

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL  
*Enhancing Accountability*

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 08 APR 2026	DAY: WEDNESDAY
TABLED BY:	HON. DISO RASO, MP
CLERK-AT-THE-TABLE:	ON BEHALF OF LOM J. LEMERELLE

**REPORT**

PARLIAMENT  
OF KENYA  
LIBRARY

**OF**

**THE AUDITOR-GENERAL**

**ON**

**THE KENYATTA INTERNATIONAL  
CONVENTION CENTRE**

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

OFFICE OF THE AUDITOR GENERAL  
P.O. Box 30084 - 00100, NAIROBI  
RECORDS OFFICE  
03 DEC 2025  
RECEIVED



**The Kenyatta International  
Convention Centre**  
*Africa's Premier Meeting Venue*

---

**THE KENYATTA INTERNATIONAL CONVENTION CENTRE**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**JUNE 30, 2025**

---

Prepared in accordance with the IFRS Accounting Standards

*Leave blank.*



Table of Contents	Page
1. Acronyms and Glossary of Terms .....	ii
2. Key Entity Information.....	iii
3. The Board of Directors.....	vi
4. Key Management Team.....	ix
5. Fiduciary Management.....	xi
6. Fiduciary Oversight Arrangements .....	xi
7. Chairman’s Statement.....	xiii
8. Report of the Chief Executive Officer .....	xv
9. Statement of Performance against Predetermined Objectives for FY 2024/2025 ..	xvii
10. Corporate Governance Statement.....	xx
11. Management Discussion and Analysis .....	xxvi
12. Environmental and Sustainability Reporting .....	xxx
13. Report of the Directors .....	xxxii
14. Statement of Directors’ Responsibilities .....	xxxii
15. Report of the Independent Auditor on the Financial Statements for KICC .....	xxxiv
16. Statement of Profit/Loss & Other Comprehensive Income for the Year Ended 30th June 2025.....	1
17. Statement of Financial Position for the Year Ended 30th June 2025 .....	2
18. Statement of Changes in Equity for the Year ended 30th June 2025.....	3
19. Statement of Cash Flows for the Year ended 30th June 2025 .....	4
20. Statement of Comparison of Budget & Actual amounts for the Year ended 30th June 2025.....	5
21. Explanation of the variances .....	7
22. Notes to the Financial Statement.....	10
23. Disclosures: .....	34
24. Appendices.....	36

## 1. Acronyms and Glossary of Terms

### A. Acronyms

<i>CEO</i>	<i>Chief Executive Officer</i>
<i>IFRS</i>	<i>International Financial Reporting Standards</i>
<i>NT</i>	<i>National Treasury</i>
<i>PFMA</i>	<i>Public Finance Management Act.</i>
<i>PSASB</i>	<i>Public Sector Accounting Standards Board</i>
<i>KICC</i>	<i>Kenyatta International Convention Centre</i>
<i>MICE</i>	<i>Meetings Incentives Conferences and Exhibitions</i>

### B. Definition of Key Terms

**Fiduciary Management** - Members of Management directly entrusted with the entity's financial resources.

**Comparative Year**- Means the prior period.

## 2. Key Entity Information

### a) Background information

The Corporation was established under the Tourism Act of 2011 that came into operation on 1st September 2012.

### b) Principal Activities

The principal activities of the Corporation are to:

- (i) Organize and host meetings and provide incentives for conferences and exhibitions at the Convention Centre.
- (ii) Develop and implement the national meetings, incentives for conferences and exhibitions strategy, in collaboration with the Tourism Board upon consultation with the relevant stakeholders.
- (iii) Market the Convention Centre, in collaboration with the Tourism Board; and
- (iv) Perform any other functions that are ancillary to the object and purpose for which the Convention Centre is established.

### c) Directors

The Directors who served KICC during the Year/period were as follows:

	Name	Designation	Appointed/Left on
1	CPA Samuel Waweru Mwangi	Chairman	1 <sup>st</sup> April 2025
2	Hon CPA Irungu Nyakera, CBS	Chairman	Upto 23rd August 2024
3	CPA, CS James Mwaura	Chief Executive Officer/ Secretary to the Board.	26th March 2024
4	Angela Mueni	Independent Director	30th June 2023
5	Catherine Ntinyari Kubania	Independent Director	23rd June 2023
6	Mgeni Mbotto Hassan	Independent Director	24th March 2023
7	Abdullahi Omar Borai	Independent Director	30th June 2023
8	Solomon Mugwe	Independent Director	30th June 2023
9	June Chepkemei	Chief Executive Officer - KTB	
10	Ms. Winnie Katanu Mwalimu	Representative Principal Secretary, National Treasury	
11	Bernard Kahuthia	Representative Principal Secretary – State Department for Tourism	

- d) **Corporate Secretary**  
Ms. Caroline Musango  
P.O. Box 30746 – 00100  
Nairobi
- e) **Registered Office**  
KICC Building  
Harambee Avenue  
P.O. Box 30746 – 00100  
Nairobi, KENYA
- f) **Corporate Headquarters**  
Kenyatta International Convention Centre,  
P.O. Box 30746 - 00100  
KICC Building  
Harambee Avenue  
Nairobi, KENYA
- g) **Corporate Contacts**  
Telephone: (254)-20-2247277, 3620000  
Fax: (254)-20-310223  
E-mail: [info@kicc.co.ke](mailto:info@kicc.co.ke).  
Website: [www.kicc.co.ke](http://www.kicc.co.ke)
- h) **Corporate Bankers**  
1. Kenya Commercial Bank  
KICC Branch, Harambee Avenue  
P.O. Box 46950-0010  
City Square 00200  
Nairobi, Kenya  
  
2. Co-operative Bank of Kenya  
City Hall Branch  
P.O. Box 44805-00100  
Nairobi  
Kenya
- i) **Independent Auditors**  
Auditor-General  
The Office of the Auditor General  
Anniversary Towers, University Way  
P.O. Box 30084  
GPO 00100  
Nairobi, Kenya

j) **Principal Legal Advisers**

The Attorney General  
State Law Office and Department of Justice  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya

### 3. The Board of Directors



**CPA Samuel Waweru Mwangi**  
**Chairman**

Masters of Science (Finance & Investment)  
Bachelor of Business Administration  
(Accounting & Finance)  
CPA (K) Certified Investment & Financial  
Analyst (CIFA)  
Over 15 Years' experience in Financial  
Management, Accounting and Operations



**Hon. Irungu Nyakera**

**Former Chairman upto 31<sup>st</sup> March 2025**

Executive Master's in Business  
Administration, Oxford University, United  
Kingdom (ongoing)  
Bachelor of Science, Management Science  
and Engineering (Financial Analysis and  
Decision Engineering) (Stanford University,  
CA, USA)  
Diploma, Coursework in Computer  
Science, Physics, Robotics and French  
(Deerfield Academy, MA, USA)



**CPA, CS James Mwaura**

**Chief Executive Officer/ Secretary to the  
Board.**

CPA, CS James holds an MBA in Finance,  
BBA (Accounting and Finance), LLB, CPA  
(K), CPS (K) and AKIB  
He has Over 19 Years' experience in  
Finance, Accounting, Administration &  
Corporate Governance in public and  
private sector.



**Angela Mueni**

**Independent Director**

Holds a Bachelor of Science in Statistics,  
and Diploma in Front office Operations  
and Management  
She is the Former Secretary to Board,  
Machakos County and has over 10 Years  
work experience in administration.



**Catherine Ntinyari Kubania**  
**Independent Director**

Holds a Bachelor of Purchasing and Supplies, and a Diploma in Business Management and Administration  
She has over 20 Years' experience in procurement both in private and public sector.

---



**Mgeni Mboto Hassan**  
**Independent Director**

She holds a bachelor's in development studies and economics and a Diploma in Mass Communication and Media Relations.

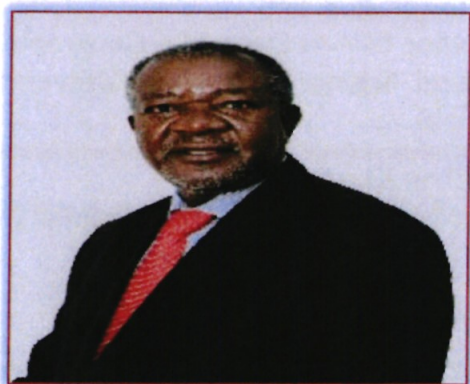
---



**Abdullahi Omar Borai**  
**Independent Director**

Holds an MBA in Business Administration Marketing (Management), Bachelor of Arts Degree in Business Administration and advanced Diploma in Business studies.

---



**Solomon Mugwe**  
**Independent Director**

Holds an MBA in Strategic Management, and CPA(K)  
He is a Member ICPAK  
He has Over 35 Years in senior management in the hospitality industry and private security services sector and over 25 Years boardroom experience in the private sector.

---



**June Chepkemei**

**Chief Executive Officer - KTB**

She holds a master's degree in communications studies, bachelor's Degree in PR & Communications, Postgraduate Diploma in Professional Marketing and executive training program on Innovation from Stanford Centre for Professional Development.

She is also a Member of the Public Relations Society of Kenya (MPRSK).

---



**Ms. Winnie Katanu Mwalimu**

**Representative Principal Secretary,  
National Treasury**

Holds an MSc Economics and BA (Hons).

She is a Member ESK.

She has over 20 Years' experience in Treasury/Financial Management, Procurement, Budgeting and Research.

---



**Bernard Kahuthia**

**Representative Principal Secretary – State  
Department for Tourism**

Holds Post Graduate Diploma Specialization in Tourism Moi University, Nairobi Campus, Certificate in French Language from Kenya Institute of Administration and

Bachelor of Arts Degree in Geography and Political Science from The University of Nairobi

---



**Caroline Musango**

**Director Legal/Corporation Secretary**

LLM-Corporate Governance

LLB.

CPS

Over 14 Years' experience in Governance, Legal, Compliance and regulatory Services.

---

#### 4. Key Management Team

---



**CPA, CS James Mwaura**  
**Chief Executive Officer**  
MBA Finance  
BBA (Accounting and Finance)  
LLB  
CPA (K)  
CPS (K)  
AKIB  
Over 19 Years' experience in Finance, Accounting, Administration & Corporate Governance in public and private sector.

---



**Mr. Geoffrey Thande**  
**Director- Business Development**  
MBA-International Business.  
BA-Economics.  
Over 17 Years' experience in Marketing, Strategy, Stakeholder Management, Product Development, Competitive Analysis and Customer Service.

---



**Emily Mwikali Sila**  
**Director- Operations**  
MBA- Strategic Management  
BSC- Hotel Management  
Higher Diploma – Human resource management  
Diploma: Institutional Management  
Member: IHRM: IoD  
Over 20 Years' experience in hospitality management and Administration

---



**Caroline Musango**  
**Director Legal/Corporation Secretary**  
LLM-Corporate Governance  
LLB.  
CPS  
Over 14 Years' experience in Governance, Legal, Compliance and regulatory Services.

---



**Hashim Ahmed**  
**Director-Corporate Planning**  
MBA Strategic Management  
Bachelor of Commerce (Finance)  
Diploma (French)  
Over 11 Years' experience in Marketing and Strategy.

---



**Simon Nyamolo**  
**Director Corporate Services.**  
MBA, Strategic Management,  
BBA, Finance,  
CPS (K),  
Accredited Governance Auditor,  
SLDP, SMC,  
20 Years' experience in various public institutions

---



**CPA Livingstone Kipyego**  
**Manager Finance and Accounts**  
MBA –Accounting  
Bachelor of Business Management  
(Accounting).  
Diploma (Business Administration)  
CPA (K).  
Member of ICPAK & IIA.  
Over 12Years' experience in Financial  
Management & Reporting in Public sector.

