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

***Financial assets***

***Classification***

The entity classifies its financial assets as subsequently measured at amortised cost, fair value through net assets/ equity, or fair value through surplus and deficit on the basis of both the entity's management model for financial assets and the contractual cash flow characteristics of the financial asset. A financial asset is measured at amortized cost when the financial asset is held within a management model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal outstanding. A financial asset is measured at fair value through net assets/ equity if it is held within the management model whose objective is achieved by both collecting contractual cashflows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. A financial asset shall be measured at fair value through surplus or deficit unless it is measured at amortized cost or fair value through net assets/ equity unless an entity has made an irrevocable election at initial recognition for particular investments in equity instruments.

***Subsequent measurement***

Based on the business model and the cash flow characteristics, the entity classifies its financial assets into amortized cost or fair value categories for financial instruments. Movements in fair value are presented in either surplus or deficit or through net assets/ equity subject to certain criteria being met.

***Amortized cost***

Financial assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest, and that are not designated at fair value through surplus or deficit, are measured at amortized cost. A gain or loss on an instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is de-recognized or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

***Fair value through net assets/ equity***

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity.

Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

**Fair value through surplus or deficit**

Financial assets that do not meet the criteria for amortized cost or fair value through net assets/ equity are measured at fair value through surplus or deficit. A business model where the entity manages financial assets with the objective of realizing cash flows through solely the sale of the assets would result in a fair value through surplus or deficit model.

**Trade and other receivables**

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. Trade and other receivables are assessed for impairment on a continuing basis. An estimate is made of doubtful receivables based on a review of all outstanding amounts at the year-end.

**Impairment**

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date.

**Financial liabilities**

**Classification**

The entity classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

**h) Inventories**

Inventory is measured at cost upon initial recognition. To the extent that inventory was received through non-exchange transactions (for no cost or for a nominal cost), the cost of the inventory is its fair value at the date of acquisition.

Costs incurred in bringing each product to its present location and conditions are accounted for, as follows:

- Raw materials: purchase cost using the weighted average cost method.
- Finished goods and work in progress: cost of direct materials and labour and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs.

After initial recognition, inventory is measured at the lower of cost and net realizable value. However, to the extent that a class of inventory is distributed or deployed at no charge or for a nominal charge, that class of inventory is measured at the lower of cost and current replacement cost.

Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution. Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Project.

**i) Provisions**

Provisions are recognized when the Project has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Where the Project expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain. The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

**Contingent liabilities**

The Project does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

**Contingent assets**

The Project does not recognize a contingent asset but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Project in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

**j) Nature and purpose of reserves**

The Project creates and maintains reserves in terms of specific requirements. Retained earnings comprise of surplus relating to prior periods.

**k) Changes in accounting policies and estimates**

The Project recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

**l) Employee benefits**

**Retirement benefit plans**

The Project does not provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee

benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

**m) Foreign currency transactions**

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. Trade creditors or debtors denominated in foreign currency are reported at the statement of financial position reporting date by applying the exchange rate on that date. Exchange differences arising from the settlement of creditors, or from the reporting of creditors at rates different from those at which they were initially recorded during the period, are recognized as income or expenses in the period in which they arise.

**n) Borrowing costs**

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment.

Such borrowing costs are capitalized over the period during which the asset is acquired or constructed, and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

**o) Related parties**

The Project regards a related party as a person or an entity with the ability to exert control individually or jointly or to exercise significant influence over the Project, or vice versa. Members of key management are regarded as related parties and comprise the Project Coordinator, the Principal and senior managers.

**p) Service concession arrangements**

The Project analyses all aspects of service concession arrangements that it enters into in determining the appropriate accounting treatment and disclosure requirements. In particular, where a private party contributes an asset to the arrangement, the Project recognizes that asset when, and only when, it controls or regulates the services. The operator must provide together with the asset, to whom it must provide them, and at what price. In the case of assets other than 'whole-of-life' assets, it controls, through ownership, beneficial entitlement or otherwise – any significant residual interest in the asset at the end of the arrangement. Any assets so recognized are measured at their fair value. To the extent that an asset has been recognized, the Project also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

**q) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year.

**r) Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2025.

Notes to the financial statements

6. Revenue Transfers

Description	FY2024/2025
	KShs
<b>Unconditional Transfers</b>	
Transfers from Development partners - IDA	5,006,270,769
<b>Total</b>	<b>5,006,270,769</b>

During the period , the Project received Ksh 5,006,270,769 . The key purpose of the funding is to increase access to financial services and support COVID-19 recovery of Micro, Small and Medium Enterprises (MSMEs) in Kenya.

a) Details to Revenue Transfers

Name of The Entity Transferring	Amount recognized to Statement of Financial performance	Amount deferred under deferred income.	Amount moved to Capital fund	Total transfers 2024/2025
	Kshs	Kshs	Kshs	Kshs
World Bank IDA Loan Revenue	5,006,270,769		-	5,006,270,769
<b>Total</b>	<b>5,006,270,769</b>	<b>-</b>	<b>-</b>	<b>5,006,270,769</b>

7. Miscellaneous revenue

Description	FY2024/2025
	Kshs
Receipts from Sale of Tender Documents	13,000
<b>Total Miscellaneous Incomes</b>	<b>13,000</b>

Miscellaneous revenue relates to income received from sale of Tender Documents.

8. Employee Costs

Description	FY2024/2025
	Kshs
Salaries of Contracted Staff	58,994,162
<b>Employee costs</b>	<b>58,994,162</b>

Employee costs relate to salaries of contracted staff in line with the approved individual contracts.

### 9. Use of Goods and Services

Description	FY 2024/2025
	Kshs
Communication, supplies and services	496,272.00
Domestic travel and subsistence	4,050,900
General office supplies	2,000,418
Stationery, Printing, advertising, and information supplies	1,998,286
Office rent	7,229,707
Training payments	26,120,658
Hospitality supplies and services	1,028,300
Consultancies	175,906,222
Routine maintenance – vehicles and other transport equipment	105,835
Other operating payments(specify) Office cleaning & Maint	2,104,906
<b>Total Use of Goods and Services</b>	<b>221,041,504</b>

The use of goods and services expenditures were majorly contributed by the items such as communication expenses, domestic travel, general office supplies, advertisement, rental expenses, training, hospitality, consultancies, maintenance of motor vehicle expenses and office operation expenses.

### 10. Transfer to Other Government Entities

Description	FY2024/2025
	Kshs
Transfer to Kenya Development Corporation (KDC)	5,500,000,000
<b>Total Transfers to Other Government Entities</b>	<b>5,500,000,000</b>

Transfer to Other government entities relates to capital transfer to Kenya Development Corporation (KDC) for onward on-lent to the beneficiary MSMEs.

### 11. Cash and Cash Equivalent

Description	FY2024/2025	1st July 2024
	Kshs	Kshs
Cash in Bank	384,487,054	1,163,828,306
<b>Total Cash and Cash Equivalent</b>	<b>384,487,054</b>	<b>1,163,828,306</b>

There was no cash in hand during the year.

**Project Bank Accounts**

<b>Details</b>	<b>FY2024/2025</b>	<b>1st July 2024</b>
	<b>Kshs</b>	<b>Kshs</b>
<b><u>Foreign Currency Accounts</u></b>		
Central Bank of Kenya LOAN [A/c No. 1000568976] <b>DA-A</b>	-	-
Central Bank of Kenya LOAN [A/c No. 1000632984] <b>DA-B</b>	-	-
Central Bank of Kenya LOAN [A/c No. 1000632992] <b>DA-C</b>	-	-
<b>Total Foreign Currency balances</b>	<b>=</b>	<b>=</b>
	-	-
<b><u>Local Currency Accounts</u></b>		
Central Bank of Kenya- <b>SAFER A</b> - Project Bank Account (A/c No. 1000709596]	4,132,756	982,959,668
Central Bank of Kenya- <b>SAFER B</b> - Project Bank Account [A/c No. 1000709607]	-	-
Central Bank of Kenya - <b>SAFER C</b> - Project Bank Account [A/c No. 1000693096]	380,354,298	180,868,638
<b>Total local currency balances</b>	<b><u>384,487,054</u></b>	<b><u>1,163,828,306</u></b>
<b>Total bank account balances</b>	<b><u>384,487,054</u></b>	<b><u>1,163,828,306</u></b>

**12. Receivables**

<b>Description</b>	<b>FY2024/2025</b>	<b>1st July 2024</b>
	<b>Kshs</b>	<b>Kshs</b>
Outstanding Imprest	724,464	956,100
<b>Total Receivables</b>	<b>724,464</b>	<b>956,100</b>

Note: During the year the Project had one outstanding imprest amounting to Ksh 724,464. The imprest has since been accounted for.

### Ageing analysis for Receivables

Description	FY 2024/2025		1 <sup>st</sup> July 2024	
	Kshs		Kshs	
	FY 2024/2025	% of the total	2023/2024	% of the total
Less than 1 year	724,464	100%	956,100	100%
<b>Total (a+b)</b>	<b>724,464</b>	<b>100%</b>	<b>956,100</b>	<b>100%</b>

In 2023/2024 the Accounts receivable was Ksh 956,100. The imprest was accounted for in August 2024. In 2024/2025 Accounts receivable was Ksh 724,464. The imprest has since been accounted for, with an ageing period of less than two months after the financial year.

### 13. Trade and Other Payables

Description	FY 2024/2025		1st July 2024	
	Kshs		Kshs	
Trade Creditors	-	-	5,820,991	
<b>Total trade and other payables</b>	<b>-</b>	<b>-</b>	<b>5,820,991</b>	<b>-</b>
Ageing analysis: (Trade and other payables)	Current Period	% of the Total	Comparative Period	% of the Total
Under one year	-	%	5,820,991	100%
<b>Total</b>	<b>-</b>		<b>5,820,991</b>	

Trade payables include payables from advertisement, hospitality and Training expenses for FY 2023/2024 of Ksh 5.8 million. All payables are below one year.

### 14. Cash Generated from Operations

Description	1st July 2024
	Kshs
Surplus/Deficit for the period	(773,751,897)
Adjusted for:	
Working capital adjustments	
Decrease in receivables	231,636
Decrease in payables	(5,820,991)
<b>Net cash flow from operating activities</b>	<b>(779,341,252)</b>

**15. Reconciliation Between Surplus as per the Budget and Deficit as per the Statement of Financial Performance**

<b>Reconciliation Between Surplus as per the Budget and Deficit as per the Statement of Financial Performance</b>	
<b>Description</b>	<b>Amount</b>
Deficit under Statement of Financial Performance	(773,751,897)
Less Surplus under the Statement of Budget and Actual amounts	384,487,054
<b>Difference</b>	<b>(1,158,238,951)</b>
<b>Explained by:</b>	
<b>Surplus under the statement of budgeted and actual amounts</b>	<b>384,487,054</b>
Decrease in receivables	(231,636)
Payables for 2023/2024 paid in 2024/2025	5,820,991
Unspent balance in b/f 2023/2024	(1,163,828,306)
<b>Deficit under statement of financial performance</b>	<b>(773,751,897)</b>

**16. Special Deposit Accounts**

The balances in the Project's Special Deposit Account(s) as of 30th June 2025 are not included in the Statement of Financial Assets since the line items are yet to be drawn into the Exchequer Account as a voted provision.

Below is the Special Deposit Account (SDA) movement schedule, which shows the flow of funds voted in the year. These funds have been reported as loans/grants received in the year under the Statement of Receipts and Payments.

