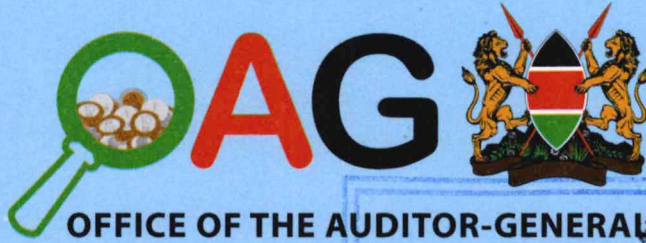


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Enhancing Accountability*

THE NATIONAL ASSEMBLY  
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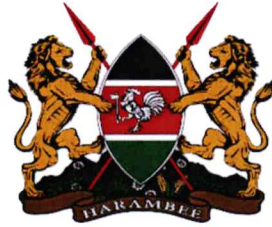
(ADB GRANT AGREEMENT NO.5500155013708)

FOR THE YEAR ENDED

30 JUNE, 2025

THE NATIONAL TREASURY





**PUBLIC DEBT MANAGEMENT SUPPORT PROJECT**

**THE NATIONAL TREASURY**

**GRANT AGREEMENT NO. 5500155013708  
IDENTIFICATION NO. P-KE-KFO-006**

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**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30, 2025**

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**Transitional IPSAS Financial Statements**

**The National Treasury**  
**Public Debt Management Support Project**  
**Annual Report and Financial Statements for the Period ended June 30, 2025**

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<b>Table Contents</b>	<b>Page</b>
1. Acronyms and Definition of Terms .....	ii
2. Project Information and Overall Performance .....	iii
3. Statement of Performance against Project's Predetermined Objectives .....	xi
4. Environmental and Sustainability Reporting .....	xiii
5. Statement of Project Management Responsibilities .....	xiv
6. Report of the Independent Auditor on Financial Statements for Public Debt Management Support Project. ....	xvi
7. Statement of Financial Performance for the Year Ended 30th June 2025. ....	1
8. Statement of Financial Position as at 30 <sup>th</sup> June 2025 .....	2
9. Statement of Changes in Net Assets .....	3
10. Statement of Cashflow for the year ended 30 <sup>th</sup> June 2025 .....	4
11. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 <sup>th</sup> June 2025 .....	5
12. Notes to the Financial Statements .....	6
13. Annexes.....	24

**The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025**

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**1. Acronyms and Definition of Terms**

ADB	African Development Bank
CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
PDMO	Public Debt Management Office
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
TNT	The National Treasury
WB	World Bank
Comparative FY	Financial year preceding the current financial year.

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

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

#### **Name**

The project's official name is **Public Debt Management Support Project**.

#### **Objective**

The key objective of the project is to strengthen Public Debt Management Office (PDMO) in public debt management to ensure transparent, accountable and effective management of public debt and borrowing.

#### **Address**

The project headquarters location and contacts is as below:

P.O. Box 30007-00100,  
Treasury Building,  
Harambee Avenue  
**NAIROBI KENYA**

The project does not have other offices or branches.

**Contacts:** The following are the Project's contacts.

Telephone: (254)020-2252299

Email: [info@treasury.go.ke](mailto:info@treasury.go.ke)

Website: [www.treasury.go.ke](http://www.treasury.go.ke)

### **2.2 Project Information**

Project Start Date:	23 <sup>rd</sup> September, 2020
Project End Date:	31 <sup>st</sup> May 2025 extended to 30 <sup>th</sup> November, 2025
Project Coordinator:	Dr. Kenrick Ayot
Project Development Partner:	African Development Bank

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

**2.3 Project Overview**

Line Ministry or State departments/ County Department	The project is under the supervision of the Resource Mobilisation Department at The National Treasury
Project number	Grant Agreement No: 550155013708 Identification No: P-KE-KFO-006
Strategic goals of the project	The strategic goals of the project are as follows: i) Strengthen Public Debt Management functions (ii) Strengthening Institutional Capacity for Transparency, Accountable and Results based Debt Management
Summary of Project Strategies for achievement of strategic goals	The project management aims to achieve the goals through the following means: (i) Technical assistance to develop a) Fiscal commitments and contingent liabilities framework b) Training on Debt dissemination standards (ii) Technical assistance to conduct a) Portfolio review for borrowing and debt related transactions (iii) Training on loan negotiations
Other important background information of the project	The project comprises of two components namely: (i) Strengthen Public Debt Management functions (ii) Strengthening Institutional Capacity for Transparency, Accountable and Results based Debt Management.
Areas that the project was formed to intervene	The project was formed to intervene in the following areas: (i) Skills enhancement of PDMO staff (ii) Public Debt Management Framework
Project duration	The project started on 23rd September, 2020 and was expected to run until 31 May, 2025. The project has been extended to end on 30 <sup>th</sup> November 2025 (5.2 Years)

**Project Information and Overall Performance (Continued)**

**2.4 Bankers**

The following are the bankers for the project:

**Central Bank of Kenya**

Haile Selassie Avenue

P.O. Box 60000

City Square 00200

**NAIROBI, KENYA**

Tel: +254 20 2860000

**2.5 Independent Auditor**

The project is audited by:

**The Auditor General**

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084-00100

**NAIROBI, KENYA**

**2.6 Roles and Responsibilities**

<b>Names</b>	<b>Title Designation</b>	<b>Key Qualification</b>	<b>Responsibilities</b>
Dr. Chris Kiptoo, CBS	Principal Secretary	<ul style="list-style-type: none"> <li>• Doctor of Philosophy (PhD)- Finance</li> <li>• Masters in Science (Ag Economics)</li> <li>• Bachelor of Science (Ag Economics)</li> </ul>	Accounting Officer, The National Treasury
Dr. Kenrick Ayot	Principal Economist	<ul style="list-style-type: none"> <li>• Doctor of Philosophy (PhD)- Economics</li> </ul>	Project Manager
Miriam Kundu	Ass. Director, Supply Chain Management	<ul style="list-style-type: none"> <li>• Bachelor's Degree in Mathematics and Economics</li> </ul>	Project Procurement Officer
Christine Chimayi	Accountant	<ul style="list-style-type: none"> <li>• CPA, Part II</li> </ul>	Project Accountant