---

### 5. Fiduciary Management

The key management personnel who held office during the financial Year ended 30th June 2025 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	CEO	CPA, CS James Mwaura
3.	Head of Finance	CPA Livingstone Kipyego
4.	Head of Procurement	Judith Nyaberi
5.	Director Legal Service/Corporation Secretary	Caroline Musango

### 6. Fiduciary Oversight Arrangements

No.	Committee	TORs	Directors/Members
1.	Human Resource, Administration and Corporate Governance Board Committee	<p>To review management reports and proposals and advise the Board on matters related to</p> <ul style="list-style-type: none"> <li>• Human resources</li> <li>• Governance practices</li> <li>• General administration matters</li> <li>• Any other duties as assigned by the Board</li> </ul>	<p><b>Chairperson</b> Abdullahi Omar</p> <p><b>Members</b> 1. Mgeni Mboto Hassan 2. Catherine N. Kubania 3. John Chirchir</p> <p>Inspector General – State Corporations</p>
2.	Marketing, Public Relations, Operations Board Committee	<ul style="list-style-type: none"> <li>• Approve major projects undertaken by the Corporation</li> <li>• Approve the Corporation Marketing Activities</li> <li>• To enhance the organization's public image and ensure engagement with stakeholders through effective communication;</li> <li>• Review the Organization's strategic objectives and policies relating to sustainability and social responsibility investment.</li> <li>• Any other duties assigned by the Board.</li> </ul>	<p><b>Chairperson</b> Angella Mulinge</p> <p><b>Members</b> 1. John Chirchir 2. Bernard Kahuthia 3. Solomon Mugwe</p> <p>Inspector General – State Corporations</p>
3.	Finance and Strategy Board Committee	<ul style="list-style-type: none"> <li>• Deal with all financial and administration matters</li> <li>• Disburse payments</li> <li>• Maintain fully audited account record</li> </ul>	<p><b>Chairperson</b> Mgeni Mboto Hassan</p> <p><b>Members</b> 1. Winnie Mwalimu 2. Angella Mueni 3. Bernard Kahuthia</p>

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

			Inspector General – State Corporations
4.	Audit Committee	<ul style="list-style-type: none"> <li>Assist the Accounting officer/Chief Executive officer in enhancing internal controls in order to improve efficiency, transparency and accountability. In so doing, the committee will aid the Board in attaining its legal and fiduciary obligations and responsibilities with respect to matters involving:  Accounting and Finance reporting Audit Internal control function</li> </ul>	<p><b>Chairperson</b> Solomon Mugwe</p> <p><b>Members</b> 1. Winnie Mwalimu 2. Catherine N. Kubania 3. Abdullahi Omar</p> <p>Inspector General – State Corporations</p>

## 7. Chairman's Statement

On behalf of the Board of Directors of the Kenyatta International Convention Centre (KICC), I am pleased to present the Annual Report and Financial Statements for the Year ended 30th June 2025.

This Year has marked steady progress for Kenya's Meetings, Incentives, Conferences, and Exhibitions (MICE) sector. According to the 2024 rankings released by the International Congress and Convention Association (ICCA), the global MICE industry continues on a strong recovery and growth trajectory. Developed economies continue to lead, with the United States topping the global list with 709 meetings, followed closely by Italy and Spain—an indication of their well-established infrastructure and expansive international networks.

Europe remains the dominant continent in this space, with countries such as Germany, the United Kingdom, and France consistently ranking in the top tier. Meanwhile, Asia is rising as a formidable force in the MICE arena, with Japan, China, and South Korea making significant strides. In the Americas, Canada and Brazil continue to represent their regions with resilience and promise.

On the African continent, South Africa maintains its lead with 98 international meetings, with Cape Town firmly positioned as a MICE hub. Rwanda's strategic investments in MICE infrastructure and marketing continue to pay off, placing Kigali third in Africa with 31 meetings, behind Morocco. Kenya ranks fourth on the continent, hosting 29 international meetings—demonstrating the country's continued relevance as a preferred destination for global events.

Kenya's position is anchored largely by Nairobi's growing influence as a regional conference hub. Looking ahead, the upcoming Bomas Convention Centre will further enhance Kenya's global competitiveness and hosting capacity.

During the 2024–2025 financial Year, KICC proudly hosted five major international conferences, including:

- International Tower Exchange Africa 2024
- OFF-Grid Solar Forum & Expo
- 9th Africa Economic Zones Organization (AEZO) Annual Meeting
- 60th Anniversary of Kenya's Diplomatic Journey
- International Air Travel Association (IATA) Ground Handling Conference 2025

Several high-profile events are already lined up for the 2025–2026 financial Year, reaffirming KICC's strategic role in advancing Kenya's MICE agenda.

KICC remains committed to service excellence, innovation, and inclusivity. Our ability to host world-class events is a testament to the collaborative efforts of our stakeholders, partners, and staff. We express our deep appreciation for their unwavering support.

## The Kenyatta International Convention Centre Annual Report and Financial Statements for the year ended June 30, 2025

---

In our pursuit of continuous improvement, KICC implemented several modernization and infrastructure upgrade projects. Notable among these included the installation of a high-pressure musical and dancing fountain, enhancing the aesthetic and experiential appeal of the Centre, the modernization of meeting rooms, incorporating advanced audio visual and digital connectivity solutions for seamless event execution, and the revitalization of key outdoor spaces, including the Courtyard, COMESA grounds, and other open-air areas, creating flexible venues for both large-scale and high-end networking events. These efforts have strengthened our operational efficiency and service delivery, further positioning KICC as a world-class facility.

### **Environmental and Social Responsibility**

In alignment with the Government of Kenya's commitment to planting 15 billion trees by 2032 to combat climate change and achieve 30% tree cover, KICC contributed by planting 4,250 trees in Nyandarua and Kisumu Counties.

On the social responsibility front, the Corporation hosted children from Baby Blessings Children's Home for a festive Family Fun Day. The children received meals and donations from the KICC staff and Board. We also provided young, emerging artists with a platform to showcase their work at the Centre—supporting the government's youth and digital economy agenda.

Additionally, KICC partnered with Mater Hospital by sponsoring the venue for the Mater Heart Run 2025, an initiative that continues to offer life-saving cardiac interventions for children across the country.

### **Challenges and Outlook**

Despite the positive strides, the MICE sector continues to face key challenges, including increasing regional competition from countries like Rwanda that are investing heavily in modern MICE infrastructure. Furthermore, some of our existing facilities are ageing and require urgent refurbishment to align with evolving global standards and client expectations.

Looking ahead, the Corporation remains committed to upgrading its conferencing infrastructure and diversifying its offerings. These efforts will ensure that KICC continues to set the benchmark for excellence and remains Africa's premier MICE destination.

In conclusion, I extend my heartfelt appreciation to the Board of Directors, KICC management and staff, as well as our partners and stakeholders, for their steadfast dedication throughout the Year. Your continued support is invaluable as we work towards an even more successful future.



.....

**CPA. Samuel Mwangi**  
Chairperson of the Board of Directors  
Kenyatta International Convention Centre

## 8. Report of the Chief Executive Officer

Over the past Year, the Kenyatta International Convention Centre (KICC) has reaffirmed its position as the anchor of Kenya's growing Meetings, Incentives, Conferences, and Exhibitions (MICE) industry. As a national landmark and strategic asset, KICC continues to champion Kenya's ambition of becoming Africa's leading destination for business tourism.

In alignment with the government's broader tourism agenda, the Corporation has remained steadfast in its implementation of the National MICE strategies. A significant milestone was the development of the National MICE Strategy 2024–2028, which will guide the growth of the sector in the coming Years. Further, through the Ministry of Tourism and Wildlife, the Corporation continues to spearhead the establishment of Kenya's National Convention Bureau, a critical body for the professionalization and global promotion of Kenya's MICE offering.

### Financial Performance

During the Year under review, the Corporation recorded notable growth in revenue, driven by diversified income streams as outlined below:

- Casual Parking: Kshs. 3,398,693.00
- Tower Viewing: Kshs. 35,635,841.00
- Other Sources: Kshs. 9,951,403.00
- Government Grant (TPF) – Recurrent: Kshs. 65,500,000

This improved financial performance reflects our commitment to sustainability, innovation, and prudent resource management. Going forward, we aim to surpass this momentum through more robust business strategies and deeper stakeholder engagement.

### MICE Marketing and Promotion

KICC strengthened its presence in the local and global MICE market by actively engaging in marketing and hosting major conferences and exhibitions. The Corporation increased Kenya's visibility in key international MICE markets—South Africa, Europe, the Gulf, and the Middle East—by participating in leading industry shows.

On bidding to host international conventions in Kenya, The Corporation submitted nine strategic bids for international conferences, including the World Cancer Leaders' Summit 2027, 9th Session of the Global Platform for Disaster Risk Reduction 2028, International Youth Nuclear Congress 2027, 11th World Congress of Herpetology 2028, International Biometric Congress 2028, World Archaeological Congress 2028, 70th Congress of the International Pharmaceutical Students Federation 2025, 5th Edition of Africa Media Convention and ICOMIA World Marinas Conference 2027.

We are proud to report that Kenya secured two major bids: The World Deaf Congress and the International Union of Forest Research Organizations (IUFRO) Congress 2029. Preparations are well underway to host a series of high-profile events in the next financial Year, including the COMESA Heads of State Summit (October 2025), SAM 2025, the Africa/French Summit, and the World Health Summit 2026.

### **Product Diversification**

In line with the Corporation's strategic growth agenda, the Convention Centre is expanding its portfolio beyond traditional MICE offerings by positioning the Centre as a versatile venue for a wide range of contemporary events. Leveraging its iconic architecture, expansive grounds, and state-of-the-art facilities, KICC is now actively partnering with event planners and organizers to host lifestyle, cultural, entertainment, and community-focused events. A dedicated marketing and publicity campaign has been launched to reposition the Convention Centre as the go-to destination for diverse event experiences in the region.

### **Collaborations and Partnerships**

Strategic partnerships remained a cornerstone of our growth agenda. During the Year, KICC formalized key collaborations with the Council of Governors and various county governments, aiming to promote Kenya's MICE sector at both national and regional levels. Additionally, we have commenced the implementation of legacy partnerships, enhancing our outreach and impact. These alliances have been critical in positioning Kenya competitively in the global MICE landscape.

### **Customer Focus and Stakeholder Engagement**


Customer satisfaction and stakeholder trust are central to our operations. The Corporation enhanced its engagement with both internal and external stakeholders to foster stronger relationships and drive collective growth in the MICE sector. These efforts have reinforced our reputation for delivering world-class experiences and responsive customer service.

### **Employee Relations**

Recognizing that our people are our most valuable asset, the Corporation has prioritized staff development and wellbeing. This Year, we conducted a skills gap analysis and launched targeted training programs to build capacity, improve efficiency, and support succession planning. To ensure a positive and productive work environment, a workplace satisfaction survey was conducted, complemented by several employee wellness programs.

Furthermore, KICC expanded its commitment to youth empowerment by offering internship and attachment opportunities to students and recent graduates, equipping them with vital skills for the job market and entrepreneurship.

In closing I extend my sincere appreciation to the entire KICC team for their unwavering commitment, hard work, and dedication over the past Year. As we look to the future, we remain focused on delivering excellence in every aspect of our operations, while strengthening Kenya's position as a premier global destination for conference tourism.