**Special Deposit Accounts Movement Schedule**

Description	FY 2024/25	1st July 2024	FY 2024/25	1st July 2024
	Kshs	Kshs	EURO	EURO
<b>(i) Central Bank Of Kenya [A/c No 1000568976]- DA-A</b>				
Opening balance as at 1st July 2024 as per SDA reconciliation	53,727,388	-	375,191	-
Total amount deposited in the account	4,267,447,101	1,886,687,056	29,782,938	13,175,186
Total amount withdrawn	4,321,173,088	1,832,959,668	30,158,119	12,799,995
<b>Closing balance as at 30th June 2025 (as per SDA bank account reconciliation attached)</b>	<b>1,401</b>	<b>53,727,388</b>	<b>10</b>	<b>375,191</b>
<b>(ii) Central Bank Of Kenya [A/c No 1000632984]- DA-B</b>				
Opening balance as at 1st July 2024 as per SDA reconciliation	-	-	-	-
Total amount deposited in the account	-	-	-	-
Total amount withdrawn	-	-	-	-
<b>Closing balance as at 30th June 2025 (as per SDA bank account reconciliation attached)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(iii) Central Bank Of Kenya [A/c No 1000632992]- DA-C</b>				
Opening balance as at 1st July 2024 as per SDA reconciliation	78,052,443	141,737,899	568,559	1,032,031
Total amount deposited in the account	607,045,489	78,052,443	4,145,506	568,028
Total amount withdrawn	685,097,681	141,737,899	4,714,064	1,031,500
<b>Closing balance as at 30th June 2025 (as per SDA bank account reconciliation attached)</b>	<b>251</b>	<b>78,052,443</b>	<b>2</b>	<b>568,559</b>

**Note:** The Special Deposit Accounts reconciliation statements have been attached as Annex 4 support these closing balance. Bank Statements for the Special Deposit Bank Accounts are in Euro therefore the Euro column is included.

## **17.Related Party Disclosures**

### **Nature of related party relationships**

Entities and other parties related to the Project include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members.

### **Government of Kenya**

The Government of Kenya is the principal shareholder of the Project, holding 100% of the Project's equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the Entity, both domestic and external.

### **Other related parties include:**

- i) The National Treasury and Planning
- ii) Key management personnel in Project Implementation unit
- iii) Other Ministries, Departments and Agencies (KNEST, SDMSME)
- iv) Project Coordination Committee
- v) The National Treasury, Central Bank of Kenya, (CBK), SASRA and other MDAs.
- vi) Apex Bank – Kenya Development Corporation (KDC)
- iii) Participating Financial Institutions (PFIs), Micro Finance Banks and Saccos.
- iv) Credit Guarantee Scheme / Committee
- v) Eligible Micro, Small and Medium Enterprises (MSMEs)

<b>Description</b>	<b>FY2024/2025</b>
	<b>Kshs</b>
<b>Transactions with related parties</b>	
<b>a) Grants from the government</b>	
Grants from national govt , Exchequer from IDA	5,006,270,769
<b>Total</b>	<b>5,006,270,769</b>
<b>b) Transfers to related Parties</b>	
Transfers to related Parties ( KDC)	5,500,000,000
<b>Total</b>	<b>5,500,000,000</b>
<b>Total</b>	
<b>c) Key management compensation</b>	
Compensation to key management	53,177,604
<b>Total</b>	<b>53,177,604</b>

**Notes to the financial statements**

**18. Events after the Reporting Period**

There were no material adjusting and non-adjusting events after the reporting period.

**19. Ultimate And Holding Entity**

The Project is a Donor Funded Project under the National Treasury. Its ultimate parent is the Government of Kenya.

**20. Currency**

The financial statements are presented in Kenya Shillings (Kshs) rounded to the nearest Kshs.

### 13. Annexes

#### Annex 1: Prior Year Auditor-General's Recommendations

No.	Issue / Observations from Auditor	Management comments	Status	Timeframe
1	<p><b><u>Budgetary control and performance-</u></b> The statement of comparison of budget and actual amounts reflects final receipts budget and actual on a comparable basis of Kshs.2,000,000,000 and Kshs.1,974,697,567 respectively, resulting to an under-funding of Kshs.25,302,433 or 1% of the budget. Similarly, the project spent an amount of Kshs.933,798,177 against actual receipts of Kshs.1,974,697,567, resulting to an under-utilization of Kshs.1,040,899,390 or 53% of actual receipts.</p>	<p>The under-utilization of Kshs.1,040,899,390 or 53% was mainly due to the re-designation of Agricultural Finance Corporation (AFC) from Apex Institution to Participating Financial Institution (PFI). In 2023 2024 Agricultural Finance Corporation (AFC) was to receive Euros 7million (Appx. Kshs 1Billion) as per Subsidiary Loan Agreement (SLA). However, AFC relinquishes its previously assigned role of APEX institution, and assumes that of a PFI, providing lines of affordable credit to MSMEs within the agricultural sector, aligned to its core mandate. <b>Therefore, funds were not transferred to the AFC (Apex institution) as planned due to the changes hence the under-utilization of Kshs.1,040,899,390. However, in 2024/2025 the funds were transferred to Kenya Development Corporation (KDC) following approval of Subsidiary Loan Agreement (Addendum) dated 31st October 2024 and letter dated 26th November 2024.</b></p>	<p>The Issue has been resolved by management and awaiting closure upon consideration by Parliament.</p>	<p>30th June 2026</p>
2	<p><b><u>Late Remittance of Statutory Deductions-</u></b> The statement of receipts and payments reflects expenditure on compensation to employees amounting to Kshs.39,353,542 which relates to basic salaries of permanent employees as disclosed in Note 4 to the financial statements. Included in the amount are statutory deductions totaling Kshs.4,118,197 in respect to PAYE, National Health Insurance Fund and Affordable Housing Levy which were remitted after the ninth day following month of deduction contrary to Section 10(1) and (2) of the Income Tax Act Cap 470, Regulation 4(1) of the defunct National Health Insurance Fund (Contributions) Regulations, 2022 and Section 4(3) of the Affordable Housing Act, 2004.</p>	<p>The management has always been keen in ensuring all statutory deductions are remitted before the statutory deadline of the 9th day of the following month. However, there were unavoidable delays in remitting PAYE, Affordable Housing Levy employer contribution, NHIF and NSSF for the two months of March and April 2024 due to late renewal of PIU Staff employment contracts. The approval process on renewal of staff contracts which expired on 29th February 2024, was granted by the World Bank and Principal Secretary, National Treasury on 8th May 2024. <b>Therefore, salary, including statutory deductions for the month of March and April 2024 were paid towards the end of May 2024. Principal Secretary PS Approval, and i-Tax Returns for staff and Bank Statement confirming the payment was provided for review.</b> <b>Action Taken: Management will ensure that the staff contracts' renewal process is initiated and finalized early.</b></p>	<p>The Issue has been resolved by management and awaiting closure upon consideration by Parliament.</p>	<p>30th June 2026</p>

*Supporting Access to Finance and Enterprise Recovery (SAFER) Project  
Annual Report and Financial Statements for the financial year ended June 30, 2025*

N o.	Issue / Observations from Auditor	Management comments	Status	Timeframe
	<p>Although Management explained that the delays were caused by late renewal of Project Implementation Unit staff employment contracts, the delays could have been avoided by having them finalized in time before their expiry.</p>			
3	<p><b><u>Unbudgeted Approved Gratuity Payable</u></b> Review of employee's contracts revealed that the terms of employment provided for gratuity of 30% of consolidated pay translating to an amount of Kshs.8,211,744. However, correspondence between the Project and the Donor revealed that the gratuity was considered ineligible expenditure. As a result, the Project Management requested the Principal Secretary to The National Treasury to settle the amount from The National Treasury budget allocation. This request was approved on 31 May 2024. Although subsequent contracts have been drawn exclusive of gratuity, the liability totalling to Kshs.8,211,744 in respect of gratuity remains unsettled. This was contrary to Regulations 120(3) of the Public Finance Management (National Government) Regulations, 2015 which states that the Accounting Officer of a government entity shall ensure that the personnel cost of all appointees, as well as promotion and salary increases, can be met within the budgetary allocation voted for the national government entity.</p>	<p>The SAFER Project did not pay gratuity as this was considered an ineligible expenditure by the Bank. The Project does not have Counterpart funds. The Principal Secretary National Treasury approved exceptionally, payment of outstanding gratuity on 31st May 2024 to be considered from the National Treasury's budget. The gratuities have since been paid.</p>	<p>The Issue has been resolved by management and awaiting closure upon consideration by Parliament.</p>	<p>30th June 2026</p>
4	<p><b><u>Failure to Settle Pending Accounts Payables- Note 14 to the financial statements reflect pending</u></b></p>	<p>The pending accounts payable were all for public participation activities conducted for the Credit Guarantee Company (Component 2) during the month of May 2024, and the suppliers consequently billed for their services and</p>	<p>The Issue has been resolved by management and awaiting</p>	<p>30th June 2026</p>

**Supporting Access to Finance and Enterprise Recovery (SAFER) Project  
Annual Report and Financial Statements for the financial year ended June 30, 2025**

N o.	Issue / Observations from Auditor	Management comments	Status	Timeframe
	<p>was due to delay in submission of supporting documents by suppliers, no evidence was provided to confirm that these accounts payable had been paid as at the time of audit in October 2024. This is contrary to Regulation 150(1) of the Public Procurement and Disposal Regulations, 2020 which requires Project Management to make prompt payment within sixty days from the date of receipt of the invoice.</p>	<p>May 2024, which is the deadline date of commitments as per Regulation 51(1) of the PFM Act and National Treasury Circular on Closure guidelines.</p>		
5	<p><u>Non- Compliance with the Provisions of the Financing Agreement Financing Agreement</u> Review of Project Coordination Committee (PCC) meeting minutes revealed that the committee only met once in the financial year under review and twice since Project inception in May 2022. This was contrary to schedule 2 section I A 3(c) of the Project Financing Agreement which requires PCC to hold meetings at least every six months to review project results, discuss any key issues arising and agree on key milestones over the following six months.</p>	<p>Management will ensure adherence to the requirement to convene the PCC every six months. Further to the PCC convened on 15<sup>th</sup> February 2024, the first PCC of FY 2024/25 was convened on 16<sup>th</sup> October 2024.</p>	<p>The Issue has been resolved by management and awaiting closure upon consideration by Parliament.</p>	<p>30th June 2026</p>

.....  
Dr. Chris K. Kiptoo, CBS  
Principal Secretary

.....  
Ray Charles Musau  
Project Coordinator

**Annex 2: Reconciliation of inter-entity transfers**

PROJECT NAME:		Supporting Access to Finance and Enterprise Recovery(SAFER) Project		
Break down of Transfers from The National Treasury				
a.	Government Counterpart Funding			
		Bank Statement Date	Amount (KShs)	No counterpart Funding
	No Government counterpart funding		0	
b.	Direct Payments			
		Bank Statement Date	Amount (KShs)	No Direct Payments
		<b>Total</b>	<b>0</b>	
b.	Others			
	IDA Donor Funds	Bank Statement Date	Amount (KShs)	2024/2025
	<u>Project Bank Account-A No. 1000709596</u>			
1	Loan IDA Funds	30/08/2024	47,602,241	2024/2025
2	Loan IDA Funds	17/03/2025	710,267,487	2024/2025
3	Loan IDA Funds	27/05/2025	390,329,550	2024/2025
4	Loan IDA Funds	30/05/2025	160,628,979	2024/2025
5	Loan IDA Funds	26/06/2025	3,012,344,830	2024/2025
		<b>Sub Total</b>	<b>4,321,173,088</b>	
	<u>Project Bank Account -C No. 1000693096</u>			
1	Loan IDA Funds	30/08/2024	79,704,741	2024/2025
		06/12/2024	26,182,140	2024/2025
		17/03/2025	4,873,104	2024/2025
		28/05/2025	69,413,081	2024/2025
		26/06/2025	504,924,615	2024/2025
		<b>Sub Total</b>	<b>685,097,681</b>	
	<u>Project Bank Account-B No. 1000709607</u>		-	No funds received
		<b>TOTAL(a+b+c)</b>	<b>5,006,270,769</b>	

The above amounts have been communicated to and reconciled with the National Treasury.

**RAY CHARLES MUSAU**  
Project Manager  
SAFER Project

**CPA GEORGE K. GICHURU**  
Head of Accounting Unit -9262  
National Treasury

Sign.....

Sign.....

**Annex 3: Fixed Asset Register**

SAFER Project did not procure Fixed Assets during year 2024/2025.