**2.7 Funding summary**

The Project is for a duration of 5.2 years from 2020 to 2025 with an approved budget as highlighted in the table below:

- i. AfDB: USD. 1,120,000 equivalent to Kshs. 144,742,416 as at 30<sup>th</sup> June 2025
- ii. GOK: Kshs. 30,000,000

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

Below is the funding summary:

**A. Source of Funds**

Source of funds	Development Partner Commitment		Amount received to date – (30 <sup>th</sup> June 2025)		Undrawn balance to date (30 <sup>th</sup> June 2025)	
	USD	Kshs	USD	Kshs	USD	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A)-(B)
<b>(i) Grant</b>						
African Development Bank - drawn	1,120,000	144,742,416	864,849	106,465,846	255,151	32,974,260
<b>(ii) Counterpart funds</b>						
Government of Kenya	-	30,000,000	-	336,023,765	-	-
<b>Total</b>	<b>1,120,000</b>	<b>174,742,416</b>	<b>864,849</b>	<b>442,489,611</b>	<b>255,151</b>	<b>32,974,326</b>

**Note:**

Donor commitment of USD.1,120,000 at exchange rate of 1 USD equivalent to Kshs.109.00 during FY 2020-2021.

Donor commitment of UA at an exchange rate of USD.1.4 during FY2020-2021.

Donor Commitment Exchange Rate on undrawn balance as at 30<sup>th</sup> June 2025: 1 USD = Kshs.129.2343

Amount received to date includes Direct Payment of USD. 461,241(Ksh.56,900,707)

The variance of undrawn balance to date (Kshs 144,742,416-106,465,846=38,276,570) while the undrawn balance of USD 255,151 @ 1USD= Kshs.129.2343=Kshs 32,974,260. This is due to different exchange rates applied since the commencement of the project.

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (June 30, 2025)		Cumulative amount paid to date – (June 30, 2025)		Unutilised balance to date (June 30, 2025)	
	<i>USD</i>	<i>Kshs</i>	<i>USD</i>	<i>Kshs</i>	<i>USD</i>	<i>Kshs</i>
	<i>(A)</i>	<i>(A')</i>	<i>(B)</i>	<i>(B')</i>	<i>(A)-(B)</i>	<i>(A')-(B')</i>
<b>(i) Grant</b>						
African Development Bank	864,849	106,465,846	-	104,141,522	-	2,324,324
<b>(i) Counterpart funds</b>						
Government of Kenya	-	336,023,765	-	336,023,765	-	-
<b>Total</b>	<b>864,849</b>	<b>442,489,611</b>	<b>-</b>	<b>440,165,287</b>	<b>-</b>	<b>2,324,324</b>

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

**2.8 Summary of Overall Project Performance:**

**i) Budget performance against actual amounts for the current year and for cumulative to-date, is as tabulated below:**

DESCRIPTION	FY 2024/2025		CUMMULATIVE TOTAL
	BUDGET	ACTUAL	
GOK Counterpart Funding	50,000,000	49,922,149	336,023,765
Grant Revenue	24,000,000	18,934,518	49,565,209
Grant AIA	35,000,000	10,856,010	56,900,637
<b>TOTAL</b>	<b>109,000,000</b>	<b>79,712,677</b>	<b>442,489,611</b>

Overall, out of the Development Commitment of Kshs.139,440,100.00 (USD.1,120,000), a total of Kshs.106,465,846 has been disbursed at a cumulative disbursement percentage of 76%. The underperformance of 24% is attributable to delayed procurement of a consultant that was concluded on 27<sup>th</sup> February 2025 and currently implementation of Electronic Document and Records Management System at the Directorate of Public Debt Management Office.

**ii) Physical progress based on outputs and outcomes since project commencement is as below:**

The project trained and built capacity of PDMO staff with a focus on the areas of loan analysis and negotiation, cash management, risk management, financial management of donor funded projects and supervisory skills training. It further facilitated the development of terms of reference for public debt management framework as well as the issuance of expressions of interest for development of public debt management frameworks.

**iii) The absorption rate for each year since the commencement of the project is analysed as below:**

Financial Year	Budget	Actual on Comparative Basis	Absorption Rate
2020-2021	41,000,000	28,154,463	69%
2021-2022	104,000,000	72,727,976	70%
2022-2023	265,023,053	171,163,532	65%
2023-2024	142,000,000	90,248,634	64%
2024-2025	109,000,000	77,851,858	71%

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

**iv) The implementation challenges and the recommended next steps are as follow:**

The main project implementation challenge was the delay in the procurement of consultancy. Delay in procurement of consultancy has hampered the project absorption. However, the procurement of the same was concluded.

**2.9 Summary of Project Compliance:**

- i. The project has complied to all applicable laws and regulations. All relevant statutory provisions pertaining to budgeting, disbursement, financial reporting and procurement as stipulated in the relevant Acts were followed in the acquisition of goods and services.
- ii. There have never been any consequences which the project has suffered since all the rules and regulations have been complied.
- iii. The mitigation measures taken are sensitization of the staff on the applicable laws and indicating the consequences they can face in not abiding to the regulations.

### **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 objective of the project is to strengthen public debt capacity of the Public Debt management Office (PDMO) for transparent, accountable and effective management of public debt borrowing.

The ultimate objective is to support GOK to better manage the level and composition of national public debt, national guarantees and other financial obligations of national government within the fiscal consolidation framework and develop a framework for sustainable debt control.

The project aims at enhancing the capacity of The National Treasury (TNT) to better balance the government's financing needs and its payment obligations over the medium to long run, consistent with a prudent degree of risk. Reducing vulnerabilities to risks of public debt and maintaining debt within sustainable levels of its critical for government's efforts to attain fiscal consolidation policy in order to safeguard macroeconomic stability and reduce the pace of growth of the public debt.