  
.....  
**CPA, CS James Mwaura**  
**Chief Executive Officer**

**9. Statement of Performance against Predetermined Objectives for FY 2024/2025**

During financial Year Key operational performance achievement and milestones for 2024-2025

No.	Activity	Achievement
1.	Installation of dancing fountains; the fountains have been installed and are operational	Nil (100% complete)
2.	Power separation, rehabilitation of electrical installations/ Ducts	Nil (100% complete)
3.	Renovation works to Shimba Hills Halls Marketing Offices and APP Roof leakages	Nil (100% complete)
4.	Car Park, Coca cola Parking and Fence Repairs completed	Nil (100% complete)
5.	Creation of offices at 4 <sup>th</sup> and 5 <sup>th</sup> floor and CEO's Boardroom; New offices spaces created and boardroom	Nil (100% complete)
6.	Revolving restaurant; the Bills of Quantities have been compiled. Procurement formalities are in progress	25% done 75% pending will be completed in Q1 2025-26
7.	Automation of KICC gates; the materials have been supplied and the installation of equipment's are in progress	50% done the 50% pending will be completed in Q1 2025-26

**Performance against the Objectives**

The KICC Strategic plan 2023-2027 outlines various strategic objectives to be implemented annually. The following is the implementation status of the objectives during the FY 2024-2025

No.	Objectives	Performance Status
1.	To position and Brand Kenya as a MICE Destination	<ul style="list-style-type: none"> <li>◆ The corporation has participated in the following international tradeshows                             <ul style="list-style-type: none"> <li>a) IMEX Frankfurt Germany</li> <li>b) Meetings Africa - SA</li> <li>c) ICCA Congress Abu Dhabi</li> <li>d) AKWAABA in Nigeria</li> <li>e) The eighth session for the global platform for disaster, risk reduction (GPDR 2024)</li> </ul> </li> <li>◆ The Corporation through the liaison office has participated in various activities in collaboration with KTB including                             <ul style="list-style-type: none"> <li>❖ MKTE 2024</li> <li>❖ Kisumu Investment Forum</li> <li>❖ Homabay Investment Forum</li> </ul> </li> </ul>

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

No.	Objectives	Performance Status
2.	To strengthen Bidding for international conventions	<p>The Corporation successfully submitted 9 bids against a target of 10 for the FY 2024/2025. They are:</p> <ol style="list-style-type: none"> <li>1. World Cancer Leaders' Summit 2027</li> <li>2. 9th Session of the Global Platform for Disaster Risk Reduction 2028</li> <li>3. International Youth Nuclear Congress 2027</li> <li>4. 11th World Congress of Herpetology 2028</li> <li>5. International Biometric Congress 2028</li> <li>6. World Archaeological Congress 2028</li> <li>7. 70th Congress of the International Pharmaceutical Students Federation 2025</li> <li>8. 5<sup>th</sup> Edition of Africa Media Convention</li> <li>9. ICOMIA World Marinas Conference 2027</li> </ol>
3.	To review and Implement National MICE Strategy	<p>◆ The National MICE strategy was reviewed after comprehensive stakeholder involvement across the country. KICC has requested the CS's office for a date for the launch on</p>
4.	To initiate host and manage KICC-themed events	<p>◆ KICC organized two (2) Cultural themed events namely Mugithi and Mulembe Nights to promote local cultural. In addition, the Corporation collaborated with Kajiado, Samburu and Narok Counties to co-host MAA cultural week 2024 at Archers post</p>
5.	To increase Partnerships and collaborations with strategic institutions locally, regionally and globally	<p>◆ The Corporation during the FY partnered with four county government for MICE Capacity building and promotion. They are Trans-Nzoia County, Busia County, Kilifi County and Uasin Gishu county</p> <p>◆ KICC also initiated partnerships with the Council of Governors to support implementing MICE activities and a Professional Conference Organizer (PCO) Zuri Events. These will be finalized in Q1 2025-2026</p>
6.	To modernize and upgrade KICC Infrastructure	<p>◆ This is an ongoing project the corporation is cumulatively at 64.14%. during the FY 2024-2025 KICC completed the installation of the KICC dancing fountains</p>

### **Quality assurance and Controls**

In terms of Quality Assurance at KICC the Corporation has established standards, processes, and procedures which are maintained on an annual basis. These standards and procedures ensure the delivery of world-class services in hosting conferences, exhibitions, and events. These are done for the purposes for continuous improvement. The Corporation has restated the ISO 9001:2015 (Quality Management Systems) recertification process of the organization. The Corporation has various service level agreements (SLAs) with frame work contracted service providers. In addition, the corporation is in the process of automating the customer feedback mechanism platform. At KICC, *Quality Assurance ensures things are done right from the start, while Quality Control ensures that any problems are identified and corrected before, during, or after events.* Together, these systems uphold KICC's status as a premier destination for high-profile local and international events

### **Monitoring and evaluation of projects**

Monitoring and Evaluation (M&E) are two interrelated activities used to assess the performance, progress, effectiveness, and impact of projects and programs. It ensures accountability, improve decision-making, and enhance the likelihood of project success. In KICC Monitoring of project implementation involves systematic collection and analysis of data related to project activities and outputs. It helps track whether the project is being implemented as planned. Monitoring and Evaluation are integral to project management. Monitoring keeps the project on track, while evaluation ensures the project achieves its goals and provides value. A robust M&E system helps optimize outcomes, improve efficiency, and sustain impact

## 10. Corporate Governance Statement

The Board of Directors of Kenyatta International Convention Centre is responsible for the Governance of the Corporation. The Board has adopted high standards and applies strict rules of conduct, based on the best corporate practices. As part of this commitment, the Board adheres to the generally accepted Corporate Governance procedures as stipulated in the existing Governances' Codes and also embraces the internationally accepted principles and best practices of Corporate Governance by embracing the following principles:

1. To observe high standards of ethical and moral behavior
2. To act in the best interests of the organization
3. To remunerate and promote fairly and responsibly
4. To recognize the legitimate interests of all stakeholders and
5. To ensure that the organization acts as a good corporate citizen

In general, Board members act in the best interest of the organization and uphold their fiduciary responsibilities and duty of care. This involves not disclosing confidential information, avoiding real and perceived conflicts of interest and favoring the interest of the organization over other interests. This has created a culture built on principles of integrity, accountability and transparency.

### The Board of Directors

The Board of Directors Comprises of nine (9) Directors, six of whom are independent including the Chairman.

The Board of Directors directs the Corporation generally. Its basic role in directing the Corporation entails the formulation of the Corporation's Strategic Objectives, Policy Making, Supervision of the Management and Accountability to Stakeholders. The Board delegates the authority of day to day business operations of the organization to the Management through the Chief Executive Officer.

In discharging its onerous function, the Board of Directors is assisted by a Corporation Secretary who attends all Board meetings except the Audit Committee Meetings. The Corporation Secretary advises the Board in respect of Corporate Governance issues as well as legal and regulatory requirements pertaining to the Corporation.

### Board Meetings

The Board holds regular meetings as provided by the Corporation's Board Calendar and as stipulated under the relevant statutes. Special meetings may however be convened when the Corporation deems it necessary to do so.

**The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025**

During the Year under review, the Board held 4 (Four) quarterly Full Board meetings and 17 (Seventeen) Special Board Meetings. In light of the fact that, the Corporation is a State Corporation, the Inspector General of State Corporations is invited to attend the Corporation's Board and Committees Meetings. The Inspector General exercises an oversight and advisory role in such meetings in accordance with the State Corporations Act.

The Members attendance for the Board meetings in the Year was as follows:

No.	Board Member	Scheduled Meetings	Special Meetings	Total
1	Irungu Nyakera - Chairperson (degazetted)	3	17	20
1	Samuel Mwangi - Chairperson	1	0	1
2	Solomon Mugwe	4	17	21
3	Abdullahi Omar Borai	4	17	21
4	Catherine Ntinyari	4	17	21
5	Mgeni Mboto Hassan	4	17	21
6	Angella Mulinge	4	16	21
7	Winnie Mwalimu - Alternate to PS – National Treasury & Economic Planning	4	14	19
8	John Chirchir - Alternate CEO KTB – Member	4	9	14
9	George Ombua - Inspectorate of State Corporations	3	7	10
10	Bernard Kahuthia - Alternate to PS – State Department Tourism	3	11	14

Note: The Special Meetings held were to shortlist and conduct interviews for the following positions:

1. Corporation Secretary/Director Legal Services
2. Director Operations
3. Director Corporate Services
4. Manager Security
5. Manager Human Resource & Administration
6. Manager Legal & Regulatory Services
7. Executive Personal Assistant
8. Manager Supply Chain Management
9. Housekeeping Manager
10. Manager Information & Communication Technology

**Committees of the Board**

The Board discharges its functions through Committees which, have well defined terms of reference set by the Board. The operations of the Board, through various Committees,

purposes to facilitate efficient and effective decision-making process in discharge its duties and responsibilities.

**The Board Committees and their Membership comprises of the following: -**

**Finance and Strategy Committee**

The Committee assists the Board in fulfilling its oversight responsibilities in Financial, matters and strategy formulation.

The Committee held Four (4) regular meeting and 1(one) Special Meeting during the Year under review. The attendance was as follows:

No.	Board Member	Scheduled Meetings	Special Meetings	Total
1.	Mgeni Mboto – Committee Chairperson	4	1	5
2	Bernard Kahuthia - Alternate to PS – State Department Tourism	3	1	4
3	Angella Mueni - Member	4	1	5
4	Winnie Mwalimu - Alternate to PS – National Treasury & Economic Planning	3	1	4
5	George Ombua - Inspectorate of State Corporations	2	0	2

**Marketing, Public Relations and Operations Committee.**

The Committee is tasked with the responsibility of overseeing the Corporation’s activities relating to Marketing, Business Development and Projects.

The Committee held Four (4) scheduled meetings during the Year under review. The attendance is as follows: -

No.	Board Member	Scheduled Meetings	Special Meetings	Total
1.	Angella Mulinge – Committee Chairperson	4	0	4
2.	Bernard Kahuthia - Alternate to PS – State Department Tourism	2	0	2
3.	Solomon Mugwe - Member	4	0	4
4.	John Chirchir - Alternate CEO KTB – Member	2	0	2
5.	George Ombua - Inspectorate of State Corporations	0	0	0

**Audit Committee**

The Committee assists the Board in fulfilling its Corporate Governance responsibilities and in particular enhancing internal checks and balances while fostering effective internal audit functions.

**The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025**

The Committee held Four (4) regular meeting and 2(two) Special Meetings in the Year under review. The attendance is as follows: -

No.	Board Member	Scheduled Meetings	Special Meetings	Total
1.	Solomon Mugwe – Committee Chairperson	4	2	6
2.	Winnie Mwalimu - Alternate to PS – National Treasury & Economic Planning	4	1	5
3.	Abdullahi Omar Borai - Member	4	1	5
4.	Catherine Kubania - Member	4	2	6
5.	George Ombua - Inspectorate of State Corporations	1	0	1

**Human Resource, Administration & Corporate Governance Committee.**

The Committee assists the Board in fulfilling its Human resource and Corporate Governance responsibilities.

The Committee held 4 (four) scheduled meeting in the Year under review. The attendance is as follows: -

No.	Board Member	Scheduled Meetings	Special Meetings	Total
1.	Abdullahi Omar Borai - Committee Chairperson	4	0	4
2.	Mboto Mboto - Member	4	0	4
3.	Catherine Kubania – Member	4	0	4
4.	John Chirchir - Alternate CEO KTB – Member	4	0	4
5.	George Ombua - Inspectorate of State Corporations	0	0	0

**Board Evaluation**

The Board undertook an Evaluation exercise guided by Officers from State Corporations Advisory Committee (SCAC) on 25<sup>th</sup> July 2025 for the Financial Year 2024/2025.