**Annex 4: Other Support Documents**

- i) Signed confirmations from beneficiaries in Transfers to Other Government Entities
- ii) Bank Reconciliations statement as at 30<sup>th</sup> June 2025
- iii) Board of Survey Report
- iv) Special Deposit Account(s) reconciliation statement(s)



# **Annex 4(i)**

**Signed**

**confirmations from**

**beneficiaries in**

**Transfers to Other**



4(i)



**THE NATIONAL TREASURY & ECONOMIC PLANNING**

**SUPPORTING ACCESS TO FINANCE & ENTERPRISE RECOVERY PROJECT  
PROJECT IMPLEMENTATION UNIT  
INTERNAL MEMO**

**REF: PM/SAFER/FIN/002**  
**TO: Head of Accounting Services**  
**DATE: 21<sup>st</sup> July 2025**

*Added upon  
[Signature]  
21/8/2025*

**SUBJECT: CONFIRMATION OF FUNDS AND BOARD OF SURVEY – SAFER PROJECT  
FINANCIAL YEAR 2024/2025**

The Project is in the process of preparing the Annual Financial Statements for the Year ended 30<sup>th</sup> June 2025 as per the Public Financial Management Act, 2012 and the Guidelines on year-end Closing Procedure for Financial year 2024/2025 dated 13<sup>th</sup> May 2025 Ref No. AG.3/88/Vol.II(43).

As part of the preparation process, we request the Certificate of Balances as at 30<sup>th</sup> June 2025 and a Board of Survey to be constituted to review Project Cash and Bank Balances.

In addition, the Project is required to Confirm from National Treasury, the funds disbursed/received as at 30<sup>th</sup> June 2025 for the three (3) Project Bank Accounts.

This is therefore to request confirmation of funds disbursed by filling, signing and stamping the attached confirmation letter.

**CHARLES MUSAU**  
**PROJECT MANAGER**



4 (1)

**SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT**

**THE NATIONAL TREASURY**

Confirmation of amounts disbursed to SAFER Project as at 30 June 2025

Amount Disbursed to SAFER Project as at 30th June 2025

Reference Number and date	Date Disbursed by The National Treasury	Development (KShs)	Amount Received by SAFER Project as at 30 June 2025 (KShs)	Difference (KShs)
<b>1. A/C NO. 1000709596-SUPP ACCESS TO FIN ENTERP RECOV- A</b>		(A)	(C)	(D)=(B-C)
1. Exchequer Loan -IDA - Ref. FT242432LZP9 Dated 30/08/2024	30/08/2024	47,602,241.45	47,602,241.45	
2. Exchequer Loan -IDA - Ref. FT25076GP4FT dated 17/03/2025	17/03/2025	710,267,487.00	710,267,487.00	
3. Exchequer Loan -IDA -Ref. FT25147RB0N7 dated 27/05/2025	27/05/2025	390,329,550.00	390,329,550.00	
4. Exchequer Loan -IDA -Ref. FT25150MC6T7 dated 30/05/2025	30/05/2025	160,628,979.00	160,628,979.00	
5. Exchequer Loan -IDA -Ref. FT25150MC6T7 dated 26/06/2025	26/06/2025	3,012,344,830.25	3,012,344,830.25	
<b>Sub Total -A</b>		<b>4,321,173,087.70</b>	<b>4,321,173,087.70</b>	
<b>2. A/C NO. 1000709607-SUPP ACCESS TO FIN ENTERP RECOV- B</b>		-	-	
<b>Sub Total -B</b>				
<b>3. A/C NO. 1000693096-SUPP ACCESS TO FIN ENTERP RECOV- C</b>				
1. Exchequer Loan -IDA -Ref. FT2424390S54 dated 30/08/2024	30/08/2024	79,704,741.50	79,704,741.50	
2. Exchequer Loan -IDA -Ref. FT243411DJ21 dated 06/12/2024	06/12/2024	26,182,139.60	26,182,139.60	
3. Exchequer Loan -IDA -Ref. FT250765CJ1V dated 17/03/2025	17/03/2025	4,873,103.75	4,873,103.75	
4. Exchequer Loan -IDA -Ref. FT25148LJCQB dated 28/05/2025	28/05/2025	69,413,081.40	69,413,081.40	
5. Exchequer Loan -IDA -Ref. FT25177BV0Q1 dated 26/06/2025	26/06/2025	504,924,615.10	504,924,615.10	
<b>Sub Total -C</b>		<b>685,097,681.35</b>	<b>685,097,681.35</b>	
<b>Total</b>		<b>5,006,270,769.05</b>	<b>5,006,270,769.05</b>	

**SUMMARY**

Project Bank A/C - A	4,321,173,087.70
Project Bank A/C - B	-
Project Bank A/C - C	685,097,681.35
<b>Total</b>	<b>5,006,270,769.05</b>

I confirm that the amounts shown above are correct as of the date indicated.

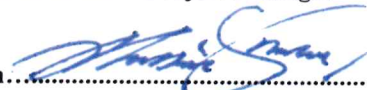
Head of Accounts Department

Name Mr George K. Guchuny Signature 

Date 7/8/2025

Yours sincerely,

Charles Musau -Project Manager

Sign 

Date 07/08/2025

Copy to: Director General, Accounting Services and Quality Assurance, the National Treasury



4(i)



**KENYA  
DEVELOPMENT  
CORPORATION**

Postal address P. O. Box 12665-00100 Nairobi, Kenya.  
location Uchumi House, 17th Floor,  
telephone +254-020-222 9213 / 277 1000  
mobile +254-(0)727 534 572 / (0)736 229 213  
fax +254-020-317456  
email info@kdc.go.ke  
web www.kdc.go.ke

**KDC/INV/SAFER/2025**

**Date: 24<sup>th</sup> July, 2025**

**Charles Musau**

Project Manager  
The National Treasury & Economic Planning  
Supporting Access to Finance & Enterprise Recovery  
Project implementation Unit  
7<sup>th</sup> Floor Anniversary Towers  
P O Box 21190-00100

**NAIROBI**

*FMS*  
*FYA*  
*Final 23/7/25*

Dear Sir,

**RE: CONFIRMATION OF FUNDS DISBURSED BY SUPPORTING ACCESS TO  
FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT FINANCIAL  
YEAR 2024/2025**

Reference is made to your letter Ref: SAFER/ACC/FIN/VOL 2 dated 21<sup>st</sup>  
July, 2025 on the above subject matter.

As requested find enclosed the signed and stamped templates being;

1. Confirmation of funds received/disbursed to KDC by the project in Financial Year 2024/2025.
2. Confirmation of funds disbursed/received by Amica Sacco
3. Confirmation of funds disbursed/received by Apstar Sacco.
4. Confirmation of funds disbursed/received by Agricultural Finance Corporation.
5. Confirmation of funds disbursed/received by Boresha Sacco.
6. Confirmation of funds disbursed/received by Fortune Sacco.
7. Confirmation of funds disbursed/received by K-Unity Sacco.
8. Confirmation of funds disbursed/received by Yetu Sacco.
9. Confirmation of funds disbursed/received by Skyline Sacco.

Yours sincerely,

**KENYA DEVELOPMENT CORPORATION**

**CPA/FA NORAH RATEMO  
DIRECTOR GENERAL**

28 JUL 2025  
458  
RECEIVED  
DIRECTOR GENERAL  
KDC



4(i)

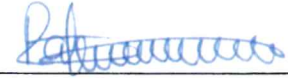

**SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT  
KENYA DEVELOPMENT CORPORATION (KDC)**

Confirmation of amounts disbursed by SAFER Project as at 30 June 2025

Amount Disbursed to KDC as at 30th June 2025			Amount Received by the KDC as at 30 June 2025 (KShs)	Difference (KShs)
Reference Number and date	Date Disbursed by SAFER PROJECT	Amount Disbursed (KShs)		
A/C NO. 1325212520-KDC SAFER PROJECT DISBURSEMENT		(A)	(B)	(C)=(A-B)
<b>2023/2024</b>				
1. FT240816MQWV on 21/3/2024 to KDC	21/03/2024	450,000,000	450,000,000.00	NIL
2. FT24123RK4VV on 2/5/2024 to KDC	22/05/2024	400,000,000	400,000,000.00	NIL
		<b>Total</b>	<b>850,000,000</b>	
<b>2024/2025</b>				
1. FT2433889SJ1 on 3/12/2024 to KDC	03/12/2024	800,000,000	800,000,000 - Nil	
2. FT24358YYVZ9 on 23/12/2024 to KDC	23/12/2024	200,000,000	200,000,000 - Nil	
3. FT25084Y7W6Q on 25/5/2025 to KDC	25/05/2025	500,000,000	500,000,000 - Nil	
4. FT25192FSWRV on 11/7/2025 to KDC	11/07/2025	4,000,000,000	4,000,000,000 - Nil	
		<b>Total</b>	<b>5,500,000,000</b>	<b>5,500,000,000 - Nil</b>

Cummulative Disbursement	Amount (Ksh )
2023/2024	850,000,000.00
2024/2025	5,500,000,000.00
<b>Total Cummulative Disbursement</b>	<b>6,350,000,000.00</b>

I confirm that the amounts shown above are correct as of the date indicated.

DIRECTOR GENERAL (KDC)  
 Name CUA / FA MORAH RATEMO Signature   
 Date 23/07/2025  
 Yours sincerely,  
 Charles Musau -Project Manager  
 Sign 



4(i)

28 JUL 2025

**SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT**  
**KENYA DEVELOPMENT CORPORATION (KDC)**  
**AMICA SACCO SOCIETY LTD**

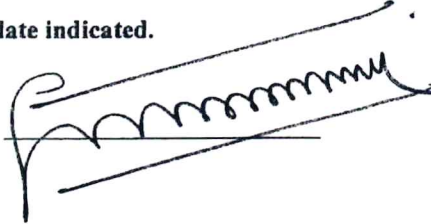
**Confirmation of amounts disbursed by KDC Project as at 30 June 2025**

Amount Disbursed to AMICA SACCO as at 30th June 2025			Amount Received by AMICA SACCO as at 30 June 2025 (KShs)	Difference (KShs)
Reference Number and date	Date Disbursed by KDC on SAFER Funds	Amount Disbursed by KDC (KShs)		
		(A)	(B)	(C)=(A-B)
To Amica Sacco	23/08/2024	150,000,000.00	150,000,000.00	
To Amica Sacco	10/12/2024	150,000,000.00	150,000,000.00	
<b>Total</b>		<b>300,000,000.00</b>		

Cummulative Disbursement	Amount (Ksh)
2024/2025	300,000,000.00
<b>Total Cummulative Disbursement</b>	<b>300,000,000.00</b>

I confirm that the amounts shown above are correct as of the date indicated.  
 AMICA SACCO LTD

Name Dr James H Mbowi  
 Date 23/7/2025

Signature 

Yours sincerely,  
 DIRECTOR GENERAL, KDC

Sign.....



4(i)

SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT

KENYA DEVELOPMENT CORPORATION (KDC)

APSTAR DT SACCO SOCIETY LIMITED

Confirmation of amounts disbursed by KDC Project as at 30 June 2025

Amount Disbursed to APSTAR SACCO as at 30th June 2025

Reference Number and date	Date Disbursed by KDC on SAFER Funds	Amount Disbursed by KDC (KShs)	Amount Received by APSTAR as at 30 June 2025 (KShs)	Difference (KShs)
		(A)	(B)	(C)=(A-B)
Apstar Sacco	09/04/2025	150,000,000.00	150,000,000.00	NIL
Total		150,000,000.00	150,000,000.00	NIL

Cummulative Disbursement	Amount (Ksh )
2024/2025	150,000,000.00
Total Cummulative Disbursement	150,000,000.00

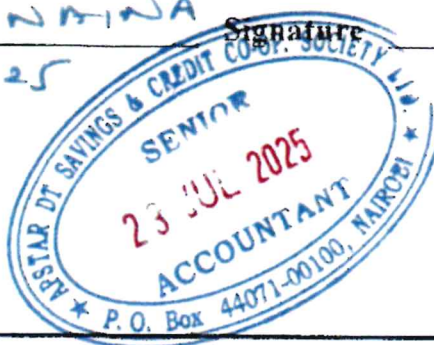
I confirm that the amounts shown above are correct as of the date indicated.