#### **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. The Public Debt management framework has been strengthened as shown by improvement in the Country Policy and Institutional Assessment (CPIA) score.

**The National Treasury**  
**Public Debt Management Support Project**  
**Annual Report and Financial Statements for the Period ended June 30, 2025**

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Below, we provide the progress on attaining the stated objectives:

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Public Debt Management Support Project	To Strengthen public debt management capacity of the Public Debt Management Office (PDMO)	<ul style="list-style-type: none"> <li>• Trained and built capacity of PDMO staff with a focus on the following areas: Loan Analysis and Negotiation, Cash Management, Risk Management Financial Management of Donor Funded Projects and Supervisory Skills Training.</li> <li>• Enhanced debt management capacity of PDMO</li> </ul>	<ul style="list-style-type: none"> <li>• Number PDMO staff trained</li> <li>• Public management framework developed</li> </ul>	<ul style="list-style-type: none"> <li>• Seventy (70) staff trained</li> <li>• Public Debt Management Frameworks developed</li> </ul>

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

Public Debt Management Support Project did not take part in Corporate Social Responsibility during the year.

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

**The Principal Secretary** for **The National Treasury** and the **Project Coordinator for Public Debt Management Support 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 the financial year ended on June 30, 2025.

This responsibility includes (i) Maintaining adequate financial management arrangements 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.

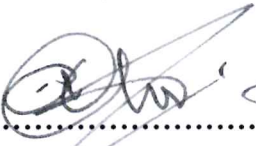
**The Principal Secretary** for **The National Treasury** and the **Project Coordinator for Public Debt Management Support Project** accept responsibility for the Project's financial statements, which have been prepared on the accrual basis method of financial reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

**The Principal Secretary** for **The National Treasury** and the **Project Coordinator for Public Debt Management Support Project** are of the opinion that the Project's financial statements give a true and fair view of the state of the 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 Coordinator for Public Debt Management Support 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.

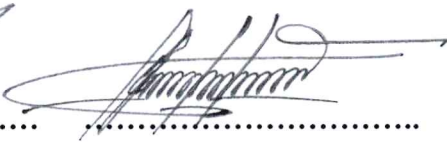
**The Principal Secretary** for **The National Treasury** and the **Project Coordinator for Public Debt Management Support Project** confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants and that Project funds received during 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 Coordinator for Public Debt Management Support Project** on 30<sup>th</sup> September 2025 and signed by:



.....  
**Dr. Chris Kiptoo, CBS**  
**Principal Secretary**  
**The National Treasury**



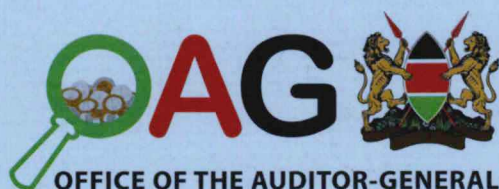
.....  
**Dr. Kenrick Ayot**  
**Project Coordinator**



.....  
**CPA Linnet Vitisia, ndc (K)**  
**Head: Disbursement Unit**  
**ICPAK Member No: 5831**

# REPUBLIC OF KENYA

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NAIROBI

*Enhancing Accountability*

## **REPORT OF THE AUDITOR-GENERAL ON PUBLIC DEBT MANAGEMENT SUPPORT PROJECT (ADB GRANT AGREEMENT NO.5500155013708) FOR THE YEAR ENDED 30 JUNE, 2025 - THE NATIONAL TREASURY**

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### PREAMBLE

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

- A. Report on 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 the 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 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 Public Debt Management Support Project set out on pages 1 to 24, which comprise of the statement of financial

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*Report of the Auditor-General on Public Debt Management Support Project (ADB Grant Agreement No.5500155013708) for the year ended 30 June, 2025 - The National Treasury*

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 Public Debt Management Support Project as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with Transitional International Public Sector Accounting Standards and comply with the Financing Agreement No. 5500155013708 between the Republic of Kenya, African Development Bank and the African Development Fund, dated 23 September, 2020 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 Public Debt Management Support 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.

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects receipts budget and actual on a comparable basis of Kshs.109,479,327 and Kshs.80,192,004 respectively, resulting to an under-funding of Kshs.29,287,323 or 27% of the budget. Similarly, the project incurred an expenditure of Kshs.57,137,967 against a total budget of Kshs.109,479,327 resulting to underutilization of Kshs.52,341,360 or 48%. The under-funding and under-expenditure affected the planned activities, specifically training and benchmarking which may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

### **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. I have determined that there are no other key audit matters to communicate in my report.

## **Other Matter**

### **Unresolved Prior Year Matters**

In the report of the previous year, three issues were raised under 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 (iii) to (xv) 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 THE USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else 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**

#### **Low Absorption of Project Funds**

On 15 September, 2020, the Republic of Kenya entered into a tripartite agreement between the African Development Bank and African Development Fund, an agreement in which the Republic of Kenya was to receive a grant totaling to USD. 1,120,000 with the Government of Kenya committing Kshs.30,000,000 to strengthen the capacity of the Public Debt Management Office in public debt management to ensure transparent, accountable and effective management of public debt and borrowing. The initial closing date for the project was 31 May, 2022, after which an extension was granted by the Bank

to 30 November, 2025 vide a letter by the Bank dated 6 March, 2025. As at 30 June, 2025, the project had drawn a total of USD 864,849 equivalent to Kshs.106,465,846 representing an absorption rate of 77% of the total grant. With about 92% of the project duration having elapsed and absorption of the grant at 77%, the project objectives may not be achieved within the set project end date of 30 November, 2025.

In the circumstances, the effectiveness and impact of the grant by African Development Bank and African Development Fund could not be confirmed.

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 EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, 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 Grant Agreement No. 5500155013708 between the Republic of Kenya, African Development Bank and the African Development Fund, dated 23 September, 2020, I report, based on my audit;

- i. 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.
- ii. Adequate accounting records have been kept by the Project, so far as appears from the examination of those records.