**Succession Plan**

The Board members of the Convention Centre are appointed at different times such that, the respective expiry dates of their terms of office shall fall at different times.

### **Board Capacity Development (Induction and training)**

The Board members had four sessions of training and a staff induction during the financial Year 2024/2025.

### **Board Director's Remuneration**

The aggregate amount paid to Directors in terms of sitting allowances for services rendered during financial Year 2024/2025 are disclosed in the Financial Statements under Note 29(ii). Non-Executive Directors are paid sitting allowances for any meeting attended.

### **Conflict of Interest**

The Board members of the Corporation have a legal obligation to act in the best interest of the Corporation and are required to make their best effort to avoid situations where there may be a potential conflict of interest or situations where others might reasonably perceive there to be a conflict of interest.

### **Ethics and Code of Conduct**

The Board Members of the Corporation understand the guiding ethical principles which are considered essential in providing guidance and direction in the manner in which members of the Board of Directors are expected to conduct themselves when handling matters relating to the Corporation.

The Code is aimed at ensuring that the principles of Corporate Governance are understood, embraced and adhered to by the Board Members in order to achieve the set organizational goals and objectives.

### **Risk Management and Internal Controls**

The Corporation has defined procedures and financial controls to ensure its accounting information is complete and accurate. These include systems for obtaining approvals for all transactions and strict adherence to laws and regulations that have significant financial implications. The Board takes into consideration the results of work carried out to Audit and review the activities of the Corporation with a view to ascertaining the effectiveness of internal control systems. The Board also considers the Management accounts for each Year, reports from each Board Committee, annual budgetary proposals, and strategic opportunities for the Corporation.

### **Information and Board Developments**

The Board is supplied with detailed Board Papers and reports on business to be conducted at each meeting in advance. All Directors have access, advice and services of the Corporation Secretary. Where necessary the Directors may access external legal advice.

**The Kenyatta International Convention Centre**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

---

To update their skills and expertise in discharging board functions, directors are required to receive induction training on appointment. In addition, they are also required to attend trainings suited to their needs and expertise required to perform their duties regularly.

## 11. Management Discussion and Analysis

### SECTION A

#### KICC's operational and financial performance

##### Performance of KICC's Core mandates

- i. To facilitate the Modernization of KICC; the Corporation is undertaking a review of its modernization master plan for the KICC facility which outlines projects to be implemented. During the Year under review, KICC undertaken a refurbishment of the Tsavo Ball room, repair of Amphi Theatre, ICT infrastructure and rehabilitation of water fountain
- ii. MICE destination Marketing and awareness creation; the Corporation organized various MICE awareness creation events locally to promote awareness in Counties. Awareness creation was done in Uasin Gishu County, Kisumu County, Homabay County and also to all the County Executive Committee (CEC) members for tourism in Naivasha.
- iii. Some of the successful bids undertaken are: - Transform Africa 2024, International Association of Scientific Parks and Areas of Innovation (IASP2024), International Business Models in Agriculture 2025 (IBMA), International Union of Forest Research Organizations (IUFRO) 2029, World Deaf Conference 2025, World Congress on Social Work and Social Development 2026

##### Revenues

The Corporation's primary sources of income are conference/exhibitions & events, rental income, parking charges, tower viewing, revenue from third parties, and grants from the Kenyan government. Against a target of Kshs. 1.28 billion, the Corporation's overall revenue for the Year was 1.18 billion, resulting in a unfavourable variance of Kshs. 102.2 Million.

Compared to the same period of the previous financial Year, the corporation recorded revenue of Kshs. 1.45 Billion during the same period last Year

##### Expenses

The Corporation endeavoured to spend within the budget limits. During the Year ended June 30, 2025 total expenditure was Kshs. 1.05 Billion inclusive of General Provision for bad debts Kshs 32.86 Million, depreciation and amortization amounting to Kshs. 68.6 Million. The total budget for the Year was Kshs. 1.09 Billion. There was a favorable variance of Kshs. 68.8 Million

Compared to the same period last financial Year, the Corporation total operating expenses was Kshs. 1.14 Billion.

### **Profit/Loss for the Year**

During the Year under review the Corporation reported operating profit of Kshs. 136.2 Million after Provision for bad debts of Kshs. 32.86 Million depreciation and amortization amounting to Kshs. 68.6 Million. The Corporation projected to generate an operating profit of Kshs. 193.09 Million during the period

## **SECTION B**

### **KICCs compliance with statutory requirements**

#### **INTERNATIONAL STANDARDS**

Our commitment to quality in our services and processes remain steadfast. Complying to the requirements of ISO 9001:2015 ensures that the Corporation not only retains its status as an ISO 9001:2015 certified institution but that continuous improvement, research and development and on-going review of processes is systematically done to ensure that our processes and strategies remain current and relevant in the ever-dynamic business environment. In the long run there is positive impact on revenue, quality, costs, and customer satisfaction.

#### **INFORMATION AND COMMUNICATIONS TECHNOLOGY**

The ICT Department continued to collaborate with our business systems users in order to identify and exploit opportunities for utilizing technology solutions to solve business problems. Among the project completed in the Year under review include: Full installation of CCTV systems. During the corporation also initiated process of upgrading Enterprise Resource Planning (ERP). Data Storage offsite backup was done and is currently under support for the next 3Years. The Corporation is also using the Integrated Financial Management Information System (IFMIS) for its procurement functions as per the Government requirement to all Government agencies.

## **SECTION D**

### **Major risks facing KICC**

The Corporation will continue to recognize risk Management as an integral part of the internal control systems. We will therefore continue to logically and systematically engage in the process of establishing, identifying, analysing, evaluating and communicating risks associated with any activities, functions or processes in a way that enables the Corporation to minimize losses and maximize opportunities while getting value for money committed.

#### **Operational Risk**

This is the risk of loss arising from systems failure, human error, fraud or external events. When controls fail to perform, operational risks can cause damage to reputation as well as lead to financial loss.

The controls that the Corporation has put in place to minimize the potential risks include:

- a) Effective duty segregation,
- b) Staff sensitization, training and capacity building
- c) Definition of authorization levels,
- d) Year risk assessment,
- e) Compliance and conformity with laid down policies and procedures and Acts governing operations
- f) Use of internal audit; and
- g) Adherence to systems of internal controls.

### Credit and Liquidity risks

The corporation continues to put measures in place to minimize risk of non-recovery of debts owed by defunct Government Ministries and Departments that were merged.

In compliance with accounting principles, the management will continue to recognise provisions for bad and doubtful debts in its financial statements.

The corporation cash and cash equivalents as at the end of the YEAR was Kshs.38.26 Million held in our various bank accounts. Trade and other receivables balance were Kshs. 1.37 Billion while trade and other payables balance were Kshs. 245.91 Million

### Legal risks

Due to 17 pending litigations/cases in court which are at various stages of litigation, the corporation is likely to incur costs with regard to legal costs, penalties and interests. This is purely dependent on the outcome i.e. whether it is unfavourable

## SECTION E

### Material arrears in statutory/financial obligations

Trade and Other payables	245,912,110
Provisions for other pending bills	52,577,352
VAT Liability	-
Accrued expenses	9,818,503
Corporation tax	68,291,205
Gratuity	13,294,989
Provisions for Upgrade of ERP system	8,860,000
Provisions for salary review	308,502,480
Provision for legal contingency	67,909,486

## SECTION F

### KICCs financial improbity and governance issues

Corporate Governance is the process by which Corporations are directed, controlled and held to account. The Board of Directors are responsible for the long-term strategic goals of the Corporation while being accountable to the shareholders for legal compliance and maintenance of the highest Corporate Governance and business ethics.

**The Kenyatta International Convention Centre**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

---

An independent Board manages the business of the Corporation. The Board is keen on reviewing the overall framework of the internal controls and the assessment of Management process and the adoption of the appropriate codes of ethics. It is also responsible for ensuring that the Corporation complies with the law and highest standards of Corporate and business ethics. The Board currently comprises members drawn from public and private sectors.

The Corporation is committed to fighting corruption and other social vices in the work place. The corporation has adopted the government's zero tolerance approach to corruption and it has put in place mechanisms to control corruption. In this regard a corruption prevention committee has already been put in place and integrity assurance officers trained.

## 12. Environmental and Sustainability Reporting

### Corporate Social Responsibility / Community Engagements

In line with KICC's mandate to promote sustainable development and support national priorities, the Corporation successfully concluded its tree planting initiative for the 2024/2025 Financial Year. As part of its contribution to the Government of Kenya's national tree growing programme, KICC met its corporate target of planting 4,200 trees. This milestone was achieved through cumulative efforts, culminating in a major tree planting exercise held in Nyandarua County in May 2025.

The initiative also provided an opportunity for broader community engagement. The CSI Committee conducted a benchmarking visit to a local public secondary school to assess possible areas of intervention, and held discussions with local leaders on potential support for economic empowerment initiatives around Mungetho Dam, a site earmarked for tourism development by the county government.

In support of the Government of Kenya's ambitious initiative to plant 15 billion trees by the Year 2032, the Ministry of Tourism and Wildlife has been assigned tree planting responsibilities in Kitui and Nyandarua Counties. As a key implementing agency under the Ministry, the Kenyatta International Convention Centre (KICC) allocated an internal corporate target of 4,200 trees for the 2024/2025 financial Year and surpassed the target by growing 4,250 trees

**13. Report of the Directors**

The Directors submit their report together with the audited financial statements for the year ended 30, June 2025, which show the state of KICC 's affairs.

**a) Principal activities**

The principal activities of the Corporation are to:

- a) Organize and host meetings and provide incentives for conferences and exhibitions at the Convention Centre;
- b) Develop and implement the national meetings, incentives for conferences and exhibitions strategy, in collaboration with the Tourism Board upon consultation with the relevant stakeholders;
- c) Market the Convention Centre, in collaboration with the Tourism Board; and
- d) Perform any other functions that are ancillary to the object and purpose for which the Convention Centre is established.

**b) Results**

The results of the entity for the Year ended June 30, 2025 are set out on page 1 to 23.

**c) Dividends**

The corporation is committed to pay dividend as guided by the National Treasury circular at the end of financial Year.

**d) Board of Directors**

The Board of Directors who served within the Financial Year are shown on page iii & iv.

**e) Auditors**

The Auditor General is responsible for the statutory audit of the Corporation in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015.

By Order of the Board



.....  
CS, Caroline Musango  
Corporate Secretary/Director Legal Service  
Date

#### 14. Statement of Directors' Responsibilities

Corporation's Act requires the Directors to prepare financial statements which give a true and fair view of the state of affairs of the Corporation at the end of the financial Year and the operating results of the corporation for the Year. As the Directors of KICC we have ensured that the corporation keeps proper accounting records which disclose with reasonable accuracy the financial position of the corporation and of the results of its operations. We are also responsible for safeguarding the assets of the Corporation and preparation of the corporation's financial statements, which give a true and fair view of the state of affairs of the Corporation as at ended 30th June, 2025 and of the result of its operations for the then ended.

Our responsibility includes:

- a) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting Year;
- b) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity;
- c) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud;
- d) Safeguarding the assets of the Corporation;
- e) Selecting and applying appropriate accounting policies; and
- f) Making accounting estimates that are reasonable in the circumstances.