APSTAR DT SACCO SOCIETY LIMITED

Name PATRICIA WAINAINA

Date 23<sup>rd</sup> July 2025

Yours sincerely,  
DIRECTOR GENERAL, KDC



Signature

Sign.....



4(i)

SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT				
KENYA DEVELOPMENT CORPORATION (KDC)				
AGRICULTURAL FINANCE CORPORATION				
Confirmation of amounts disbursed by KDC Project as at 30 June 2025				
Amount Disbursed to AFC as at 30th June 2025				
Reference Number and date	Date Disbursed by KDC on SAFER Funds	Amount Disbursed by KDC (KShs)	Amount Received by AFC as at 30 June 2025 (KShs)	Difference (KShs)
		(A)	(B)	(C)=(A-B)
To Agricultural Finance Corporation	13/02/2025	150,000,000.00	150,000,000.00	NIL
To Agricultural Finance Corporation	30/05/2025	150,000,000.00	150,000,000.00	NIL
<b>Total</b>		<b>300,000,000.00</b>	<b>300,000,000.00</b>	<b>NIL</b>

Cummulative Disbursement	Amount (Ksh)
2024/2025	300,000,000.00
<b>Total Cummulative Disbursement</b>	<b>300,000,000.00</b>

I confirm that the amounts shown above are correct as of the date indicated.  
 AGRICULTURAL FINANCE CORPORATION

Name Cornelius Onsongo Signature [Signature]

Date 23/7/25

Yours sincerely,  
 DIRECTOR GENERAL, KDC

Sign.....



4(i)

**SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT**  
**KENYA DEVELOPMENT CORPORATION (KDC)**  
**BORESHA SACCO SOCIETY LTD**


Confirmation of amounts disbursed by KDC Project as at 30 June 2025

Amount Disbursed to BORESHA SACCO as at 30th June 2025			Amount Received by BORESHA SACCO as at 30 June 2025 (KShs)	Difference (KShs)
Reference Number and date	Date Disbursed by KDC on SAFER Funds	Amount Disbursed by KDC (KShs)		
		(A)	(B)	(C)=(A-B)
To Boresha Sacco	06/12/2024	250,000,000.00	250,000,000	0
To Boresha Sacco	30/06/2025	250,000,000.00	250,000,000	0
<b>Total</b>		<b>500,000,000.00</b>	<b>500,000,000</b>	

Cummulative Disbursement	Amount (Ksh)
2024/2025	500,000,000
<b>Total Cummulative Disbursement</b>	<b>500,000,000</b>

I confirm that the amounts shown above are correct as of the date indicated.  
 BORESHA SACCO LTD

Name Priscah Lagat  
 Date 23/01/2025

Signature   
 BORESHA SACCO SOCIETY LTD  
 P.O. BOX 80-20103, ELDAMA RAVINE  
 FINANCE MANAGER

Yours sincerely,  
 DIRECTOR GENERAL, KDC

Sign.....



4(i)

**SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT  
KENYA DEVELOPMENT CORPORATION (KDC)  
FORTUNE SACCO SOCIETY LTD**

Confirmation of amounts disbursed by KDC Project as at 30 June 2025

Amount Disbursed to FORTUNE SACCO SOCIETY as at 30th June 2025			Amount Received by FORTUNE SACCO as at 30 June 2025 (KShs)	Difference (KShs)
Reference Number and date	Date Disbursed by KDC on SAFER Funds	Amount Disbursed by KDC (KShs)		
A/C NO. 01120034400400-FORTUNE SACCO SOCIETY LTD		(A)	(B)	(C)=(A-B)
I. To Fortune Sacco	06/12/2024	250,000,000.00	250,000,000	-
<b>Total</b>		250,000,000	250,000,000	-

Cummulative Disbursement	Amount (Ksh )
2023/2024	250,000,000.00
2024/2025	250,000,000.00
<b>Total Cummulative Disbursement</b>	<b>500,000,000.00</b>

I confirm that the amounts shown above are correct as of the date indicated.

FORTUNE SACCO SOCIETY LTD

Name Mimolky Mutiko Signature [Signature]  
Date 24/7/2025 24 JUL 2025

Yours sincerely,  
DIRECTOR GENERAL, KDC

Sign.....



4 (i)

SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT				
KENYA DEVELOPMENT CORPORATION (KDC)				
K- UNITY SACCO SOCIETY LTD				
Confirmation of amounts disbursed by KDC Project as at 30 June 2025				
Amount Disbursed to K-UNITY SACCO as at 30th June 2025				
Reference Number and date	Date Disbursed by KDC on SAFER Funds	Amount Disbursed by KDC (KShs)	Amount Received by K-UNITY SACCO as at 30 June 2025 (KShs)	Difference (KShs)
A/C NO. 001000036069- K- UNITY SACCO		(A)	(B)	(C)=(A-B)
To K-Unity Sacco	18/11/2024	198,000,000.00	<del>198,000,000.00</del>	0
To K-Unity Sacco	06/12/2024	52,000,000.00	<del>52,000,000.00</del>	0
<b>Total</b>		<b>250,000,000.00</b>		

Cumulative Disbursement	Amount (Ksh)
2023/2024	250,000,000.00
2024/2025	250,000,000.00
<b>Total Cumulative Disbursement</b>	<b>500,000,000.00</b>

I confirm that the amounts shown above are correct as of the date indicated.

K- UNITY SACCO LTD

Name Stella M. Mjoroge Signature [Signature]

Date 23/07/2025

Yours sincerely,  
DIRECTOR GENERAL, KDC

K - UNITY SAVINGS AND  
CREDIT CO-OPERATIVE SOCIETY LTD  
P. O. Box 268  
KIAMBU - 00900

Sign.....

4(i)

**SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT**  
**KENYA DEVELOPMENT CORPORATION (KDC)**  
**YETU SACCO SOCIETY LTD**

Confirmation of amounts disbursed by KDC Project as at 30 June 2025

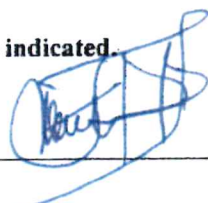
Amount Disbursed to YETU SACCO as at 30th June 2025

Reference Number and date	Date Disbursed by KDC on SAFER Funds	Amount Disbursed by KDC (KShs)	Amount Received by YETU as at 30 June 2025 (KShs)	Difference (KShs)
		(A)	(B)	(C)=(A-B)
To Yetu Sacco	19/02/2025	125,000,000.00	125,000,000.00	0
<b>Total</b>		125,000,000.00		

Cummulative Disbursement	Amount (Ksh )
2024/2025	125,000,000.00
<b>Total Cummulative Disbursement</b>	125,000,000.00

I confirm that the amounts shown above are correct as of the date indicated.

YETU SACCO SOCIETY LIMITED

Name James Mutugi Nwobia Signature   
 Date 28/07/2025

Yours sincerely,  
 DIRECTOR GENERAL, KDC

**YETU SACCO SOCIETY LTD.**  
 P.O. Box 511-60202, NKUBU.  
 TEL: +254 64 5051399  
 Email: [sitsacco@yahoo.com](mailto:sitsacco@yahoo.com)

Sign.....




4(1)

SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY (SAFER) PROJECT				
KENYA DEVELOPMENT CORPORATION (KDC)				
SKYLINE SACCO SOCIETY LIMITED				
Confirmation of amounts disbursed by KDC Project as at 30 June 2025				
Amount Disbursed to SKYLINE SACCO as at 30th June 2025				
Reference Number and date	Date Disbursed by KDC on SAFER Funds	Amount Disbursed by KDC (KShs)	Amount Received by SKYLINE as at 30 June 2025 (KShs)	Difference (KShs)
		(A)	(B)	(C)=(A-B)
To Skyline Sacco	04/06/2025	100,000,000.00	100,000,000.00	0
<b>Total</b>		<b>100,000,000.00</b>	<b>100,000,000.00</b>	<b>0</b>

Cummulative Disbursement	Amount (Ksh )
2024/2025	100,000,000.00
<b>Total Cummulative Disbursement</b>	<b>100,000,000.00</b>

I confirm that the amounts shown above are correct as of the date indicated.  
 SKYLINE SACCO SOCIETY LIMITED

Name Kandie Bruce Kidero Signature 

Date 24/7/2025

Yours sincerely,  
 DIRECTOR GENERAL, KDC

SKYLINE SACCO SOCIETY LTD  
 24 JUL 2025  
 P. O. Box 660, EL DAMA RAVINE

Sign.....



# **Annex 4(ii)**

## **Bank**

### **Reconciliations**

**statement as at 30<sup>th</sup>**

**June 2025**



4(ii)

				F.O 30
<b>REPUBLIC OF KENYA</b>				
<b>SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY(SAFER)</b>				
2024/2025				
<b>BANK RECONCILIATION STATEMENT AS AT 30/06/2025(JUNE )</b>				
<b>COMPONENT A -BANK ACCOUNT NUMBER</b> 1000709596		<b>KSHS.</b>	<b>Kshs.</b>	<b>Kshs.</b>
Balance as per bank Statement /certificate				3,804,132,755.65
<b>Less</b>				
1. Payments in cashbook not yet recorded in bank statement				
(Unpresented Cheques)		4,000,000,000.00	4,000,000,000.00	
2. Receipts in bank statement not yet recorded in cashbook		-		
<b>Add</b>				
3. Payments in bank statement not yet recorded in casbook				
4. Receipts in cashbook not yet recorded in bank statement.		200,000,000.00	200,000,000.00	
<b>Balance as per the cashbook as at 31ST JUNE 2025</b>				<b>4,132,755.65</b>
I certify that I have verified the bank balance in the cashbook with the bank statement and that the above reconciliation is correct.				
<b>Prepared By: FMS(SAFER)</b>			<b>Authorized by Project Manager SAFER</b>	
Name... <u>B. MUKIOLA</u> .....			Name ... <u>C. MUKIOLA</u> .....	
Signature: <u>[Signature]</u> .....			Signature <u>[Signature]</u> .....	
Date: <u>4/7/2025</u> .....			Date: <u>04/7/2025</u> .....	
(All schedules are attached herewith)				

4 (ii)

REPUBLIC OF KENYA				
SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY(SAFER)				
2024/2025				
BANK RECONCILIATION STATEMENT AS AT 30/06/2025(JUNE )				
PAYMENTS IN CASH BOOK NOT IN BANK				
C B DATE	CHQ.No.	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
30/06/2025		TRANSFER TO KENYA DEVELOPMENT CORPORATION (KDC)	4,000,000,000.00	
		<b>GRAND TOTAL</b>	<b>4,000,000,000.00</b>	



4(ii)

REPUBLIC OF KENYA				
SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY				
2024/2025				
BANK RECONCILIATION STATEMENT AS AT 30/06/2025(JUNE )				
RECEIPTS IN CASH BOOK NOT IN BANK				
C B DATE	CHQ.No.	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
30/06/2025		BANK TRANSFER FROM- PROJECT A/C -C TO PROJECT A/C -A	200,000,000.00	
<b>GRAND TOTALS</b>			<b>200,000,000.00</b>	





**CENTRAL BANK OF KENYA**  
**BANKI KUU YA KENYA**

**STATEMENT OF ACCOUNT**

**CENTRAL BANK OF KENYA**

**BANKI KUU YA KENYA**

**P.O.BOX 60000 - 0200**

**NAIROBI**

**STATEMENT PERIOD: FROM 01/06/2025 TO 30/06/2025**

**Rundate : 01/07/2025**

**Runtime : 12:26:37**

**Customer Number : 120373**

**Account Number : 1000709596**

**Account Name : SUPP ACESS TO FIN ENTERP RECOV A(KES)**

**Opening Balance : 791787925.4**

No.	Txn Date	Value Date	Reference No	Txn Details	Dr Amt	Cr Amt	Balance
1	26/06/2025	26/06/2025	FT2517722N83	TRFS Payments	0.00	3,012,344,830.25	3,804,132,755.65
				00000000			
				STD230524/19850			
<b>Totals</b>					<b>0.00</b>	<b>3,012,344,830.25</b>	
<b>Closing Balance</b>							<b>3,804,132,755.65</b>