- 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 Transitional International Public Sector Accounting Standards 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 for 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 ISSAI 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 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**

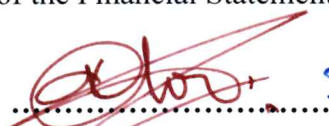
**13 October, 2025**

**The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025**

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

	Notes	2024/2025
		Kshs
<b>Revenue</b>		
Revenue Transfers	6a	77,851,858
Miscellaneous Revenue		-
<b>Total revenue</b>		<b>77,851,858</b>
<b>Expenses</b>		
Use of goods and services	7	57,137,968
<b>Total expenses</b>		<b>57,137,968</b>
<b>Surplus/ (deficit)</b>		<b>20,713,890</b>

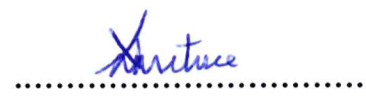
The accounting policies and explanatory notes to these Financial Statements are an integral part of the Financial Statements.



**Dr. Chris Kiptoo, CBS**  
Principal Secretary  
The National Treasury



**Dr. Kenrick Ayot**  
Project Coordinator




**CPA Linnet M. Vitisia, ndc (K)**  
Head: Disbursement Unit  
ICPAK Member No: 5831

The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025

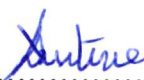
8. Statement of Financial Position as at 30<sup>th</sup> June 2025

	Note	2024/2025	1 <sup>st</sup> July 2024
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash equivalents	8	2,340,147	479,327
<b>Total Current Assets</b>		<b>2,340,147</b>	<b>479,327</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	9	20,713,890	
Intangible Assets			
<b>Total Non- Current Assets</b>		<b>20,713,890</b>	
<b>Total Assets (a)</b>		<b>23,054,037</b>	<b>479,327</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables			
Third Party Deposits			
Deferred Income	10	2,340,147	479,327
<b>Total Current Liabilities</b>		<b>2,340,147</b>	<b>479,327</b>
<b>Total Liabilities (b)</b>		<b>2,340,147</b>	<b>479,327</b>
<b>Net Assets (a-b)</b>		<b>20,713,890</b>	<b>-</b>
<b>Represented By:</b>			
Balance B/fwd		-	
Accumulated Surplus		<b>20,713,890</b>	<b>-</b>
<b>Total Net Assets</b>		<b>20,713,890</b>	<b>-</b>

The Financial Statements were approved on 30<sup>th</sup> September 2025 and signed by:

  
.....  
Dr. Chris Kiptoo, CBS  
Principal Secretary  
The National Treasury

  
.....  
Dr. Kenrick Ayot  
Project Coordinator

  
.....  
CPA Linnet M. Vitisia, ndc (K)  
Head: Disbursement Unit  
ICPAK Member No: 5831

**The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025**

**9. Statement of Changes in Net Assets**

Description	Accumulated Surplus
	Kshs
As at 30 <sup>th</sup> June 2024 (Cash Basis)	479,327
Adjustments:	
Asset Recognition	-
Liabilities recognition	(479,327)
<b>As at 1<sup>st</sup> July 2024</b>	<b>-</b>
Surplus/(Deficit) for the year	20,713,890
<b>As at 30<sup>th</sup> June 2025</b>	<b>20,713,890</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 30<sup>th</sup> September 2025 and signed by:



.....  
**Dr. Chris Kiptoo, CBS**  
Principal Secretary  
The National Treasury



.....  
**Dr. Kenrick Ayot**  
Project Coordinator



.....  
**CPA Linnet M. Vitisia, ndc (K)**  
Head: Disbursement Unit  
ICPAK Member No: 5831

The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025

10. Statement of Cashflow for the year ended 30<sup>th</sup> June 2025

Description	Note	Insert Current FY Kshs
<b>Cashflow from operating activities</b>		
<b>Receipts</b>		
Revenue Transfers		79,712,677
Miscellaneous Revenue		-
<b>Total Receipts</b>		<b>79,712,677</b>
<b>Payments</b>		
Employee costs		-
Use of goods and services		57,137,967
<b>Total Payments</b>		<b>57,137,967</b>
<b>Net cash flow from operating activities</b>	11	22,574,710
<b>Cashflow from investing activities</b>		
Purchase of PPE and intangible Asset		20,713,890
Proceeds from sale of Assets		
Acquisition of Intangible assets		
<b>Net cash flows from investing activities</b>		(20,713,890)
<b>Cash flow from financing activities</b>		
<i>Specify the activity</i>		
<b>Net cash flow from financing activities</b>		
Net increase/Decrease in cash and cash equivalents		1,860,820
<b>Cash and cash equivalent at 1<sup>st</sup> July 2024</b>		<b>479,327</b>
<b>Cash and cash equivalent at end June 2025</b>	<b>8</b>	<b>2,340,147</b>

The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025

11. Statement of Comparison of Budget and Actual Amounts for the Year ended 30<sup>th</sup> 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	
<b>Budget Carry Overs from previous periods</b>		479,327	479,327	479,327	-	100%
<b>Receipts</b>						
GOK Counterpart funding	50,000,000	-	50,000,000	49,922,149	77,851	100%
Proceeds from Foreign and domestic grants	24,000,000		24,000,000	18,934,518	5,062,482	79%
Direct Payments from AfDB	56,000,000	(21,000,000)	35,000,000	10,856,010	24,143,990	31%
<b>Total Revenue</b>	<b>130,000,000</b>	<b>(20,520,673)</b>	<b>109,479,327</b>	<b>80,192,004</b>	<b>29,284,323</b>	<b>73%</b>
<b>Payments</b>						
Use of goods and services	130,000,000	(20,520,673)	109,479,327	57,137,967	52,341,360	52%
<b>Total Payments</b>	<b>130,000,000</b>	<b>(20,520,673)</b>	<b>109,479,327</b>	<b>57,137,967</b>	<b>52,341,360</b>	<b>52%</b>
<b>Surplus</b>	<b>-</b>			<b>23,054,037</b>	<b>-</b>	<b>-</b>

**Budget Notes**

1. The project experienced budget underutilization as a result of delays in finalizing the procurement process for the PDMO's Electronic Document Management System. By the end of the financial year, only one milestone had been achieved.
2. The changes between the original and final budget, were due to budget cuts.