As Directors of KICC we accept responsibility for the Corporation's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards (IFRS), and in the manner required by the Section 83 of the PFM Act, 2012 and the State Corporations Act. We the Directors are of the opinion that KICC's financial statements give a true and fair view of the Corporation's transactions during the year ended 30th June 2025, and of the Corporation's financial position as at that date. We further confirm the completeness of the accounting records maintained for the Corporation, which have been relied upon in the preparation of the financial statements as well as the adequacy of the systems of internal financial control.

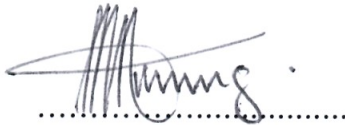
Nothing has come to the attention as Directors to indicate that the Corporation will not remain a going concern for at least the next twelve months from the date of this statement.

**The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025**

---

**Approval of the financial statements**

The Kenyatta International Convention Centre's Financial Statements have been prepared in accordance with Section 83 of the PFM Act and were approved on June 30, 2025.



CPA Samuel Mwangi  
Chairperson  
Board of Directors



CPA, CS James Mwaura  
Chief Executive officer

# REPUBLIC OF KENYA

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



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

## REPORT OF THE AUDITOR-GENERAL ON THE KENYATTA INTERNATIONAL CONVENTION CENTRE FOR THE YEAR ENDED 30 JUNE, 2025

---

### 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; and,
- 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.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, 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 are aimed at addressing the statutory roles and responsibilities of the Auditor-General 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

#### Qualified Opinion

I have audited the accompanying financial statements of Kenyatta International Convention Centre set out on pages 1 to 36, which comprise of the statement of financial position as at 30 June, 2025, and the statement of profit or loss and other comprehensive

income, statement of changes in equity, 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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kenyatta International Convention Centre as at 30 June, 2025, and of its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards (IFRS) and comply with Tourism Act, 2011 and the Public Finance Management Act, 2012.

## **Basis for Qualified Opinion**

### **1. Unsupported Work in Progress**

The statement of financial position reflects property, plant and equipment net book value of Kshs.5,448,569,024 as disclosed in Note 18 to the financial statements. Included in the balance is capital work in progress balance of Kshs.1,573,647,333 out of which an amount of Kshs.1,450,000,000 relates to disbursements to the Ministry of Defense for renovating Kenyatta International Convention Centre. However, the payments were not supported by certificates for payments by engineers from the Ministry of Defence.

In the circumstances, the accuracy, propriety and completeness of the work in progress balance of Kshs.1,573,647,333 could not be confirmed.

### **2. Trade Receivables**

#### **2.1 Long Outstanding Trade Receivables**

The statement of financial position reflects trade and other receivables balance of Kshs.1,560,286,395 as disclosed in Note 21 to the financial statements. Review of an ageing analysis revealed that receivables over three (3) years amounted to Kshs.189,087,508 or 11% while those between two (2) and three (3) years amount to Kshs.433,066,022 or 27% trade and other receivables.

The provision for bad and doubtful debt amount of Kshs.48,979,227 or 3% appears inadequate for the long outstanding debts. Further, the Centre has no debt policy to deal with debt defaulters. In addition, Management has not provided any recoverability strategy in place to recover the outstanding balance.

In the circumstances, the recoverability of the long outstanding receivables balance of Kshs.189,087,508 could not be confirmed.

#### **2.2 Unsupported and Non-Performing Staff Receivables**

Note 21 (b) to the financial statements reflects a balance of Kshs.4,848,221 relating to gross car loans & salary advance. However, review of staff receivables ledger revealed

that nine (9) employees secured car loan with the Convention Centre but the staff have not been servicing the car loans as expected since the last two (2) years. The staff have since terminated services with the Convention Centre. Further, the loans were not supported by car logbooks jointly registered between the staff and Kenyatta International Convention Centre.

In the circumstances, the recoverability of the staff receivables balance of Kshs.4,848,221 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kenyatta International Convention Centre 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 qualified opinion.

### **Emphasis of Matter**

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

The statement of comparison of budget and actual amounts reflects budgeted and actual receipts of Kshs.1,284,178,499 and Kshs.1,181,904,793 respectively resulting to under-funding of Kshs.102,273,706 or 8% of the budget. Similarly, the Centre spent an amount of Kshs.1,045,683,316 against actual revenue received of Kshs.1,181,904,793 resulting to under-utilization of Kshs.136,221,477 or 12% of the actual receipts.

The under-funding and under-utilization may have affected the planned activities for the year and 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. Except for the effect of the matters described in the Basis for Qualified Opinion section, I have determined that, there are no other key audit matters to communicate in my report.

### **Other Matter**

#### **Unresolved Prior Year Audit Matters**

In the prior year's audit reports, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance.

Review of the status the issues during audit of Kenyatta International Convention Centre in 2024/2025 revealed that the following matters remained unresolved.

<b>S/No.</b>	<b>Financial Year</b>	<b>Audit Issue</b>
1	2023/2024	Unsupported Property, Plant and Equipment
2	2023/2024	Unsupported Work in Progress
3	2023/2024	Long Outstanding Trade Receivables
4	2023/2024	Long Outstanding Trade and Other Payables
5	2023/2024	Budgetary Control and Performance
6	2023/2024	Meetings Held Outside the Official Premises without Approval
7	2023/2024	Failure to Meet the Requisite Number of Representation of Persons Living with Disability in the Staff Establishment

### **Other Information**

Board of Directors is responsible for the Other Information set out on page iii to xxxiii which comprise of Key Entity Information, The Board of Directors, Key Management Team, Fiduciary Management, Fiduciary Oversight arrangements, Statement of Chairperson, Report of the Chief Executive Officer, Statement of Performance Against Predetermined Objectives, Corporate Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the Directors and the Statement of Directors Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Centre'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 effect of the matters 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**

### **1. Failure to Meet the Requisite Number of Representation of Persons Living with Disability in the Staff Establishment**

Review of the Convention Centre staff bio data revealed that the Centre has only four (4) employees under Persons Living with Disabilities (PWDS) category which translates to only 3% of the entire population. This is contrary to the provision of part B.23(1,2) of the Public Service Human Resource Policies and Procedures Manual, 2016 which requires that at least five (5%) of all appointments shall be for Persons Living with Disabilities.

In the circumstances, Management was in breach of the law.

### **2. Long Outstanding Trade and Other Payables**

The statement of financial position reflects trade and other payables balance of Kshs.768,751,667 as disclosed in Note 26 to the financial statements. Review of payables ledger revealed that trade and other payables amounting to Kshs.120,309,910 remained unpaid for more than two (2) years casting doubt on Management's commitments in settling the payments. This was contrary to Section 53 (8) of the Public Procurement and Asset Disposal Act, 2015 which states that 'an Accounting Officer shall not commence any procurement proceedings until satisfied that sufficient funds to meet the obligations of the resulting contract (s) are reflected in approved budget estimates.

In the circumstances, the Management was in breach of the law.

### **3. Failure to Remit Public Procurement Regulatory Authority Levy**

Review of records revealed that the Convention Centre entered into contracts but no documentary evidence has been provided to confirm that the Entity complied with paragraph 3(1) of the Public Procurement Capacity Building Levy, Order 2023 which states that there shall be paid a levy by a supplier on all procurement contracts signed between the supplier and a procuring entity, at the rate of zero point zero three per centum (0.03%) of the value of the signed contract, exclusive of applicable taxes. In addition, Public Procurement Regulatory Authority (PPRA) circular No. 01/2024 dated 30 August, 2024 which requires procurement entities to remit the levy to the Authority through the e-Citizen payment platform by the 20<sup>th</sup> day of the subsequent month and also file monthly returns.

In the circumstances, the Management was in breach of the Circular.

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.

### **Responsibilities of Management and Board of Directors**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting 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 Convention Centre'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.

The Board of Directors is responsible for overseeing the Centre'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 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**

**16 December, 2025**

16. Statement of Profit/Loss & Other Comprehensive Income for the Year Ended 30th June 2025.


		2024-2025	2023-2024
DESCRIPTION	NOTE	30th June	30th June
<b>REVENUES</b>		Kshs	Kshs
Revenues	6	1,067,418,856	1,032,821,172
Cost of Sales	7	(220,228,443)	(300,970,010)
<b>Gross Profit</b>		<b>847,190,412</b>	<b>731,851,162</b>
IDA Major Event	8		28,680,754
ACS Major Event	9		219,821,580
AFDB Major Event	10		80,129,366
AFHS Major Event	11		61,045,339
<b>Other Income</b>			
Other Income	12	114,485,937	25,524,612
<b>Total Revenues</b>		<b>961,676,349</b>	<b>1,147,052,813</b>
<b>OPERATING EXPENSES</b>			
Administration Costs	14	741,422,637	769,848,325
Selling and Distribution Costs	15	15,103,749	10,797,488
Depreciation and amortization	13	68,618,147	58,065,564
<b>Total Operating Expenses</b>		<b>825,144,533</b>	<b>838,711,377</b>
<b>Operating profit</b>		<b>136,531,816</b>	<b>308,341,436</b>
<b>Profit/ Loss before Taxation</b>		<b>136,531,816</b>	<b>308,341,436</b>
Income Tax @30%	17	(40,959,545)	(93,768,677)
<b>Profit/ Loss after Taxation</b>		<b>95,572,272</b>	<b>214,572,759</b>

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

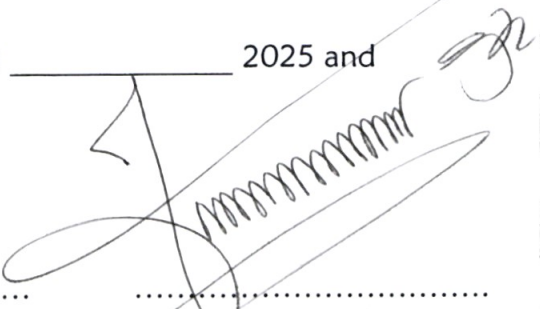
17. Statement of Financial Position for the Year Ended 30th June 2025

Description	Note	2024-2025 30th June	2023-2024 30th June
<b>Non-Current Assets</b>			
Property, plant and equipment	18	5,448,569,024	5,329,346,858
Intangible assets	19	17,422,911	21,778,638
Staff receivables due after one year	21b	3,965,177	5,187,620
<b>Total Non-Current Assets</b>		<b>5,469,957,112</b>	<b>5,356,313,116</b>
<b>Current Assets</b>			
Inventories	20	11,544,776	17,934,823
Trade and other receivables	21	1,560,286,395	1,779,615,563
Cash and bank balances	22	41,356,942	17,187,237
Staff Imprest	21b	4,848,221	2,427,639
<b>Total Current Assets</b>		<b>1,618,036,334</b>	<b>1,817,165,262</b>
<b>Total Assets</b>		<b>7,087,993,446</b>	<b>7,173,478,378</b>
<b>Equity and Liabilities</b>			
<b>Capital and Reserves</b>			
Capital Fund	23	5,419,864,762	5,283,446,000
Retained earnings	25	(306,352,512)	(401,924,784)
Revaluation Reserve	24	1,137,438,325	1,137,438,325
<b>Capital and Reserves</b>		<b>6,250,950,574</b>	<b>6,018,959,541</b>
<b>Current Liabilities</b>			
Trade and other payables	26	768,751,667	1,131,718,302
Tax Payable	27	68,291,205	22,800,535
<b>Total Current Liabilities</b>		<b>837,042,872</b>	<b>1,154,518,837</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>7,087,993,446</b>	<b>7,173,478,378</b>