(1) H

*Exchange Funding from web*

Generated on: 01st July 2025 at 12:26 PM EAT

4(ii)

F.O 30

REPUBLIC OF KENYA

SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY(SAFER)

2024/2025

BANK RECONCILIATION STATEMENT AS AT 30/06/2025(JUNE )

COMPONENT C -BANK ACCOUNT NUMBER 1000693096	KSHS.	Kshs.	Kshs.
Balance as per bank Statement /certificate			644,389,496.80
<b>Less</b>			
1.Payments in cashbook not yet recorded in bank statement			
(Unpresented Cheques)	264,310,400.50	264,310,400.50	
2.Receipts in bank statement not yet recorded in cashbook		-	
<b>Add</b>			
3.Payments in bank statement not yet recorded in cashbook			
4.Receipts in cashbook not yet recorded in bank statement.	275,202.00	275,202.00	
Balance as per the cashbook as at 30TH JUNE 2025			380,354,298.30
I certify that I have verified the bank balance in the cashbook with the bank statement and that the above reconciliation is correct.			
Prepared By: FMS(SAFER )	Authorized by Project Manager SAFER		
Name..... B. MUSTOKA .....	Name ..... C. Musay .....		
Signature:..... <i>[Signature]</i> .....	Signature..... <i>[Signature]</i> .....		
Date:..... 7/7/2025 .....	Date..... 07/07/2025 .....		
(All schedules are attached herewith)			

4 (ii)

REPUBLIC OF KENYA				
SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY(SAFER)				
2024/2025				
BANK RECONCILIATION STATEMENT AS AT 30/06/2025(JUNE )				
PAYMENTS IN CASH BOOK NOT IN BANK				
C B DATE	CHQ.No.	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
28/06/2025		DEBORAH MURICHO C/B 453	12,284.00	PAID IN JULY
28/06/2025		LEILA SIKITU HASSAN C/B 454	12,284.00	PAID IN JULY
28/06/2025		GEOFFREY MOMANYI C/B 455	18,134.00	PAID IN JULY
28/06/2025		JACKSON ECHOKA C.B 456	18,283.00	PAID IN JULY
28/06/2025		ESTHER MUSILA C/B 457	27,793.00	PAID IN JULY
28/06/2025		CHARLES MUSAU C/B 458	41,188.00	PAID IN JULY
28/06/2025		JOHN KITOO C/B 459	1,800.00	PAID IN JULY
28/06/2025		PATRICK MULI C/B 460	2,500.00	PAID IN JULY
28/06/2025		CYNTHIA GITAU C/B 461	4,400.00	PAID IN JULY
28/06/2025		GLADYS MUNDIA C/B 462	4,430.00	PAID IN JULY
28/06/2025		RUTH KATSENGA C/B 463	4,510.00	PAID IN JULY
28/06/2025		GERALD IRUNGU C/B 464	4,670.00	PAID IN JULY
28/06/2025		SHERINE KANDIE C/B 465	4,770.00	PAID IN JULY
28/06/2025		JOYCE KAROKI C/B 466	9,000.00	PAID IN JULY
28/06/2025		SAFARICOM LTD C/B 467	124,068.00	PAID IN JULY
28/06/2025		CYNTUM LTD C/B 468	537,740.00	PAID IN JULY
29/06/2025		TRANSFER - PROJECT ACCOUNT A C/B 469	200,000,000.00	PAID IN JULY
30/06/2025		ALPEX CONSULTING LTD C/B470	18,916,862.40	PAID IN JULY
30/06/2025		NETASAM ENTERPRISES LTD C/B 471	147,300.00	PAID IN JULY
30/06/2025		MASTER CONSULTANTS LTD C/B 472	11,896,032.00	PAID IN JULY
30/06/2025		SIGMUND PEAK INTER. LTD C/B 473	8,598,500.00	PAID IN JULY
30/06/2025		ZENITH E.A LTD C/B 474	7,260,560.10	PAID IN JULY

4(ii)

30/06/2025	JASATET LTD C/B 475	15,382,760.00	PAID IN JULY
30/06/2025	COLLINS ASEKA C/B 476	89,000.00	PAID IN JULY
30/06/2025	STANDARD GROUP C/B 477	328,176.00	PAID IN JULY
30/06/2025	LESAN CATERERS LTD C/B 478	30,100.00	PAID IN JULY
30/06/2025	JEPCO SERVICES & RENOVATORS C/B 479	53,804.00	PAID IN JULY
30/06/2025	JEPCO SERVICES & RENOVATORS C/B 480	85,634.00	PAID IN JULY
30/06/2025	JEPCO SERVICES & RENOVATORS C/B 481	74,484.00	PAID IN JULY
30/06/2025	JEPCO SERVICES & RENOVATORS C/B 482	74,484.00	PAID IN JULY
30/06/2025	NATION MEDIA C/B 483	265,350.00	PAID IN JULY
30/06/2025	NAIVASHA COUNTY HOTEL C/B 484	279,500.00	PAID IN JULY
	<b>GRAND TOTAL</b>	<b>264,310,400.50</b>	



4(iii)

REPUBLIC OF KENYA				
SUPPORTING ACCESS TO FINANCE AND ENTERPRISE RECOVERY				
2024/2025				
BANK RECONCILIATION STATEMENT AS AT 30/06/2025(JUNE )				
RECEIPTS IN CASH BOOK NOT IN BANK				
C B DATE	CHQ.No.	PAYEE NAME	AMOUNT (Kshs.)	REMARKS
29/06/2025		IMPREST REFUND ALBERT MWENDA IMP NO 5366045	275,202.00	
		<b>GRAND TOTALS</b>	<b>275,202.00</b>	

JUNE 2025



**CENTRAL BANK OF KENYA**  
**BANKI KUU YA KENYA**

STATEMENT OF ACCOUNT  
CENTRAL BANK OF KENYA  
BANKI KUU YA KENYA  
P.O.BOX 60000 - 0200  
NAIROBI

Rundate : 01/07/2025

Runtime : 12:22:30

Customer Number : 120373

Account Number : 1000693096

Account Name : SUPPORTING ACCESS TO FIN & ENT RECO(KES)

Opening Balance : 163857123.8

STATEMENT PERIOD: FROM 01/06/2025 TO 30/06/2025

No.	Txn Date	Value Date	Reference No	Txn Details	Dr Amt	Cr Amt	Balance
1	03/06/2025	03/06/2025	FT25154XBLOP	Outward RTGS Payment MT 102	2,160.00	0.00	163,854,963.80
				0600001669			
				THE NATIONAL TREASURY:CBK			
				MANAGING TRUSTEE N.S.S.F			
				/REC/0600001669			

F  
(=)

				0600001762			
				IMP5567688			
113	26/06/2025	26/06/2025	FT25177BV0Q1	TRFS Payments	0.00	504,924,615.10	644,389,496.80
				00000000			
				STD230524/19849			
<b>Totals</b>					<b>24,401,242.10</b>	<b>504,933,615.10</b>	
<b>Closing Balance</b>							<b>644,389,496.80</b>

(11)





**CENTRAL BANK OF KENYA**  
**BANKI KUU YA KENYA**

STATEMENT OF ACCOUNT

CENTRAL BANK OF KENYA

BANKI KUU YA KENYA

P.O.BOX 60000 - 0200

NAIROBI

STATEMENT PERIOD: FROM 01/06/2025 TO 30/06/2025

Rundate : 01/07/2025

Runtime : 12:26:37

Customer Number : 120373

Account Number : 1000709596

Account Name : SUPP ACESS TO FIN ENTERP RECOV A(KES)

Opening Balance : 791787925.4

No.	Txn Date	Value Date	Reference No	Txn Details	Dr Amt	Cr Amt	Balance
1	26/06/2025	26/06/2025	FT2517722N83	TRFS Payments	0.00	3,012,344,830.25	3,804,132,755.65
				00000000			
				STD230524/19850			
<b>Totals</b>					<b>0.00</b>	<b>3,012,344,830.25</b>	
<b>Closing Balance</b>							<b>3,804,132,755.65</b>

*Exchange rate funding from CBK*

Generated on: 01st July 2025 at 12:26 PM EAT



# **Annex 4(iii)**

## **Board of Survey**

### **Report**



4 (iii)

Date: 3<sup>rd</sup> July 2025

Report of the Board of Survey on the Cash and Bank Balances of **Supporting Access to Finance and Enterprise Recovery (SAFER) Project – (Project Bank-A)** Account Number **1000709596** as at the close of business on 30<sup>th</sup> June 2025.

The Board consisting of:-

**CHAIRMAN: Susan Theuri**

**MEMBER: Maureen Ndeto**

**MEMBER: Martin Mukhwana**

Assembled at the office of **Supporting Access to Finance and Enterprise Recovery Project**

At **1.00 P.M** on the **3<sup>rd</sup> July 2025**

And the following cash was produced: -

Notes ..... Sh. .... Nil.....

Silver ..... Sh. .... Nil .....

Copper..... Sh. .... Nil .....

Cheques (as per details on reverse)..... Sh ..... Nil .....

It was observed that cheques amounting to Sh ..... Nil ..... Cts ..... Nil .....

Had been on hand for more than 14 days prior to the date of the survey.

The cash consists of East African currency and does not contain any demonetized coin or notes.

The Cash Book reflected the following balances as at the close of business on the **30th June 2025**

Cash on hand..... Sh ..... Nil .....

**Bank Balance..... Sh 4,132,755.65**

**Total Sh 4,132,755.65**

The bank certificate of Balance showed a sum of **Kshs. 3,804,132,755 Cts 65**

Standing to the credit of the account on **30<sup>th</sup> June 2025**

The difference between this figure and the Bank Balance as shown by the Cash Book is accounted for in the Bank Reconciliation Statement (F.O. 30) attached.

Date ..... 3/7/2025 .....

.....  
*S. Theuri*  
Chairman

.....  
*[Signature]*  
.....  
*[Signature]*  
.....

Board

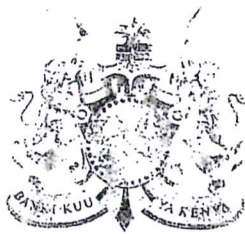
Members of the  
GPK (L)





4 (iii)

BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

*noted*  
*[Signature]*  
*25/7/25*

July 23, 2025

Haile Selassie Avenue  
P.O. Box 60000 - 00200 Nairobi, Kenya  
Telephone: 2860000, Fax: 3340192

# CERTIFICATE OF BALANCES

Customer: 100094 MINISTRY OF FINANCE

Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000000977	TREASURY BILLS ACCOUNT	KES	9,240,017,070.56
1000000988	TREASURY BONDS ACCOUNT	KES	0.00
1000000996	REVENUE DEPOSIT ACCOUNT	KES	19,342,556,859.26
1000004045	TREASURY BONDS ISSUE	KES	1,143,082.35
1000004053	TREASURY BONDS REDEMPTION	KES	0.00
1000004061	TREASURY BONDS INTEREST	KES	0.00
1000004088	TREASURY BILLS REDEMPTION SUSP.	KES	0.00

Customer: 120373 NATIONAL TREASURY

Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000181467	REC-THE NATIONAL TREASURY	KES	459,222,624.32
1000181664	DEV-THE NATIONAL TREASURY	KES	47,817,402.85
1000182137	DEP-THE NATIONAL TREASURY	KES	4,097,673,491.85
1000182528	CBK165-THE NATIONAL TREASURY	KES	0.00
1000187506	MICRO FINANCE SEC SUP CR-CAP BLDG	KES	90,491,999.30
1000201924	VOLUNTARY PAY CUT	KES	0.00
1000204378	REC-PUBLIC DEBT	KES	614,032,145.91
1000204419	REC-SALARIES ALLOWA MISC AND NSSSFC	KES	189,100,135.55
1000205024	PETROLEUM DEVELOPMENT LEVY FUND	KES	5,274,474,480.25
1000209518	NATIONAL TREASURY REVENUE COLL.	KES	0.00
1000221518	KENYA PETROLEUM TECHNICAL ASS PROJ	KES	0.00
1000268743	AFRICAN INSTITUTE FOR REMITTANCES	KES	17,127,569.60
1000323876	A U OTHER INTERNAT. ORG SUBSC FUND	KES	1,005,835,330.76
1000331747	GREEN GROWTH AND EMPLOY CREATION PR	KES	5,000,000.00
1000349538	PPP PROJECT FACILITATION FUND ACC.	KES	4,952,597,674.65