**Budget Reconciliation**

Description of Particulars	Amount in Kshs
Actual Surplus Amounts as per the statement of Budget	<b>23,054,037</b>
Acquisition of equipments	(20,713,890)
Closing Cash and Cash Equivalent as per the statement of Cash flows	<b>2,340,147</b>

## 12. Notes to the Financial Statements

### 1. General Information

The National Treasury is established by and derives its authority and accountability from PFM Act. The entity is wholly owned by the Government of Kenya and is domiciled in Kenya. The entity's principal activity is to formulate and implement sound economic and financial policies to foster economic and social development, managing the National budget and mobilizing recourses.

### 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 entity has taken advantage of the transitional provisions under IPSAS 33, and therefore these 1<sup>st</sup> year financial statements are transitional financial statements. All financial assets, and liabilities have been recognised as a minimum requirement. No depreciation has been provided on the non current assets.

These financial statements were authorized for issue by the accounting officer on 30th August, 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.

Standard	Effective date and impact:
IPSAS 43	<p><b>Applicable 1<sup>st</sup> January 2025</b></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>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<p><b>Applicable 1<sup>st</sup> January 2025</b></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>
IPSAS 45- Property Plant and Equipment	<p><b>Applicable 1<sup>st</sup> January 2025</b></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</p>

**The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025**

<b>Standard</b>	<b>Effective date and impact:</b>
	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 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.
IPSAS 46 Measurement	<p><b>Applicable 1<sup>st</sup> January 2025</b></p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS;</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>

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

<b>Standard</b>	<b>Effective date and impact:</b>
IPSAS 47- Revenue	<p><b>Applicable 1<sup>st</sup> January 2026</b></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 of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p>
IPSAS 48- Transfer Expenses	<p><b>Applicable 1<sup>st</sup> January 2026</b></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>
IPSAS 49- Retirement Benefit Plans	<p><b>Applicable 1<sup>st</sup> January 2026</b></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>

The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025

Standard	Effective date and impact:
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<b>Applicable 1<sup>st</sup> January 2027</b> The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires: <ul style="list-style-type: none"> <li>i. Limited improvements to existing accounting practices for exploration and evaluation expenditures.</li> <li>ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26.</li> <li>iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.</li> </ul>

**iii) Early adoption of standards**

The Entity did not early – adopt any new or amended standards in the financial year.

**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 by Parliament on **18<sup>th</sup> 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

**The National Treasury**  
**Public Debt Management Support Project**  
**Annual Report and Financial Statements for the Period ended June 30, 2025**

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recorded additional appropriations of *nil* on the FY 2024/2025 budget following the Parliament'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 on page 5 under section 10 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.

**Notes to the financial statements**

**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

**The National Treasury**  
**Public Debt Management Support Project**  
**Annual Report and Financial Statements for the Period ended June 30, 2025**

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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.

**Notes to the financial statements**

**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. Public Debt Management Support Project does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Project's financial statements. (amend as appropriate). 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.

**Notes to the financial statements**

**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. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL).

**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.

**The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025**

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**Notes to the financial statements**

**Inventories (Continued)**

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 Public Debt Management Support Project.

**i) Provisions**

Provisions are recognized when Public Debt Management Support 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 Public Debt Management Support 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**

Public Debt Management Support 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 Public Debt Management Support 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 Public Debt Management Support 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**

As at the end of the financial year Public Debt Management Support Project did not have any reserves.

**Changes in accounting policies and estimates**

Public Debt Management Support 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.

**Notes to the financial statements**

**k) Employee benefits**

**Retirement benefit plans**

Public Debt Management Support Project 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.

**l) Foreign currency transactions**

Transactions in foreign currencies are initially accounted for at the ruling rate of exchange on the date of the transaction. At each reporting date, foreign currency monetary items are translated using the closing rate. Non-monetary items measured in historical cost are translated using the exchange rate at the date of the transaction, and those measured at fair value are translated using the exchange rates at the date when the fair value was determined. Exchange differences arising from the settlement of monetary items or translation of monetary/non-monetary items at rates different from those at which they were initially reported are recognized in surplus or deficit in the period.

**m) 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 being 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.

**n) Related parties**

Public Debt Management Support 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 Entity, or vice versa. Members of key management are regarded as related parties and comprise the directors, the Principal and senior managers.

**The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025**

---

**Notes to the financial statements**

**o) Service concession arrangements**

Public Debt Management Support 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, Public Debt Management Support 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, Public Debt Management Support Project also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

**p) 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.

**q) 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.

**The National Treasury**  
**Public Debt Management Support Project**  
**Annual Report and Financial Statements for the Period ended June 30, 2025**

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**Notes to the financial statements**

**5. Significant Judgments and Sources of Estimation Uncertainty**

The preparation of the Public Debt Management Support Project's financial statements in conformity with IPSAS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities, at the end of the reporting period. However, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in future periods.

**Estimates and assumptions.**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Entity based its assumptions and estimates on parameters available when the consolidated financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Entity. Such changes are reflected in the assumptions when they occur. IPSAS 1.140

**Useful lives and residual values**

The useful lives and residual values of assets are assessed using the following indicators to inform potential future use and value from disposal:

- The condition of the asset based on the assessment of experts employed by Public Debt Management Support Project.
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes.
- The nature of the processes in which the asset is deployed.
- Availability of funding to replace the asset.
- Changes in the market in relation to the asset

**Provisions**

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included.

Provisions are measured at the management's best estimate of the expenditure required to settle the obligation at the reporting date and are discounted to present value where the effect is material.