The financial statements were approved by the Board on \_\_\_\_\_ 2025 and signed on its behalf by:

  
.....  
CPA Samuel Mwangi  
Chairman of the Board

  
.....  
CPA, CS James Mwaura  
Chief Executive Officer

  
.....  
CPA Livingstone Kipyego  
Manager Finance & Accounts  
ICPAK M/NO: 18302

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

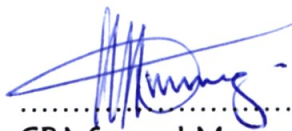
18. Statement of Changes in Equity for the Year ended 30th June 2025

Description	Shareholders'	Revenue	Revaluation	Total
	Equity	Reserves/Retained Earnings	Reserve	
	Kshs	Kshs	Kshs	Kshs
For the period ended 30th June, 2023	3,933,446,000	(616,497,543)	1,137,438,325	4,454,386,782
Net profit for the Quarter ended 30th June 2024	-	214,572,759	-	214,572,759
Capital Grant	1,350,000,000	-	-	1,350,000,000
<b>For the period ended 30th June, 2024</b>	<b>5,283,446,000</b>	<b>(401,924,784)</b>	<b>1,137,438,325</b>	<b>6,018,959,541</b>
Net profit for the year ended 30th June 2025	-	95,572,272	-	95,572,272
Capital Grant	136,418,762	-	-	136,418,762
<b>For the period ended 30th June, 2025</b>	<b>5,419,864,762</b>	<b>(306,352,512)</b>	<b>1,137,438,325</b>	<b>6,250,950,574</b>

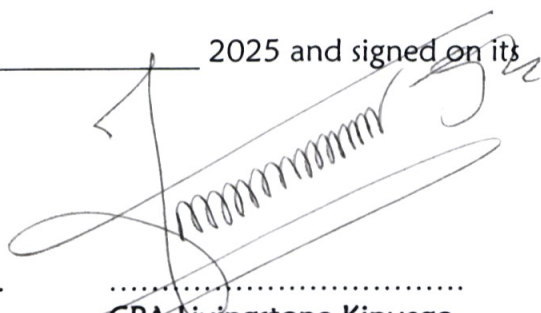
**19. Statement of Cash Flows for the Year ended 30th June 2025**

Description	Note	2024-2025	2023-2024
		Kshs	Kshs
<b>OPERATING ACTIVITIES</b>			
Cash generated from/ (used in) operations	28a	69,855,186	(95,909,501)
Tax paid			
<b>Net cash generated from/ (used in) operating activities</b>		<b>69,855,186</b>	<b>(95,909,501)</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment	18	(182,104,225)	(1,365,041,976)
<b>Net cash generated from/ (used in) investing activities</b>		<b>(182,104,225)</b>	<b>(1,365,041,976)</b>
<b>CASHFLOW FROM FINANCING ACTIVITIES</b>			
Capital/Development Grants received	18	136,418,762	1,350,000,000
<b>Net cash generated from/ (used in) financing activities</b>		<b>136,418,762</b>	<b>1,350,000,000</b>
<b>Increase/ (decrease) in cash and cash equivalents</b>		<b>24,169,722</b>	<b>(110,951,477)</b>
Cash and cash equivalents at beginning of the year		17,187,220	128,138,697
<b>Cash and cash equivalents at end of the year</b>		<b>41,356,942</b>	<b>17,187,220</b>

The financial statements were approved by the Board on \_\_\_\_\_ 2025 and signed on its behalf by:

  
.....  
CPA Samuel Mwangi  
Chairman of the Board

  
.....  
CPA, CS James Mwaura  
Chief Executive Officer

  
.....  
CPA Livingstone Kipyego  
Manager Finance & Accounts  
ICPAK M/NO: 18302

**20. Statement of Comparison of Budget & Actual amounts for the Year ended 30th June 2025**

DESCRIPTION	Original budget 2024-2025	Adjustments	Final budget 2024-2025	Actual on comparable basis	Performance difference	% of utilization
	a	b	c = a+b	d	e = c-d	f = d/c
<b>REVENUE</b>	<b>KSHS</b>		<b>KSHS</b>	<b>KSHS</b>	<b>KSHS</b>	<b>%</b>
Rent Revenue	284,537,609	-	284,537,609	323,821,599	(39,283,990)	114%
Leased Parking Revenue	196,425,000	-	196,425,000	171,547,295	24,877,705	87%
Conference Revenue	352,043,768	-	352,043,768	178,390,648	173,653,119	51%
Catering	204,820,633	-	204,820,633	192,785,845	12,034,788	94%
Third party (Equipment)	214,351,488	-	214,351,489	200,873,468	13,478,021	94%
Daily/Casual Parking Revenue	5,000,000	-	5,000,000	3,398,693	1,601,307	68%
Tower Viewing Revenue	25,000,000	-	25,000,000	35,635,841	(10,635,841)	143%
Other sources of revenue	2,000,000	-	2,000,000	9,951,403	(7,951,403)	498%
Tourism Promotion Fund	-	-	-	65,500,000	(65,500,000)	
<b>Total Revenue</b>	<b>1,284,178,498</b>	<b>-</b>	<b>1,284,178,499</b>	<b>1,181,904,793</b>	<b>102,273,706</b>	
<b>EXPENSES</b>						
<b>ADMINISTRATION COSTS</b>						
Electricity	60,000,000	-	60,000,000	49,552,104	10,447,896	83%
Water & Conservancy	24,200,000	-	24,200,000	6,196,743	18,003,257	26%
Postage and Courier	112,500	-	112,500	-	112,500	0%
Telephone Expenses	2,728,000	-	2,728,000	1,276,051	1,451,949	47%
E-Mail & Internet	3,663,000	-	3,663,000	716,076	2,946,924	20%
Transport Operating Expenses	3,600,000	-	3,600,000	9,164,866	(5,564,866)	255%
Local Travelling & Accommodation	27,000,000	-	27,000,000	66,494,595	(39,494,595)	246%
International Travelling & Accommodation	24,000,000	-	24,000,000	14,457,647	9,542,353	60%
Printing, stationery and photocopying	5,736,831	-	5,736,831	1,560,786	4,176,045	27%
Staff training expenses	16,840,000	-	16,840,000	23,211,258	(6,371,258)	138%
Staff welfare & Uniform expenses	34,569,000	-	34,569,000	11,688,558	22,880,442	34%
Business Promotion Expenses (Entertainment)	4,795,003	-	4,795,003	-	4,795,003	0%
General Insurance	13,025,500	-	13,025,500	15,733,960	(2,708,460)	0%
Bank charges and commissions	1,180,000	-	1,180,000	1,783,292	(603,292)	151%
Membership to professional bodies	5,654,650	-	5,654,650	1,284,030	4,370,620	0%
Consultancy fees	34,135,380	-	34,135,380	5,875,738	28,259,642	17%
Legal fees, Land rates, Licenses & Subscriptions	32,641,363	-	32,641,363	9,168,861	23,472,501	28%
Repairs and maintenance	73,774,551	-	73,774,551	56,753,108	17,021,442	77%
Bad debt	-	-	-	23,375,292		

**The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025**

Board Expenses	30,009,000	-	30,009,000	29,897,900	111,100	100%
	<b>397,664,776</b>	-	<b>397,664,776</b>	<b>328,190,865</b>	<b>92,849,203</b>	
<b>OTHER OPERATING EXPENSES</b>						
Contracted Services	85,452,000	-	85,452,000	75,082,273	10,369,727	88%
Consumable Stores	2,400,000	-	2,400,000	4,586,865	(2,186,865)	191%
Research and development	11,500,000	-	11,500,000	411,060	11,088,940	4%
Corporate Social Responsibility/Investment	3,000,000	-	3,000,000	2,477,800	522,200	83%
	<b>102,352,000</b>	-	<b>102,352,000</b>	<b>82,557,998</b>	<b>19,794,002</b>	
<b>STAFF COSTS (PERSONAL EMOLUMENTS)</b>						
Salaries Wages & Leave Allowance	245,555,665	-	245,555,665	252,977,326	(7,421,661)	103%
Medical Insurance	40,000,000	-	40,000,000	24,610,908	15,389,092	62%
Casual wages	-	-	-	779,433	(779,433)	0%
Gratuity & Pension	21,613,520	-	21,613,520	9,975,676	11,637,844	46%
	<b>307,169,185</b>	-	<b>307,169,185</b>	<b>288,343,344</b>	<b>18,825,841</b>	
<b>SELLING AND DISTRIBUTION COSTS</b>						
Third party costs	90,212,612	-	90,212,612	147,350,721	(57,138,109)	163%
MICE & Participation in Exhibition	40,500,000	-	40,500,000	72,877,722	(32,377,722)	180%
Production of Promotion Materials	15,000,000	-	15,000,000	-	15,000,000	0%
Advertising & Publicity	29,300,000	-	29,300,000	15,103,749	14,196,251	52%
Provision for Depreciation	65,000,000	-	65,000,000	68,618,147	(3,618,147)	106%
Provision for Audit fees	1,500,000	-	1,500,000	-	1,500,000	0%
Provision for Provision for debts	-	-	-	32,864,824	(32,864,824)	0%
Replacement & Renewal Items	42,385,451	-	42,385,451	9,775,947	32,609,504	23%
	<b>283,898,063</b>	-	<b>283,898,063</b>	<b>346,591,110</b>	<b>(62,693,047)</b>	
<b>Total Expenses</b>	<b>1,091,084,023</b>	-	<b>1,091,084,023</b>	<b>1,045,683,316</b>	<b>68,775,999</b>	
<b>Surplus for the period</b>	<b>193,094,474</b>	-	<b>193,094,475</b>	<b>136,221,476</b>	<b>33,497,707</b>	

## 21. Explanation of the variances

### a) Rent Revenue

Short-term leases generated a favourable variance of Kshs. 39,283,990.00 during the year. Actual revenue reached Kshs. 323,821,599.00, surpassing the budgeted target of Kshs. 284,537,609.00. Moving forward, KICC plans to increase the available space for short-term leases to further boost rental income.

### b) Conference, Catering and Third-Party Equipment Revenue

During the year, the Corporation achieved targets for some revenue streams. Conference revenue fell short by Kshs. 173,653,119.00, with actual collections amounting to Kshs. 178,390,648.00 against a budget of Kshs. 352,043,768.00. Catering services generated Kshs. 192,785,845.00 compared to a target of Kshs. 204,820,633.00, resulting in an unfavourable variance of Kshs. 12,034,788.00. Revenue from third-party equipment also declined, registering a negative variance of Kshs. 13,478,021.00 from a budgeted Kshs. 214,351,489.00 to actual receipts of Kshs. 200,873,468.00. To address this, KICC plans to invest in in-house provision of third-party equipment to enhance revenue retention and reduce dependency on external service providers, which significantly impact profitability.

### c) Casual Parking and Tower Viewing revenue

During the year, fewer vehicles were parked daily, leading to a decline in casual parking revenue by Kshs. 1,601,307.00 from the budgeted amount of Kshs. 5,000,000.00 to Kshs. 3,398,693.00. This was mainly attributed to unrest in the country. On the other hand, the Helipad experienced increased visits from foreigners and school children, boosting revenue by Kshs. 10,635,841.00 from a target of Kshs. 25,000,000.00 to Kshs. 35,635,841.00. To enhance revenue collection and reduce losses, KICC is in the process of automating all its parking areas.