1000368632	INFRASTRUCTURE FIN AND PUB PART PRJ	KES	2,743.95
1000409018	INFRAST FINANCE AND PPP-CAT. 2EEP	KES	593,097,697.15
1000447575	KEN. FINANCING LOCALLY LED CLIMATE	KES	160,044,123.55
1000473851	PUBLIC DEBT MANAGEMENT SUPPORT PROJ	KES	2,324,324.05
1000476858	CREDIT GUARANTEE SCHEME ACCOUNT	KES	548,416,673.00
1000484675	FINANCIN LOCAL-LED CLIMATE ACTION B	KES	408,288.50
1000516534	GREEN CLIMATE FUND READINESS PROJ	KES	16,426,732.80
1000528885	AFFORDABLE HOUSING FINANCE PROJ	KES	2,312,350.40
1000528893	ADB:NATIONAL TREASURY CAPACITY STRE	KES	395,047.40
1000539135	EU KENYA COOPERATION AND PARTNERSHI	KES	0.00
1000662794	KFW FINANCING LOCAL LED CLIMATE ACT	KES	1,872,203.35
1000693096	SUPPORTING ACCESS TO FIN & ENT RECO	KES	644,389,496.80
1000709596	SUPP ACCESS TO FIN ENTERP RECOV A	KES	3,804,132,755.65
1000709607	SUPP ACCESS TO FIN ENTERP RECOV B	KES	0.00
1000741236	ADB - AFRICA CLIMATE SUMMIT	KES	2,159,365.00
1000762373	FINANCING LOC LED CLIMATE ACT IDA L	KES	0.00
1000762381	FINANCE LOC LED CLIMATE A IDA TRUST	KES	0.00
1000762397	FINANCE LOC LED CLIMATE ACT KFW LOA	KES	0.00
1000764406	GOVERNMENT DIGITAL PAYM UNIT AIA	KES	353,518,210.55

Customer: 100133 ACCOUNTANT GENERAL - TREASURY  
Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000122501	GOVERNMENT OVERDRAFT ACCOUNT.	KES	(67,628,794,748.17)

Customer: 152575 STATE OFF AND PUB OFF CAR LOAN SCH  
Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000537876	STATE OFF AND PUB OFF CAR LOAN SCH	KES	9,968,106.00

  
Micah Nabori  
Authorised Signatory  
Banking Services Division

  
Joyce Nasieku  
Authorised Signatory  
Banking Services Division

PAYMENTS

JANUARY 2025

FO. 26 (Small)

To Whom Paid	Description of Payment	Allocation	Voucher No.	Cheque No.	Sh.	cts.	Sh.	cts.	Sh.	cts.
Balance c/d									305617109	40
									<del>305617109</del>	<del>40</del>
									<u>305617109</u>	<u>40</u>
<u>FEBRUARY 2025</u>										
Balance c/d									305617109	40
									<del>305617109</del>	<del>40</del>
									<u>305617109</u>	<u>40</u>
<u>MARCH 2025</u>										
Kemja Development Corporation (KDC)	26/02/25		023	006	006	Transfer of funds			500000000	00
Balance c/d									<del>240829876</del>	<del>40</del>
									<u>240829876</u>	<u>40</u>
<u>APRIL 2025</u>										
Balance c/d									240829876	40
									<del>240829876</del>	<del>40</del>
									<u>240829876</u>	<u>40</u>
<u>MAY 2025</u>										
Balance c/d									7911587925	40
									<del>7911587925</del>	<del>40</del>
									<u>7911587925</u>	<u>40</u>
6/25 Kemja Development Co of Transfer	26/02/25		004	007	007	Transfer to KDC			400000000	00
Balance c/d									<del>400000000</del>	<del>00</del>
									<u>413275565</u>	<u>65</u>
<u>BOARD OF SURVEY</u>										
Susan Thami									3/7/2025	
Maureen Ndoto									3/7/2025	
Mantus Mukhwana									3/7/2025	



4(iii)

GPK (SP)

January 2025

RECEIPTS

CASH

BANK

Date	From whom Received	Description of Receipt	Allocation	Voucher No.	Receipt No.	Sh. Cts.	Sh. Cts.	Sh. Cts.
01/01/25	Bal B/F						30561909=40	
							<u>30561909=40</u>	
		<u>FEBRUARY 2025</u>						
01/02/25	Bal B/F						30561909=40	
							<u>30561909=40</u>	
		<u>MARCH 2025</u>						
01/03/25	Bal B/F						30561909=40	
17/03/25	Exchequer Funding		00#	002			110267487=00	
							<u>240829396=40</u>	
		<u>APRIL 2025</u>						
01/04/25	Bal B/F						240829396=40	
							<u>240829396=40</u>	
		<u>MAY 2025</u>						
1/5/2025	Balance b/f						240829396.40	
27/5/2025	Exchequer Funding from WB						390,329,550.00	
30/5/2025	Exchequer Funding from WB						160,629,771.00	
	Total Receipts						<u>791,587,925.40</u>	
		<u>JUNE 2025</u>						
1/6/2025	Balance b/f						791,587,925.40	
26/6/2025	Exchequer Funding from WB						3,012,344,830.25	
28/6/2025	Fund Transfer from Comp C						200,000,000.00	
	Cash Book Adjustment Receipts Under Cast in (May)						200,000.00	
							<u>4,004,132,755.65</u>	
		<u>Analysis As at 30/6/2025</u>						
	Closing Balance As at 30/6/2025						<u>4,132,755.65</u>	

checkleaf

25



4 (iii)

REPUBLIC OF KENYA

F.o. 51

Date: 3<sup>rd</sup> July 2025

Report of the Board of Survey on the Cash and Bank Balances of **Supporting Access to Finance and Enterprise Recovery (SAFER) Project – (Project Bank-B)** Account Number **1000709607** as at the close of business on 30<sup>th</sup> June 2025.

The Board consisting of:-

**CHAIRMAN: Susan Theuri**

**MEMBER: Maureen Ndeto**

**MEMBER: Martin Mukhwana**

Assembled at the office of **Supporting Access to Finance and Enterprise Recovery Project**

At **1.00 P.M** on the **3<sup>RD</sup>, July 2025**

And the following cash was produced: -

Notes ..... Sh. .... Nil.....

Silver ..... Sh. .... Nil .....

Copper..... Sh. ....Nil .....

Cheques (as per details on reverse)..... Sh ..... Nil .....

It was observed that cheques amounting to Sh .....Nil ..... Cts ..... Nil .....

Had been on hand for more than 14 days prior to the date of the survey.

The cash consists of East African currency and does not contain any demonetized coin or notes.

The Cash Book reflected the following balances as at the close of business on the **30<sup>th</sup>, June 2025**

Cash on hand..... Sh ..... Nil .....

Bank Balance..... **Sh NIL**

**Total Sh NIL**

The bank certificate of Balance showed a sum of **Kshs. NIL**

Standing to the credit of the account on **30<sup>th</sup> June 2025**

The difference between this figure and the Bank Balance as shown by the Cash Book is accounted for in the Bank Reconciliation Statement (F.O. 30) attached.

Date ..... 3/7/2025 .....

  
.....  
Chairman

  
.....

  
.....  
**Members of the  
GPK (L)**

**Board**





4 (iii)

BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

*Noted*  
*[Signature]*  
*28/7/25*

July 23, 2025

Haile Selassie Avenue  
P.O. Box 60000 - 00200 Nairobi, Kenya  
Telephone: 2860000, Fax: 3340192

## CERTIFICATE OF BALANCES

Customer:

100094 MINISTRY OF FINANCE

Balance Date:

30-Jun-25

Account No	Account Name	Currency	Balance
1000000977	TREASURY BILLS ACCOUNT	KES	9,240,017,070.56
1000000988	TREASURY BONDS ACCOUNT	KES	0.00
1000000996	REVENUE DEPOSIT ACCOUNT	KES	19,342,556,859.26
1000004045	TREASURY BONDS ISSUE	KES	1,143,082.35
1000004053	TREASURY BONDS REDEMPTION	KES	0.00
1000004061	TREASURY BONDS INTEREST	KES	0.00
1000004088	TREASURY BILLS REDEMPTION SUSP.	KES	0.00

Customer:

120373

NATIONAL  
TREASURY

Balance Date:

30-Jun-25

Account No	Account Name	Currency	Balance
1000181467	REC-THE NATIONAL TREASURY	KES	459,222,624.32
1000181664	DEV-THE NATIONAL TREASURY	KES	47,817,402.85
1000182137	DEP-THE NATIONAL TREASURY	KES	4,097,673,491.85
1000182528	CBK165-THE NATIONAL TREASURY	KES	0.00
1000187506	MICRO FINANCE SEC SUP CR-CAP BLDG	KES	90,491,999.30
1000201924	VOLUNTARY PAY CUT	KES	0.00
1000204378	REC-PUBLIC DEBT	KES	614,032,145.91
1000204419	REC-SALARIES ALLOWA MISC AND NSSF	KES	189,100,135.55
1000205024	PETROLEUM DEVELOPMENT LEVY FUND	KES	5,274,474,480.25
1000209518	NATIONAL TREASURY REVENUE COLL.	KES	0.00
1000221518	KENYA PETROLEUM TECHNICAL ASS PROJ	KES	0.00
1000268743	AFRICAN INSTITUTE FOR REMITTANCES	KES	17,127,569.60
1000323876	A U OTHER INTERNAT. ORG SUBSC FUND	KES	1,005,835,330.76
1000331747	GREEN GROWTH AND EMPLOY CREATION PR	KES	5,000,000.00
1000349538	PPP PROJECT FACILITATION FUND ACC.	KES	4,952,597,674.65

1000368632	INFRASTRUCTURE FIN AND PUB PART PROJ	KES	2,743.95
1000409018	INFRASIT FINANCE AND PPP-CAT. 2EFP	KES	593,097,697.15
1000447575	KEN. FINANCING LOCALLY LED CLIMATE	KES	160,044,123.55
1000473851	PUBLIC DEBT MANAGEMENT SUPPORT PROJ	KES	2,324,324.05
1000476858	CREDIT GUARANTEE SCHEME ACCOUNT	KES	548,416,673.00
1000484675	FINANCIN LOCAL-LED CLIMATE ACTION B	KES	408,288.50
1000516534	GREEN CLIMATE FUND READINESS PROJ	KES	16,426,732.80
1000528885	AFFORDABLE HOUSING FINANCE PROJ	KES	2,312,350.40
1000528893	ADB:NATIONAL TREASURY CAPACITY STRE	KES	395,047.40
1000539135	EU KENYA COOPERATION AND PARTNERSHI	KES	0.00
1000662794	KFW FINANCING LOCAL LED CLIMATE ACT	KES	1,872,203.35
1000693096	SUPPORTING ACCESS TO FIN & ENT RECO	KES	644,389,496.80
1000709596	SUPP ACESS TO FIN ENTERP RECOV A	KES	3,804,132,755.65
1000709607	SUPP ACESS TO FIN ENTERP RECOV B	KES	0.00
1000741236	ADB - AFRICA CLIMATE SUMMIT	KES	2,159,365.00
1000762373	FINANCING LOC LED CLIMATE ACT IDA I.	KES	
1000762381	FINANCE LOC LED CLIMATE A IDA TRUST	KES	0.00
1000762397	FINANCE LOC LED CLIMATE ACT KFW LOA	KES	0.00
1000764406	GOVERNMENT DIGITAL PAYM UNIT AIA	KES	353,518,210.55

Customer: 100133 ACCOUNTANT GENERAL - TREASURY  
Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000122501	GOVERNMENT OVERDRAFT ACCOUNT.	KES	(67,628,794,748.17)

Customer: 152575 STATE OFF AND PUB OFF CAR LOAN SCH  
Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000537876	STATE OFF AND PUB OFF CAR LOAN SCH	KES	9,968,106.00

  
Micah Nabori  
Authorised Signatory  
Banking Services Division

  
Joyce Nasieku  
Authorised Signatory  
Banking Services Division

4 (iii)

REPUBLIC OF KENYA

F.o. 51

Date: 3<sup>rd</sup> July 2025

Report of the Board of Survey on the Cash and Bank Balances of **Supporting Access to Finance and Enterprise Recovery (SAFER) Project – (Project Bank-C)** Account Number 1000693096 as at the close of business on 30<sup>th</sup> June 2025.