The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025

Notes to the financial statements

6. Revenue Transfers

Description	2024/2025
	KShs
<b>Unconditional Transfers</b>	
GoK Counter Part funding	49,922,149
Transfers from African Development Bank	18,934,518
African Development Bank (AIA)	10,856,010
<b>Total Unconditional Transfers (a)</b>	<b>79,712,677</b>
<b>Conditional Transfers</b>	
Transfers from Development partners 1	-
	-
<b>Total Conditional Transfers (b)</b>	<b>-</b>
<b>Total Transfers for the Year (a + b)</b>	<b>79,712,677</b>

The purpose of the funding was to provide consultancy on electronic document management systems and capacity building to PDMO staff.

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
GOK Funding	49,922,149	-	-	49,922,149
African Development Bank	27,450,381	2,340,147	-	29,790,528
<b>Subtotal</b>	<b>77,372,530</b>	<b>2,340,147</b>	<b>-</b>	<b>79,712,677</b>
Deferred income realised	479,327	-	-	479,327
<b>Total</b>	<b>77,851,857</b>	<b>2,340,147</b>	<b>-</b>	<b>80,192,004</b>

The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025

Notes to the financial statements

7. Use of Goods and Services

De scription	FY 2024/2025
c	Kshs
Consulting services	10,856,010
Domestic travel and subsistence	15,637,840
Foreign travel and subsistence	18,719,771
Training	11,924,347
<b>Total</b>	<b>57,137,967</b>

8. Cash and Cash Equivalentents

Description	30 <sup>th</sup> June 2025	1 <sup>st</sup> July 2024
	Kshs	Kshs
Cash in Bank	2,340,147	479,327
Cash on hand	-	-
<b>Total Cash and Cash Equivalentents</b>	<b>2,340,147</b>	<b>479,327</b>

Project Bank Accounts

Details	30 <sup>th</sup> June 2025	1 <sup>st</sup> July 2024
	USD	USD
<b>Foreign Currency Accounts</b>		
Central Bank of Kenya [A/c No. 1000470167]	-	146,607
Total Foreign Currency balances	-	<u>146,607</u>
<b>Local Currency Accounts</b>	<b>KSHS</b>	<b>KSHS</b>
Central Bank of Kenya [A/c No. 1000473851]	2,340,147	479,327
Total local currency balances	2,340,147	<u>479,327</u>
<b>Total bank account balances</b>	<b><u>2,340,147</u></b>	<b><u>479,327</u></b>

The National Treasury  
 Public Debt Management Support Project  
 Annual Report and Financial Statements for the Period ended June 30, 2025

Notes to the financial statements

9. Property, Plant and Equipment

Cost	Motor vehicles	Furniture and fittings	ICT Equipment	Other Assets (specify)	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Depreciation rate</b>						
As At 1 July 2024 (opening balances)			-			-
Additions			20,713,890			20,713,890
Disposals		-	-			
Transfers/Adjustments						
<b>As at 30<sup>th</sup> June 2025</b>			<b>20,713,890</b>			<b>20,713,890</b>
<b>Depreciation And Impairment</b>						
As at 1 July 2025						
Depreciation charge for the year						
Impairment loss						
Transfers/ Adjustments						
<b>As At 30<sup>th</sup> June 2025</b>						
<b>Net Book Values</b>						
As at 1 <sup>st</sup> July 2024			-			-
<b>As at 30<sup>th</sup> June 2025</b>			<b>20,713,890</b>			<b>20,713,890</b>

The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025

Notes to the financial statements

**10. Deferred Income**

Description	2024/25	1 <sup>st</sup> July 2024
	Kshs	Kshs
African Development Bank	2,340,147	479,327
<b>Total Deferred Income</b>	<b>2,340,147</b>	<b>479,327</b>

Deferred income relates to unutilized amounts received from ADB. This is because the project had received the funds but had not yet meet the conditions attached to the grant to earn the revenue. The funds are recognised as revenue only when conditions are fulfilled, which often involves spending the money on the specific purpose.

**Deferred Income Movement Schedule**

	Development Partner 1	Development Partner 2	Others specify	Total
	Kshs	Kshs	Kshs	Kshs
Balance as at 1 <sup>st</sup> July 2024	479,327	-	-	479,327
Additions	79,712,677	-	-	79,712,677
Transfers To Performance Statement as Revenue	(77,851,857)	(-)	(-)	(77,851,857)
Balance as at 30 <sup>th</sup> June 2025	<b>2,340,147</b>	-	-	<b>2,340,147</b>

**11. Cash Generated from Operations**

Description	Insert Current FY
	Kshs
<b>Surplus/Deficit for the year</b>	<b>20,713,890</b>
<b>Adjusted for:</b>	
Depreciation	-
Impairment	-
Gains and losses on disposal of assets	-(-)
<b>Working capital adjustments</b>	
Increase in deferred income	1,860,820
Increase in payables	-
<b>Net cash flow from operating activities</b>	<b>22,574,710</b>

**The National Treasury**  
**Public Debt Management Support Project**  
**Annual Report and Financial Statements for the Period ended June 30, 2025**

**Notes to the financial statements**

**12. Special Deposit Accounts**

The balances in the Project's Special Deposit Account(s) as of 30<sup>th</sup> 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	30 <sup>th</sup> June 2025	1 <sup>st</sup> July 2024
	USD	USD
<b>(i) A/C Name [A/c No. 1000470167]</b>		
Opening balance	146,607	146,607
Total amount deposited in the account	-	-
Total amount withdrawn	<u>146,607</u>	=
<b>Closing balance (as per SDA bank account reconciliation attached)</b>	=	<b><u>146,607</u></b>

**13. Related Party Disclosures**

**Nature of related party relationships**

Entities and other parties related to Public Debt Management Support 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 Public Debt Management Support Project, holding 100% of Public Debt Management Support Project's equity interest. The Government of Kenya has provided full guarantees to all long-term lenders of the Entity, both domestic and external.

The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025

Notes to the financial statements.