### d) Electricity, Water & Conservancy

Electricity consumption increased by Kshs. 10,447,896.00 during the year, resulting in an unfavorable variance, actual expenditure stood at Kshs. 60,000,000.00 against a budget of Kshs. 49,552,104.00. On the other hand, water and conservancy recorded a favorable variance of Kshs. 18,003,257.00, with actual spending at Kshs. 6,196,743.00 compared to the budgeted Kshs. 24,200,000.00. This significant saving is attributed to the use of borehole water. To further reduce electricity costs, the Corporation should ensure that its solar power system is fully operational.

### e) Postage and courier

During the Year the corporation opted to use email and internet services for its communication. There was no expenditure in this vote during the Year.

**The Kenyatta International Convention Centre**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

---

**f) Transport & Operating Expenses, Travelling and accommodation.**

Transport and operating expenses recorded an unfavourable variance of Kshs. 5,564,866.00, with actual spending at Kshs. 9,164,866.00 against a budget of Kshs. 3,600,000.00. This was mainly due to the cost of repairing and maintaining stalled Corporation vehicles. Travel and accommodation expenses had an unfavourable variance of Kshs. 40,218,721.00, arising from staff participation in various MICE activities during the year, actual expenditure amounted to Kshs. 67,218,721.00 against a budget of Kshs. 27,000,000.00.

**g) Staff training expenses and Staff welfare & uniform expenses**

During the year, staff training recorded an unfavourable variance of 6,371,258.00, this resulted from various capacity Building trainings that happened during the Year, the expenditure stood at Kshs. 23,211,258.00 against a budget Kshs. 16,840,000.00. Staff welfare & uniform expenses however had a favourable variance of Kshs. 20,677,070.00, from a budget of Kshs. 34,569,000.00 to actual spending of Kshs 13,891,930.00.

**h) Business promotion expenses (Entertainment)**

During the Year the corporation held several business meetings, incurring an expenditure of Kshs. 5,517,900.00 resulting to an unfavourable variance of 722,897.00 against a budget of Kshs. 4,795,003.00.

**i) Repairs and Maintenance**

During the year, few repair works were undertaken at the centre, this resulted to a favourable variance of Kshs 17,021,442.00, expenditure was Kshs. 56,753,108.00 against a budget amount of Kshs. 73,774,551.00

**j) Research and Development**

During the year, expenditure for Research & Development was Kshs. 411,060.00 against a budget of Kshs. 11,500,000.00 leading to a favourable variance of Kshs. 11,088,940.00.

**k) Third party costs**

These are costs directly relating to event/conferencing activities, during the Year the corporation endeavoured in providing equipment during conferences and exhibition this led to an actual cost of Kshs. 147,350,721.00 against a budget Kshs. 90,212,612.00. There was an unfavourable variance of Kshs. 57,138,109.00

**l) MICE & Participation in Exhibition and Production of Promotion Materials**

There were various Exhibitions held during the Year leading to an Expenditure of 72,877,722.00 against a budget of Kshs. 40,500,000.00. and a variance of Kshs.

**The Kenyatta International Convention Centre**  
**Annual Report and Financial Statements for the year ended June 30, 2025**

---

32,377,722.00, there was no expenditure on production of promotion materials against a budget of Kshs.15,000,000.00.

**m) Replacement and renewals**

During the Year expenditure for Replacement and Renewals stood at Kshs. 9,775,947.00 against a budget of Kshs. 42,385,451.00 leading to a favourable variance of Kshs.32,609,504.00.

## 22. Notes to the Financial Statement

### 1. General Information

KICC is established by and derives its authority and accountability from Tourism Act. KICC is wholly owned by the Government of Kenya and is domiciled in Kenya.

### 2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Financial Reporting Standards (IFRS) allows the use of estimates and assumptions. It also requires management to exercise judgement in the process of applying KICC's accounting policies. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of KICC, and all values are rounded off to the nearest Kenya shillings. The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act and Tourism Act 2011, and International Financial Reporting Standards (IFRS). The accounting policies adopted have been consistently applied to all the Years presented.

### 3. Application of New and Revised International Financial Reporting Standards (IFRS)

#### i. *New and amended standards and interpretations in issue and effective in the year ended 30 June 2025.*

Title	Description	Effective Date
Amendments to IAS 1 titled Classification of Liabilities as Current or Non-current (issued in January 2020, amended in October 2022)	The amendments, applicable to annual periods beginning on or after 1st January 2024, clarify a criterion in IAS 1 for classifying a liability as non-current: the requirement for an entity to have the right to defer settlement of the liability for at least 12 months after the reporting period	The amendments are effective for annual periods beginning on or after January 1, 2024. Earlier application is permitted.
Amendment to IFRS 16 titled Lease Liability in a Sale and Leaseback (issued in September 2022)	The amendment, applicable to annual periods beginning on or after 1st January 2024, requires a seller-lessee to subsequently measure lease liabilities arising from a leaseback in a way that it does not recognise any amount of the gain or loss.	The amendments are effective for annual periods beginning on or after January 1, 2024. Earlier application is permitted.
Amendments to IAS 1 titled Non-current Liabilities with Covenants (issued in October 2022)	The amendments, applicable to annual periods beginning on or after 1st January 2024, improve the information an entity provides about liabilities arising from loan arrangements for which an entity's right to defer settlement of those liabilities for at least twelve months after the reporting period is	The amendments are effective for annual periods beginning on or after January 1, 2024. Earlier application is permitted.

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

Title	Description	Effective Date
	subject to KICC complying with conditions specified in the loan arrangement.	

**Notes to the Financial Statements (Continued)**

**Application of New and Revised International Financial Reporting Standards (IFRS)**

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

Title	Description	Effective Date
IFRS 18 Presentation and Disclosure in Financial statements	The objective of IFRS 18 is to set out requirements for the presentation and disclosure of information in general purpose financial statements (financial statements) to help ensure they provide relevant information that faithfully represents an entity's assets, liabilities, equity, income and expenses.	The new standard is effective for annual periods beginning on or after January 1, 2027. Earlier application is permitted.

*(The Directors do not plan to apply any of the above until they become effective. Based on their assessment of the potential impact of application of the above, they do not expect that there will be a significant impact on the company's financial statements).*

**4. Summary of Accounting Policies**

The principle accounting policies adopted in the preparation of these financial statements are set out below:

**a) Revenue recognition**

Revenue is measured based on the consideration to which KICC expects to be entitled in a contract with a customer and excludes amounts collected on behalf of third parties. The entity recognizes revenue when it transfers control of a product or service to a customer.

- i) **Revenue from the sale of goods and services** is recognized in the Year in which KICC delivers products to the customer, the customer has accepted the products and collectability of the related receivables is reasonably assured.

- ii) **Grants from National Government** are recognized in the Year in which KICC actually receives such grants. Recurrent grants are recognized in the statement of comprehensive income. Development/capital grants are recognized in the statement of financial position and realised in the statement of comprehensive income over the useful life of the assets that has been acquired using such funds.

- iii) **Finance income** comprises interest receivable from bank deposits and investment in securities, and is recognized in profit or loss on a time proportion basis using the effective interest rate method.

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

iv) **Dividend income** is recognized in the income statement in the Year in which the right to receive the payment is established.

v) **Rental income** is recognized in the income statement as it accrues using the effective interest implicit in lease agreements.

**Notes to the Financial Statements (Continued)**

vi) **Other income** is recognized as it accrues.

**b) In-kind contributions**

In-kind contributions are donations that are made to KICC in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, KICC includes such value in the statement of comprehensive income both as revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

**c) Property, plant and equipment**

All categories of property, plant and equipment are initially recorded at cost less accumulated depreciation and impairment losses.

Certain categories of property, plant and equipment are subsequently carried at re-valued amounts, being their fair value at the date of re-valuation less any subsequent accumulated depreciation and impairment losses.

Increases in the carrying amounts of assets arising from re-valuation are credited to other comprehensive income. Decreases that offset previous increases in the carrying amount of the same asset are charged against the revaluation reserve account; all other decreases are charged to profit or loss in the income statement. Gains and losses on disposal of items of property, plant and equipment are determined by comparing the proceeds from the disposal with the net carrying amount of the items, and are recognized in profit or loss in the income statement.

**d) Depreciation and impairment of property, plant and equipment**

Freehold land and capital work in progress are not depreciated. Capital work in progress relates mainly to the cost of ongoing but incomplete works on buildings and other civil works and installations.

Depreciation on property, plant and equipment is recognized in the income statement on a straight-line basis to write down the cost of each asset or the re-valued amount to its residual value over its estimated useful life. The annual rates in use, as guided by National Treasury policy on assets depreciation are:

Freehold Land	0.0%
Buildings and civil works	2.5 %
Furniture	12.5 %
Others ( <i>Tools, Fire extinguishers, Laptop chains</i> )	12.5 %
Carpets	12.5 %
Office equipment	30.0 %
Motor Vehicles	25.0 %
CCTV Cameras	30.0 %

**The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025**

---

Software's	20 %
Plant and Equipment	12.5 %
Communication Equipment	12.5 %

A full Year's depreciation charge is recognized both in the Year of asset purchase and in the Year of asset disposal.

Items of property, plant and equipment are reviewed annually for impairment. Where the carrying amount of an asset is assessed as greater than its estimated recoverable amount, an impairment loss is recognized so that the asset is written down immediately to its estimated recoverable amount.

**e) Intangible assets**

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Amortization is recognized on a straight-line basis over their estimated useful lives. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis. Intangible assets with indefinite useful lives that are acquired separately are carried at cost less accumulated impairment losses.

**f) Amortization and impairment of intangible assets**

Amortization is calculated on the straight-line basis over the estimated useful life of the intangible asset. All intangible assets are reviewed annually for impairment. Where the carrying amount of an intangible asset is assessed as greater than its estimated recoverable amount, an impairment loss is recognised so that the asset is written down immediately to its estimated recoverable amount.

**g) Inventories**

Inventories are stated at the lower of cost and net realizable value. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the inventories to their present location and condition. Cost is calculated using the weighted average cost method or First In First Out (FIFO). Net realizable value represents the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

**h) Trade and other receivables**

Trade and other receivables are recognized at fair values less allowances for any uncollectible amounts. These 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. In the Year under review a 3% general provision has been made on total debtors. Bad debts are written off after all efforts of recovery have been exhausted and write off approved by Public investment committee of parliament.

**Notes to the Financial Statements (Continued)**

**Summary of Accounting Policies**

**i) Taxation**

**i) Current income tax**

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the area where KICC operates and generates taxable income. Current income tax relating to items recognized directly in net assets is recognized in net assets and not in the statement of financial performance.

Current income tax assets and liabilities for the current period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date in the area where KICC operates and generates taxable income.

Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**j) Deferred tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences, except in respect of taxable temporary differences associated with investments in controlled entities, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except in respect of deductible temporary differences associated with investments in controlled entities, associates and interests in joint ventures, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re-assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the Year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

**Notes to the Financial Statements (Continued)**

**Summary of Accounting Policies**

Deferred tax relating to items recognized outside surplus or deficit is recognized outside surplus or deficit. Deferred tax items are recognized in correlation to the underlying transaction in net assets. Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current income tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

**k) Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. To the extent that variable rate borrowings are used to finance a qualifying asset and are hedged in an effective cash flow hedge of interest rate risk, the effective portion of the derivative is recognized in other comprehensive income and reclassified to profit or loss when the qualifying asset impacts profit or loss. To the extent that fixed rate borrowings are used to finance a qualifying asset and are hedged in an effective fair value hedge of interest rate risk, the capitalized borrowing costs reflect the hedged interest rate. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in profit or loss in the period in which they are incurred.

**l) 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 reporting period. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial Year.