The Board consisting of:-

**CHAIRMAN: Susan Theuri**

**MEMBER: Maureen Ndeto**

**MEMBER: Martin Mukhwana**

Assembled at the office of **Supporting Access to Finance and Enterprise Recovery Project**

At 1.00 P.M on the 3<sup>RD</sup>, July 2025

And the following cash was produced: -

Notes ..... Sh. .... Nil.....

Silver ..... Sh. .... Nil .....

Copper..... Sh. .... Nil .....

Cheques (as per details on reverse)..... Sh ..... Nil .....

It was observed that cheques amounting to Sh ..... Nil ..... Cts ..... Nil .....

Had been on hand for more than 14 days prior to the date of the survey.

The cash consists of East African currency and does not contain any demonetized coin or notes.

The Cash Book reflected the following balances as at the close of business on the 30<sup>th</sup>, June 2025

Cash on hand..... Sh ..... Nil .....

Bank Balance..... Sh 380,354,298,30

**Total Sh 380,354,298.30**

The bank certificate of Balance showed a sum of **Kshs. 644,389,496 Cts 80**


**Standing to the credit of the account on 30<sup>th</sup> June 2025**

The difference between this figure and the Bank Balance as shown by the Cash Book is accounted for in the Bank Reconciliation Statement (F.O. 30) attached.

Date ..... 3/7/2025 .....

  
.....  
Chairman

  
.....

  
.....  
**Members of the  
GPK (L)**

**Board**





4 (iii)

BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

*noted*  
*[Signature]*  
*25/7/25*

July 23, 2025

Haile Selassie Avenue  
P.O. Box 60000 - 00200 Nairobi, Kenya  
Telephone: 2860000, Fax: 3340192

## CERTIFICATE OF BALANCES

Customer: 100094 MINISTRY OF FINANCE

Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000000977	TREASURY BILLS ACCOUNT	KES	9,240,017,070.56
1000000988	TREASURY BONDS ACCOUNT	KES	0.00
1000000996	REVENUE DEPOSIT ACCOUNT	KES	19,342,556,859.26
1000004045	TREASURY BONDS ISSUE	KES	1,143,082.35
1000004053	TREASURY BONDS REDEMPTION	KES	0.00
1000004061	TREASURY BONDS INTEREST	KES	0.00
1000004088	TREASURY BILLS REDEMPTION SUSP.	KES	0.00

Customer: 120373 NATIONAL TREASURY

Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000181467	REC-THE NATIONAL TREASURY	KES	459,222,624.32
1000181664	DEV-THE NATIONAL TREASURY	KES	47,817,402.85
1000182137	DEP-THE NATIONAL TREASURY	KES	4,097,673,491.85
1000182528	CBK165-THE NATIONAL TREASURY	KES	0.00
1000187506	MICRO FINANCE SEC SUP CR-CAP BLDG	KES	90,491,999.30
1000201924	VOLUNTARY PAY CUT	KES	0.00
1000204378	REC-PUBLIC DEBT	KES	614,032,145.91
1000204419	REC-SALARIES ALLOWA MISC AND NSSF	KES	189,100,135.55
1000205024	PETROLEUM DEVELOPMENT LEVY FUND	KES	5,274,474,480.25
1000209518	NATIONAL TREASURY REVENUE COLL.	KES	0.00
1000221518	KENYA PETROLEUM TECHNICAL ASS PROJ	KES	0.00
1000268743	AFRICAN INSTITUTE FOR REMITTANCES	KES	17,127,569.60
1000323876	A U OTHER INTERNAT. ORG SUBSC FUND	KES	1,005,835,330.76
1000331747	GREEN GROWTH AND EMPLOY CREATION PR	KES	5,000,000.00
1000349538	PPP PROJECT FACILITATION FUND ACC.	KES	4,952,597,674.65

1000368632	INFRASTRUCTURE FIN AND PUB PART PRJ	KES	2,743.95
1000409018	INFRAST FINANCE AND PPP-CAT. 2EEP	KES	593,097,697.15
1000447575	KEN. FINANCING LOCALLY LED CLIMATE	KES	160,044,123.55
1000473851	PUBLIC DEBT MANAGEMENT SUPPORT PROJ	KES	2,324,324.05
1000476858	CREDIT GUARANTEE SCHEME ACCOUNT	KES	548,416,673.00
1000484675	FINANCIN LOCAL-LED CLIMATE ACTION B	KES	408,288.50
1000516534	GREEN CLIMATE FUND READINESS PROJ	KES	16,426,732.80
1000528885	AFFORDABLE HOUSING FINANCE PROJ	KES	2,312,350.40
1000528893	ADB:NATIONAL TREASURY CAPACITY STRE	KES	395,047.40
1000539135	EU KENYA COOPERATION AND PARTNERSHI	KES	0.00
1000662794	KFW FINANCING LOCAL LED CLIMATE ACT	KES	1,872,203.35
1000693096	SUPPORTING ACCESS TO FIN & ENT RECO	KES	644,389,496.80
1000709596	SUPP ACESS TO FIN ENTERP RECOV A	KES	3,804,132,755.65
1000709607	SUPP ACESS TO FIN ENTERP RECOV B	KES	0.00
1000741236	ADB - AFRICA CLIMATE SUMMIT	KES	2,159,365.00
1000762373	FINANCING LOC LED CLIMATE ACT IDA L	KES	0.00
1000762381	FINANCE LOC LED CLIMATE A IDA TRUST	KES	0.00
1000762397	FINANCE LOC LED CLIMATE ACT KFW LOA	KES	0.00
1000764406	GOVERNMENT DIGITAL PAYM UNIT AIA	KES	353,518,210.55

Customer: 100133 ACCOUNTANT GENERAL - TREASURY  
Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000122501	GOVERNMENT OVERDRAFT ACCOUNT.	KES	(67,628,794,748.17)

Customer: 152575 STATE OFF AND PUB OFF CAR LOAN SCH  
Balance Date: 30-Jun-25

Account No	Account Name	Currency	Balance
1000537876	STATE OFF AND PUB OFF CAR LOAN SCH	KES	9,968,106.00

  
Micah Nabori  
Authorised Signatory  
Banking Services Division

  
Joyce Nasieku  
Authorised Signatory  
Banking Services Division

PAYMENTS

F.O. 26 (Small)

Whom Paid	Description of Payment	Allocation	Voucher No.	Cheque No.	Sh.	cis.	Sh.	cis.	Sh.	cis.
Total Payments b/f									2317880	4840
Samund Peak	Consultancy	2630201	473	1794	8020	32500				
Comm Tax	5% WHT	2630201	473	1790	429	92500				
Comm Tax	VAT 2% (20%)	2630201	473	1786	148	25000			859	8500000
Kenya EALT	Consultancy	2630201	474	1796	6772	35005				
Comm Tax	2% VAT (20%)		474	1789	125	18205				
Comm Tax	5% WHT (20%)		474	1792	363	02800			726	056010
Planet Ltd	Consult (3rd 10%)	2630201	475	1795	1434	840200				
Comm Tax	5% WHT	2630201	475	1791	762	13800				
Comm Tax	2% VAT	2630201	475	1787	265	22000			153	0276000
Total payments									263	02986850
Balance c/d									381	63483030
									644	66469880
Collins Nseka	Per diem	2630201	476	1777					89	00000 (371)
Standard Group	Advertisement	2630201	477	1784	302	51780				
Comm Tax	VAT 2%	2630201	477	1785	56	5820			328	17600 (377)
Isan Caterers	Catering	2630201	478	1826	29	58105				
Commissioner Tax	VAT 2%	2630201	478	1825	57	895			30	10000 (378)
Telo Services	Cleaning ser	2630201	479	1800	52	87635				
Comm Tax	VAT 2% (March)	2630201	479	1801	92	765			53	80400 (379)
Telo Services	Cleaning ser	2630201	480	1798	84	15705				
Comm Tax	VAT 2% (March)	2630201	480	1799	14	7645			85	63400 (380)
Telo Services	Cleaning Services	2630201	481	1805	73	19980				
Comm Tax	VAT 2% (Feb)	2630201	481	1806	12	8420			74	48400 (388)
Telo Services	Cleaning Services	2630201	482	1804	73	19980				
Comm Tax	VAT 2% (April)	2630201	482	1807	12	8420			74	48400 (386)
Nation Media	Advertisement	2630201	483	1823	26	077500				
Comm Tax	VAT 2%	2630201	483	1824	4	57500			265	35000 (385)
Narok County Heli	Comp	2630201	484	1828	274	68105				
Comm Tax	VAT 2%	2630201	484	1827	4	81895			279	50000 (389)
Total Payment									1280	53200
Balance c/d									380	35429830
									381	63483030

BOARD OF SURVEY

Susan Themi  
 Maureen Ndeto  
 Martin Murewana

3<sup>rd</sup> July 2025  
 3<sup>rd</sup> July 2025  
 3<sup>rd</sup> July 2025





100

100

100

100

100

100

100

100

100

100

100

100

100

100

100

100

100

100

100

# **Annex 4(iv)**

## **Special Deposit**

### **Account(s)**

### **reconciliation**

### **Statement(s)**



4 (ii)

84  
82

**SUPPORTING ACCESS TO FINANCE & ENTERPRISE RECOVERY PROJECT (SAFER)  
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
FOR THE YEAR ENDED 30 JUNE 2025**

**Credit No.: IDA LOAN CREDIT NO.70180-KE (DA-A)**

**Bank Account No.: 1000568976 Held with CENTRAL BANK OF KENYA**

		NOTES	AMOUNT EURO	AMOUNT EURO
1	Amount advanced by IDA			42,958,167.27
	<b>Less:</b>			
2	Total amount documented			12,742,150.27
3	<b>Outstanding amount to be documented</b>			<b>30,216,017.00</b>
	<b>Represented by:</b>			
4	Ending Special account Balance as as 30 June 2025			9.80
5	Amounts claimed but not credited as at 30 June 2025			
6	<b>Amounts withdrawn and not claimed</b>			<b>30,216,007.20</b>
7	Service Charges (if not included in lines 5 and 6 above)			-
8	Interest earned (if included in Special Account)			-
9	<b>Total advance to Special Account Year ended 30 June 2025</b>			<b>30,216,017.00</b>

Discrepancy between total appearing on line 3 and 9

-

**Notes:**

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by IDA and provide reasons for not claiming the expenditures





**AUTHORISED REPRESENTATIVE  
RESOURCE MOBILISATION DEPARTMENT  
THE NATIONAL TREASURY**

DATE: 05-08-2025



<b>SPECIAL ACCOUNT STATEMENT</b>
----------------------------------

For period ending	<b>30th JUNE, 2025</b>
Account No.	<b>1000568976</b>
Depository Bank	<b>CENTRAL BANK OF KENYA.</b>
Address	<b>CENTRAL BANK OF KENYA.</b>
Related Loan	<b>SUPPORTING ACCESS.FINANCE.ENT.RECOV</b>
Credit Agreement	
Currency	<b>EUR</b>
<b><u>Part A - Account Activity</u></b>	
Beginning balance of 1st July, 2024 as per C.B.K. Ledger Account	<b>375,191.18</b>
<b>Add:</b>	
Total Amount deposited by World Bank	<b>29,782,938.09</b>
Total Interest earnings if deposited in account	
Total amount refunded to cover ineligible expenditure	
<b>Deduct:</b>	
Total amount withdrawn	<b>30,158,119.47</b>
Total service charges if not included above in amount withdrawn	
Ending balance on 30th June, 2025	<b>9.80</b>
<b>AUTHORISED REPRESENTATIVE CENTRAL BANK OF KENYA</b>	<b>SIGNATURE:</b> 
	<b>DATE</b> <b>14/07/2025</b>
<b>AUTHORISED REPRESENTATIVE EXTERNAL RESOURCES DEPARTMENT-TREASURY</b>	<b>SIGNATURE:</b> 
	<b>DATE</b> <b>05-08-2025</b>