Description	Insert Current FY
	Kshs
<b>Transactions with related parties</b>	
<b>a) Sales to related parties</b>	
Sales of electricity to govt agencies	-
Rent income from govt. Agencies	-
Others (specify) e.g. interest and bank charges	-
<b>Total</b>	-
<b>B) purchases from related parties</b>	
Purchases of electricity from KPLC	-
Purchase of water from govt service providers	-
Rent expenses paid to govt agencies	-
Others (specify)	-
<b>Total</b>	-
<b>b) Grants /transfers from the government</b>	
Grants from national govt	49,922,149
Grants from county government	-
Donations in kind	-
<b>Total</b>	<b>49,922,149</b>
<b>c) Expenses incurred on behalf of related party</b>	
Payments of salaries and wages for employees	-
Payments for goods and services for	-
<b>Total</b>	
<b>d) Key management compensation</b>	
Directors' emoluments	-
Compensation to key management	-
<b>Total</b>	<b>49,922,149</b>

**The National Treasury**  
**Public Debt Management Support Project**  
**Annual Report and Financial Statements for the Period ended June 30, 2025**

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**Notes to the financial statements.**

**14.Events after the Reporting Period**

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

**15.Ultimate and Holding Entity**

The Public Debt Management Support Project is under the National Treasury. Its ultimate parent is the Government of Kenya.

**16.Currency**

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

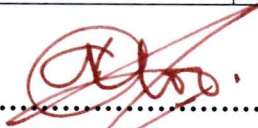
**The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025**


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**13. Annexes**

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

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe:</b>
138	Inaccuracies in the presentation and disclosure of Financial Statements	The inaccuracies have been rectified in the financial statements	Not resolved	N/A
139	Amount withdrawn and not claimed	The amount has been justified.	Not resolved	N/A
143	Delay in procurement of the supply, configuration and the implementation of electronic document management system	The procurement has been completed and the activities are underway	Not applicable	N/A

  
.....  
**Dr. Chris Kiptoo, CBS**  
Principal Secretary  
The National Treasury

  
.....  
**Dr. Kenrick Ayot**  
Project Coordinator

  
.....  
**CPA Linnet Vitisia, ndc (K)**  
Head: Disbursement Unit  
ICPAK Member No: 5831

*The National Treasury  
Public Debt Management Support Project  
Annual Report and Financial Statements for the Period ended June 30, 2025*


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

<b>Project Name:</b>				
<b>Breakdown of transfers from Public Debt Management Support Project</b>				
<b>a.</b>	<b>Government Counterpart funding</b>			
		Bank Statement Date	Amount (Kshs)	
			49,922,149	FY 2024-2025
			-	
		<b>Total</b>	<b>49,922,149</b>	
<b>B.</b>	<b>Direct payments</b>			
		Bank Statement Date	Amount (Kshs)	
			10,856,010	FY 2024-2025
		<b>Total</b>	<b>10,856,010</b>	
<b>C.</b>	<b>Others</b>			
	African Development Bank	Bank Statement Date	Amount (Kshs)	
			18,934,518	FY 2024-2025
		<b>Total</b>	<b>18,934,518</b>	
		<b>Total (A+B+C)</b>	<b>79,712,677</b>	FY 2024-2025

The above amounts have been communicated to and reconciled with the Parent Ministry/ State Department.



.....  
**George K. Gichuru**  
**Head of Accounting Unit**  
**The National Treasury**



.....  
**Dr. Kenrick Ayot**  
**Project Coordinator**

The National Treasury  
 Public Debt Management Support Project  
 Annual Report and Financial Statements for the Period ended June 30, 2025

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**Annex 3: Fixed Asset Register**

<b>Asset class</b>	<b>Historical Cost b/f (Kshs) Previous Year</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Transfers in/(out) during the year</b>	<b>Historical Cost c/f (Kshs) Current Year</b>
ICT Equipment		20,713,890			20,713,890
<b>Total</b>		20,713,890			20,713,890

**Annex 4: Other Support Documents**

- i. Bank Reconciliations statement as at 30<sup>th</sup> June 2025
- ii. Board of Survey Report
- iii. Special Deposit Account(s) reconciliation statement(s)

**REPUBLIC OF KENYA**  
**BANK RECONCILIATION STATEMENT**  
**FOR THE PERIOD AS AT 30TH JUNE, 2025**

**Balance as per Bank Certificate**

**Less:**

1. Payments in Cash Book not yet recorded in Bank Statement (Unpresented Cheques)
2. Receipts in Bank Statement not yet recorded in Cash Book

**Add:**

3. Payments in Bank Statement not yet recorded in Cash Book
4. Receipts in Cash Book not yet recorded in Bank Statement

**Balance as per Cash Book**

KSHS	KSHS
	2,324,324.05
15,822.80	
	15,822.80
	2,340,146.85

I certify that I have verified the Bank Balance in the Cash Book with the Bank Statement and that the above Reconciliation is correct

*Carole R. ... 29/8/2025*

**SIGNATURE & DATE**

*Senior Accountant*

**DESIGNATION**



**3. PAYMENTS IN BANK STATEMENT NOT YET RECEORDED IN CASH BOOK**

CHEQUE NO.	CHEQUE DATE	PAYEE	AMOUNT KSHS
FT21166VXPPM	15.06.2021	KRA	15,822.80
			15,822.80

**4. RECEIPTS IN CASH BOOK NOT YET RECORDED IN BANK STATEMENT**

CHEQUE NO.	CHEQUE DATE	PAYEE	AMOUNT KSHS
			-



LIST OF CHEQUES INCLUDED AS PART OF CASH ON HAND

	Drawer	Date of Cheque	Date received	Amount



BANKI  
KUU YA  
KENYA



CENTRAL  
BANK OF  
KENYA

*Handwritten signature and initials*

July 23, 2025

Halle Center 5th Floor  
P.O. Box 50000 - 00200 Nairobi, Kenya  
Telephone: 255(0)20 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	9,210,017,070.56
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	614,032,145.01
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
1000349532	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	0.0
✓ 1000762397	FINANCE LOC LED CLIMATE ACT KFW LOA	KES	0.00
✓ 1000764406	GOVERNMENT DIGITAL PAYM UNIT AIA	KES	353,518,210.55