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2025 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

H(iv)

Results 1 - 8 of 8

Run Date: 04/07/2025  
CENTRAL BANK OF KENYA  
BANKI KI UYA KENYA  
P.O.BOX 8(000-0200)  
NAIROBI

Run Time: 09:16:42

STATEMENT OF ACCOUNT

PAGE NO. 1

ACCOUNT NUMBER: 1000568976

ACCOUNT TITLE: SI PROHIBING ACCESS.FINANCE.INT RECOV  
30/06/2025

STATEMENT PERIOD: From 01/07/2024

To

NO	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE	
OPENING BALANCE						
			375,091.18			
NO.	Value Date	Reference.No	Details	Debit	Credit	Balance
1	05/08/2024	FT24219TJQ54.1	PA131311	-334,472.34	0.00	40718.34
2	30/12/2024	FT24365FHFXT.1	FUNDING	0.00	6,508,882.29	6549600.63
3	04/02/2025	FT25035SJOIN.1	PA138321	-6,549,600.63	0.00	0
4	14/02/2025	FT25045XWHGP.1	PROJECT FUNDING	0.00	1,060,963.93	1060963.93
5	19/03/2025	FT25078X6M47.1	PROJECT FUNDING	0.00	1,997,082.87	3058046.8
6	19/05/2025	FT251397YRLY.1	PA138389	-2,700,000.00	0.00	358046.8
7	19/05/2025	FT25139501ND.1	PROJECT FUNDING	0.00	20,216,009.00	20574055.8
8	21/05/2025	FT25141QKWX7.1	PA138400	-20,574,046.00	0.00	9.8

CLOSING BALANCE 9.8

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM

Find

Account equals  1000568976  
Statement From equals  20240701  
Statement To equals  20250830

TAM.E.STMT.OF.ACCT.EPRM

4(14)

XLS

**SUPPORTING ACCESS TO FINANCE & ENTERPRISE RECOVERY PROJECT (SAFER)  
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
FOR THE YEAR ENDED 30 JUNE 2025**

**Credit No.: IDA LOAN CREDIT NO.70180-KE (DA-B)**

**Bank Account No.: 1000632984 Held with CENTRAL BANK OF KENYA**

		NOTES	AMOUNT EURO	AMOUNT EURO
1	Amount advanced by IDA			-
	<b>Less:</b>			
2	Total amount documented			-
3	<b>Outstanding amount to be documented</b>			-
	<b>Represented by:</b>			
4	Ending Special account Balance as as 30 June 2025			-
5	Amounts claimed but not credited as at 30 June 2025			
6	<b>Amounts withdrawn and not claimed</b>			-
7	Service Charges (if not included in lines 5 and 6 above)			-
8	Interest earned (if included in Special Account)			-
9	<b>Total advance to Special Account Year ended 30 June 2025</b>			-

Discrepancy between total appearing on line 3 and 9

-

**Notes:**

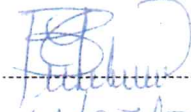

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by IDA and provide reasons for not claiming the expenditures

*Shutina*

**AUTHORISED REPRESENTATIVE  
RESOURCE MOBILISATION DEPARTMENT  
THE NATIONAL TREASURY**

DATE: 05-08-2025

<b>SPECIAL ACCOUNT STATEMENT</b>
----------------------------------

	For period ending	30th JUNE, 2025
	Account No.	1000632984
	Depository Bank	CENTRAL BANK OF KENYA.
	Address	CENTRAL BANK OF KENYA.
	Related Loan	SUPPORT ACCESS TO FINANCE ENT DAB
	Credit Agreement	
	Currency	EUR
<b><u>Part A - Account Activity</u></b>		
Beginning balance of 1st July, 2024 as per C.B.K. Ledger Account		0.00
<b>Add:</b>		
Total Amount deposited by World Bank		0.00
Total Interest earnings if deposited in account		
Total amount refunded to cover ineligible expenditure		
<b>Deduct:</b>		
Total amount withdrawn		0.00
Total service charges if not included above in amount withdrawn		0.00
Ending balance on 30th June, 2025		0.00
<b>AUTHORISED REPRESENTATIVE CENTRAL BANK OF KENYA</b>	<b>SIGNATURE:</b>	
	<b>DATE</b>	14/07/2025
<b>AUTHORISED REPRESENTATIVE EXTERNAL RESOURCES DEPARTMENT-TREASURY</b>	<b>SIGNATURE:</b>	
	<b>DATE</b>	05-08-2025

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2025 have been reconciled and a copy of the supporting Reconciliation Statement is attached.

4 (iv)

Head Office  
CENTRAL BANK OF KENYA  
BANKI KUU YAKENYA  
P.O. BOX 90900-0200  
NAIROBI

STATEMENT OF ACCOUNT

ACCOUNT NUMBER :

ACCOUNT TITLE : SUPPORT ACCESS TO FINANCE ENT DAB  
30.06.2025

STATEMENT PERIOD: From 01.07.2024 To

NO	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE	
	OPENING BAL			0.00		
NO.	Value Date	Reference.No	Details	Debit	Credit	Balance
1				0.00	0.00	0

CLOSING BALANCE 0

END OF ACCOUNT STATEMENT

Favourites

TABLE STATEMENT OF ACCT EPRM

Signature

- Account equals ▼ 1000632984
- Statement From equals ▼ 20240701
- Statement To equals ▼ 20250630

TABLE STATEMENT OF ACCT EPRM

4 (iv)

81

**SUPPORTING ACCESS TO FINANCE & ENTERPRISE RECOVERY PROJECT (SAFER)  
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
FOR THE YEAR ENDED 30 JUNE 2025**

**Credit No.: IDA LOAN CREDIT NO.70180-KE (DA-C)**

**Bank Account No.: 1000632992 Held with CENTRAL BANK OF KENYA**

		NOTES	AMOUNT EUR	AMOUNT EUR
1	Amount advanced by IDA			6,745,615.66
	<b>Less:</b>			
2	Total amount documented			1,297,019.66
3	<b>Outstanding amount to be documented</b>			<b>5,448,596.00</b>
	<b>Represented by:</b>			
4	Ending Special account Balance as at 30 June 2025			1.73
5	Amounts claimed but not credited as at 30 June 2025			
6	<b>Amounts withdrawn and not claimed</b>			<b>5,448,594.27</b>
7	Service Charges (if not included in lines 5 and 6 above)			-
8	Interest earned (if included in Special Account)			-
9	<b>Total advance to Special Account Year ended 30 June 2025</b>			<b>5,448,596.00</b>

Discrepancy between total appearing on line 3 and 9

-

**Notes:**

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by IDA and provide reasons for not claiming the expenditures

*Signature*

**AUTHORISED REPRESENTATIVE  
RESOURCE MOBILISATION DEPARTMENT  
THE NATIONAL TREASURY**

DATE: 05-08-2025

4(iv)

83

**SPECIAL ACCOUNT STATEMENT**

For period ending	<b>30th JUNE, 2025</b>
Account No.	<b>1000632992</b>
Depository Bank	<b>CENTRAL BANK OF KENYA.</b>
Address	<b>CENTRAL BANK OF KENYA.</b>
Related Loan	<b>SUPPORT ACCESS TO FINANCE ENT DAC</b>
Credit Agreement	
Currency	<b>EUR</b>

**Part A - Account Activity**

Beginning balance of 1st July, 2024 as per C.B.K. Ledger Account	<b>568,559.36</b>
<b>Add:</b>	
Total Amount deposited by World Bank	<b>4,145,506.30</b>
Total Interest earnings if deposited in account	
Total amount refunded to cover ineligible expenditure	
<b>Deduct:</b>	
Total amount withdrawn	<b>4,714,063.93</b>
Total service charges if not included above in amount withdrawn	
Ending balance on 30th June,2025	<b>1.73</b>

**AUTHORISED REPRESENTATIVE  
CENTRAL BANK OF KENYA**

SIGNATURE:

DATE

14/07/2025

**AUTHORISED REPRESENTATIVE  
EXTERNAL RESOURCES  
DEPARTMENT-TREASURY**

SIGNATURE:

DATE

05-08-2025

NOTE: The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June,2025 have been reconciled and a copy of the supporting Reconciliation Statement is attached.



4(iii)

Results 1 - 11 of 11

Run Date: 04/07/2025 Run Time: 09:30:01  
CENTRAL BANK OF KENYA  
BANKI KUU YA KENYA  
P.O.BOX 60000-0200  
NAIROBI

STATEMENT OF ACCOUNT

PAGE NO: 1

ACCOUNT NUMBER: 1000632992

ACCOUNT TITLE: SUPPORT ACCESS TO FINANCE ENT DAC  
30/06/2025

STATEMENT PERIOD: From 01/07/2024 To

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE	
	OPENING BAL:			563,559.38		
NO.	Value Date	Reference.No	Details	Debit	Credit	Balance
1	05/08/2024	FT24218LSGY9.1	PA131312	-560,038.15	0.00	8521.21
2	23/09/2024	FT24267ZJ8X5.1	PROJECT FUNDING	0.00	40,063.35	49584.56
3	14/10/2024	FT24288CQV1C.1	FUNDING	0.00	141,911.91	190496.47
4	14/11/2024	FT243195YSJ4.1	PA136466	-190,496.47	0.00	0
5	09/12/2024	FT24344Q3K9R.1	PROJECT FUNDING	0.00	36,648.31	36648.31
6	04/02/2025	FT25035FM45Y.1	PA138322	-36,648.31	0.00	0
7	14/02/2025	FT25045C85XP.1	PROJECT FUNDING	0.00	326,257.08	326257.08
8	19/03/2025	FT250784G0X7.1	PROJECT FUNDING	0.00	152,034.65	478291.73
9	09/05/2025	FT251299MR24.1	PA138382	-478,291.00	0.00	0.73
10	16/05/2025	FT25136GH4DY.1	PROJECT FUNDING	0.00	3,448,591.00	3448591.73
11	21/05/2025	FT25141KNHKL.1	PA138401	-3,448,590.00	0.00	1.73
						CLOSING BALANCE: 1.73

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM

Find

Account  1000632992

Statement From  20240701

Statement To  20250630

TAM.E.STMT.OF.ACCT.EPRM



## **Annex 4 (ivb) Reconciliation – Amount Withdrawn and not claimed**

### 1. IDA LOAN CREDIT NO. 70180-KE (DA-A)

<b>ANALYSIS-DA- A</b>	
	<b>Amount (EURO)</b>
<b>Amount Withdrawn and not claimed</b>	<b>30,216,007.20</b>
<b>THE AMOUNT IS REPRESENTED BY:</b>	
1. Project Bank Account Balance as at 30th June 2025 (Ksh 3,804,132,755.65))	26,293,223.62
2. June Expenditures documentation in process (Withdrawal Application in process)	3,922,783.58
<b>Total</b>	<b>30,216,007.20</b>

### 2. IDA LOAN CREDIT NO. 70180-KE (DA-C)

<b>ANALYSIS-DA- C</b>	
	<b>Amount (EURO)</b>
<b>Amount Withdrawn and not claimed</b>	<b>5,448,594.27</b>
<b>THE AMOUNT IS REPRESENTED BY:</b>	
1. Project Bank Account Balance as at 30th June 2025 (Ksh 644,389,496.80)	4,419,385.80
2. June Expenditures documentation in process (Withdrawal Application in process)	1,029,208.47
<b>Total</b>	<b>5,448,594.27</b>

**Note:** The Statement of Special (Designated) Account Reconciliation for the year ended 30<sup>th</sup> June 2025 attached. (Annex4)