ACCOUNTANT GENERAL -  
TREASURY

Customer:

10013E

Balance Date:

30-Jun-25

Account No	Account Name	Currency	Balance
1000122501	GOVERNMENT OVERDRAFT ACCOUNT.	KES	(67,623,794,748.17)

STATE OFF AND PUB OFF  
CAR LOAN SCH

Customer:

152575

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



Michah Nabori  
Authorised Signatory  
Banking Services Division



Joyce Nasieku  
Authorised Signatory  
Banking Services Division

**PUBLIC DEBT MANAGEMENT SUPPORT PROJECT  
 STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
 FOR THE YEAR ENDED 30TH JUNE 2025  
 PART B: ACCOUNT RECONCILIATION STATEMENT**

**PROJECT No. 5500155013708**

**Bank Account No.1000470167 Held with Central Bank of Kenya**

	NOTES	AMOUNT USD	AMOUNT USD
1	Amount advanced by ADB		403,690.00
	<b>Less</b>		
2	Total amount justified to ADB		385,930.64
3	<b>Outstanding amount advanced to Designated Account</b>		<b>17,759.36</b>
	<b>Represented by:</b>		
4	Ending Designated Account Balance at 30.06.2025		
5	Amount claimed but not credited at 30.06.2025		-
6	Amount withdrawn and not claimed as at 30.06.2025		<b>17,759.36</b>
7	Service charges (if not included in 5 & 6 above)		-
	<b>Less</b>		
8	Interest earning (if included in Designated Account)		-
9	<b>Total advance to Designated Account year ended 30.06.2025</b>		<b>17,759.36</b>

Descrpancy between total appearing on lines 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 ADB and provide reasons for not claiming the expenditures

**The amount appearing on line 6 is eligible for financing by ADB and shall be documented in subsequent IFRs/SOEs**



**AUTHORIZED REPRESENTATIVE  
 RESOURCES MOBILIZATION DEPARTMENT - TREASURY DATE:**

01-08-2025

**SPECIAL ACCOUNT STATEMENT**

For period ending	<b>30th JUNE, 2025</b>
Account No.	<b>1000470167</b>
Depository Bank	<b>CENTRAL BANK OF KENYA.</b>
Address	<b>CENTRAL BANK OF KENYA.</b>
Related Loan	<b>PUBLIC DEBT MANAGEMENT SUPPORT</b>
Credit Agreement	
Currency	<b>USD</b>

**Part A - Account Activity**

Beginning balance of 1st July, 2024  
as per C.B.K. Ledger Account 146,607.15

---

**Add:**

Total Amount deposited by <sup>ADB</sup>World Bank -----

Total Interest earnings if deposited in account -----

Total amount refunded to cover ineligible expenditure -----

**Deduct:**

Total amount withdrawn 146,607.15

Total service charges if not included above in amount withdrawn -----

Ending balance on 30th June,2025 0.00

**AUTHORISED REPRESENTATIVE  
CENTRAL BANK OF KENYA**

SIGNATURE: 

DATE: 14/07/2025

**AUTHORISED REPRESENTATIVE  
EXTERNAL RESOURCES  
DEPARTMENT-TREASURY**

SIGNATURE: 

DATE: 01/08/2025

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.

Results 1 - 2 of 2

Run Date: 04/07/2025 Run Time: 10:30:41  
 CENTRAL BANK OF KENYA  
 BANKI KUU YA KENYA  
 P.O.BOX 60000-0200  
 NAIROBI  
 STATEMENT PERIOD: From 01/07/2024 To

STATEMENT OF ACCOUNT PAGE NO : 1  
 ACCOUNT NUMBER : 1000470167  
 ACCOUNT TITLE : PUBLIC DEBT MANAGEMENT SUPPORT  
 30/06/2025

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT BALANCE	
OPENING BAL :		146,607.15				
NO.	Value Date	Reference.No	Details	Debit	Credit	Balance
1	23/08/2024	FT24236KSJY3,1	PA131342	-104,747.00	0.00	41860.15
2	09/01/2025	FT2500909RY,1	PA136492	-41,860.15	0.00	0

CLOSING BALANCE : 0

END OF ACCOUNT STATEMENT

Favourites

TAM.E.STMT.OF.ACCT.EPRM

[More Options](#)  
[Clear Selection](#) Find

Account  1000470167  
 Statement From  20240701  
 Statement To  20250630

TAM.E.STMT.OF.ACCT.EPRM

Public sector As at 25.07.2025  
 Loan Number :5500155013708  
 Project ID :P-KE-KFO-006  
 Project Title :PUBLIC DEBT MANAGEMENT SUPPORT PROJECT  
 Borrower :GOVERNEMENT OF KENYA

Page : 56  
 System :PRD / 400  
 Loan Contract Currency :UAC  
 Closing Date :30.11.2025  
 Commitment Capital : 800,000.00  
 Available Balance : 0.00

LDV Number	Reference	Curr	Amount Approved Approval Currency	Amount Justified Approval Currency	Balance to Justify Approval Currency	Amount Disbursed UAC	Amount Justified UAC	Balance to Justify UAC	%Justified	Disburs. Value Date	Last Just. Date
(A)	(B)		(X)	(Y)	(Z) = (X) - (Y)	(C)	(D)	(E) = (C) - (D)	F = D / C	(G)	(H)
5500155013708											
<b>1 All activities</b>											
1/KE/2020/81951	RF NO0001	USD	257,690.00	257,690.00	0.00	179,321.24	179,321.24	0.00	100.00	14.12.2020	17.02.2025
1/KE/2023/29449	RF NO0003	USD	146,000.00	128,240.64	17,759.36	109,207.05	95,923.16	13,283.89	87.84	10.08.2023	17.02.2025
Total 5500155013708 All activities						288,528.29	275,244.40	13,283.89	95.40		
	5500155013708					288,528.29	275,244.40	13,283.89	95.40		

403 690.00 285 930.64 17,759.36