**m) Borrowings**

Interest bearing loans and overdrafts are initially recorded at fair value being received, net of issue costs associated with the borrowing. Subsequently, these are measured at amortised cost using the effective interest rate method. Amortised cost is calculated by taking into account any issue cost and any discount or premium on settlement. Finance charges, including premiums payable of settlement or redemption are accounted for on accrual basis and are added to the carrying amount of the instrument to the extent that they are not settled in the period in which they arise. Loan interest accruing during the construction of a project is capitalised as part of the cost of the project.

**n) Trade and other payables**

Trade and other payables are non-interest bearing and are carried at amortised cost, which is measured at the fair value of contractual value of the consideration to be paid in future in respect of goods and services supplied, whether billed to KICC or not, less any payments made to the suppliers.

**Notes to the Financial Statements (Continued)**

**Summary of Accounting Policies**

**o) Provision for staff leave pay**

Employees' entitlements to annual leave are recognised as they accrue at the employees. At provision is made for the estimated liability for annual leave at the reporting date.

**p) Exchange rate differences**

The accounting records are maintained in the functional currency of the primary economic environment in which KICC operates, Kenya Shillings. Transactions in foreign currencies during the Year/period are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Any foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at Year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

**q) Budget information**

The original budget for FY 24/25 was approved by the National Assembly. 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 KICC upon receiving the respective approvals in order to conclude the final budget. Accordingly, KICC recorded additional appropriations on the FY 24/25 budget following the governing body's approval.

KICC'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 a 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 section 20 of these financial statements.

**r) Service concession arrangements**

KICC 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, KICC 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

**Notes to the Financial Statements (Continued)**

**Summary of Accounting Policies**

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, KICC also recognizes a corresponding liability, adjusted by a cash consideration paid or received.

**s) Comparative figures**

Where necessary comparative figures for the previous financial Year have been amended or reconfigured to conform to the required changes in presentation.

**t) 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.

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

The preparation of KICC's financial statements in conformity with IFRS 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.

State all judgements, estimates and assumptions made: e.g.

**a) 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. KICC based its assumptions and estimates on parameters available when the 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 KICC. Such changes are reflected in the assumptions when they occur.

**b) 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:

- a) The condition of the asset based on the assessment of experts employed by KICC
- b) The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- c) The nature of the processes in which the asset is deployed
- d) Availability of funding to replace the assets

**c) Provisions**

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note 27

**Notes to the Financial Statements (Continued)**

**Summary of Accounting Policies**

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 Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

6. Revenue from contract with customers

Description	2024-2025	2023-2024
	Kshs	Kshs
Conference	178,390,648	196,070,135
Rent	323,821,600	296,262,379
Leased Parking	171,547,295	176,341,240
Catering	192,785,845	146,686,504
Third party (Equipment)	200,873,468	206,460,914
Recurrent grant received (Recurrent TF)	-	11,000,000
<b>Total</b>	<b>1,067,418,856</b>	<b>1,032,821,172</b>

7. Cost of Sales

Description	2024-2025	2023-2024
	Kshs	Kshs
Third party outsourcing	147,350,721	293,372,249
MICE & Participation in exhibitions	72,877,722	7,597,761
<b>Total</b>	<b>220,228,443</b>	<b>300,970,010</b>

8. IDA Major Events

Revenue		Kshs
Conference		8,485,882
Catering		11,895,800
Third Party (Hire of Equipment)		59,385,620
<b>TOTAL REVENUE</b>		<b>79,767,302</b>
<b>EXPENDITURE</b>		
Third Party costs (Catering)		5,950,000
Third Party costs (Hire of Equipment)		45,136,548
<b>TOTAL EXPENSES</b>		<b>51,086,548</b>
<b>REVENUE TO BE TRANSFERED TO P &amp; L</b>		<b>28,680,754</b>

9. ACS Major Event

Revenue		Kshs
Conference		60,396,570
Catering		67,978,320
Third Party (Hire of Equipment)		350,092,080
<b>TOTAL REVENUE</b>		<b>478,466,969</b>
<b>EXPENDITURE</b>		
Third Party costs (Catering)		42,860,000
Third Party costs (Hire of Equipment)		215,785,389
<b>TOTAL EXPENSES</b>		<b>258,645,389</b>
<b>REVENUE TO BE TRANSFERED TO P &amp; L</b>		<b>219,821,580</b>

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

10. AFDB Major Event

Revenue		Kshs
Conference		49,571,224
Catering		65,569,000
Third Party (Hire of Equipment)		136,697,300
<b>TOTAL REVENUE</b>		<b>251,837,524</b>
<b>EXPENDITURE</b>		
Third Party costs (Catering)		41,725,000
Third Party costs (Hire of Equipment)		129,983,158
<b>TOTAL EXPENSES</b>		<b>171,708,158</b>
<b>REVENUE TO BE TRANSFERED TO P &amp; L</b>		<b>80,129,366</b>

11. AFHS Major Event

Revenue		Kshs
Conference		16,879,236
Catering		38,628,000
Third Party (Hire of Equipment's)		115,555,720
<b>TOTAL REVENUE</b>		<b>171,062,956</b>
<b>EXPENDITURE</b>		
Third Party costs (Catering)		28,370,000
Third Party costs (Hire of Equipment)		81,647,617
<b>TOTAL EXPENSES</b>		<b>110,017,617</b>
<b>REVENUE TO BE TRANSFERED TO P &amp; L</b>		<b>61,045,339</b>

12. Other Income

Description	2024-2025	2023-2024
	Kshs	Kshs
Casual Parking	3,398,693	5,724,500
Tower viewing	35,635,841	19,800,112
Other sources	9,951,403	
Tourism Promotion Fund	65,500,000	
GoK grant-Recurrent	-	
<b>Total</b>	<b>114,485,937</b>	<b>25,524,612</b>

### 13. Depreciation and Amortization

Description	2024-2025	2023-2024
	Kshs	Kshs
Buildings & civil works	48,212,461	40,708,342
Furniture & Fittings	3,549,579	1,995,888
Office equipment	6,371,753	1,515,161
Motor vehicle	-	-
Plant & equipment	2,006,926	2,099,716
Communication Equipment	4,121,700	2,681,203
Amortization of Intangible Assets	4,355,727	9,065,254
Prior year adjustment (Intangible Asset)	-	-
<b>Total</b>	<b>68,618,147</b>	<b>58,065,564</b>

### 14. Administration Costs

Description	2024-2025	2023-2024
	Kshs	Kshs
Staff costs (note 14a)	288,343,345	258,257,499
Directors' emoluments	29,897,900	30,974,687
Electricity and water	55,748,847	72,104,505
Communication services and supplies (Postage, Telephone, Email & Internet)	1,992,127	2,298,572
Transportation, travelling and subsistence (Transport operating expenses, Travelling & Accommodation.)	90,841,235	91,702,053
Printing, stationery and photocopying	1,560,786	5,841,933
Staff training expenses	23,211,258	21,570,805
Hospitality supplies and services (Entertainment & Staff Welfare)	11,688,558	19,355,256
Insurance costs (general)	15,733,960	-
Bank charges and commissions	1,783,291	1,158,366
Auditors' fees	500,000	500,000
Consultancy fees	5,875,738	25,299,775
Legal fees, licence & rates	9,168,861	13,800,009
Repairs and maintenance	56,753,109	37,265,261
<b>KICC@50</b>	-	9,487,085
Other operating expenses (CSI, Membership to Prof bodies, Contracted Services, Consumables, R&D, Replacement and renewals)	92,083,507	150,460,746
Provision for bad debts	32,864,823	25,771,773
Bad debts	23,375,292	-
<b>Total</b>	<b>741,422,637</b>	<b>769,848,325</b>

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

14(a) Staff Costs

Description	2024-2025	2023-2024
	Kshs	Kshs
Salaries and allowances of permanent employees	252,977,327	272,853,616
Provision of Telephone allowances	-	
Gratuity, Pension and Retirement Benefits	9,975,676	4,929,067
Medical expenses	24,610,908	
Casual	779,433	4,219,554
<b>Total</b>	<b>288,343,345</b>	<b>282,002,237</b>
The average number of employees at the end of the year was:		
Permanent employees – Management	122	117
	122	117

15. Selling and Distribution Costs

Description	2024-2025	2023-2024
	Kshs	Kshs
Advertising and publicity	15,103,749	5,408,403
Production of promotional materials	-	5,389,085
<b>Total</b>	<b>15,103,749.36</b>	<b>10,797,488</b>

16. Operating Profit/ (Loss)

Description	2024-2025	2023-2024
	Kshs	Kshs
The operating profit/(loss) is arrived at after charging/(crediting):		
Staff Costs (Note 14a)	288,343,345	282,002,236
Depreciation of property, plant and equipment	64,262,420	48,301,495
Amortization of intangible assets	4,355,727	9,065,254
Provision for bad and doubtful debts	32,864,823	54,478,565
Directors' emoluments – fees	29,897,900	30,974,687
Auditors' remuneration - current year fees	500,000	500,000

17. Income Tax Expense/(Credit)

Description	2024-2025	2023-2024
	Kshs	Kshs
(a) Current taxation		
Current taxation based on the adjusted profit for the year at 30%	40,959,545	86,575,566
<b>Total</b>	<b>40,959,545</b>	<b>86,575,566</b>

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

(b) Reconciliation of tax expense/ (credit) to the expected tax based on accounting profit

Description	2024-2025	2023-2024
	Kshs	Kshs
Profit before taxation	136,531,816	308,341,436
Tax at the applicable tax rate of 30%	(40,959,545)	(93,768,677)
<b>Total</b>	<b>95,572,272</b>	<b>214,572,759</b>

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

18. Property, Plant and Equipment

DETAILS	Freehold land	Buildings &	Furniture	Office	Motor vehicle	Plant &	Communicati	Capital work	Total
		civil works		equipment		equipment	on Equipment	in progress	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Net book value as at 30th June 2022	2,296,000,000	1,591,606,841	11,281,874	1,572,939	4,932,500	3,967,191	11,057,475	1,117,342,484.00	5,036,384,170
Additions				19,191,472		5,959,500			37,790,180
Erroneous maintenance and repair included as WIP								(363,411,976.00)	
Erroneous printing and stationery included as WIP								(7,424,000.00)	
Erroneous Third-party expenses included as WIP								(291,398,952.00)	
Erroneous Consultancy expenses included as WIP								(194,883,071.00)	
Erroneous inclusion of payment ERP system included as WIP								(9,123,456.00)	
Erroneous inclusion of payment for KRA included								(80,000,000.00)	
Erroneous inclusion of pending bill not verified included as WIP								(61,536,219.00)	
Prior year adjustment on assets		57,131,942	6,813,760	1,260,000				(65,205,702.00)	
Depreciation for the period ending 30th June 2023		42,708,825	2,128,523	2,443,502	13,085,814	964,568	2,268,726		63,599,958
Accumulated Dep as at 30th June 2023		305,536,658	12,505,935	11,068,013	19,730,000	5,704,998	11,615,769		366,161,373
NET BOOK VALUE AS AT 30th June 2023	2,296,000,000	1,628,333,679	15,967,111	10,887,437	0	8,962,122	8,788,748	44,359,108.00	4,013,298,206
Additions				75,000			12,660,879	1,350,000,000.00	1,210,006,309
Depreciation							1,425,110		
Depreciation for the period ending 30th June 2024		40,708,342	1,995,889	1,370,305		1,545,756	2,681,203		48,301,495
Accumulated Dep as at 30th June 2024		346,245,000	14,501,823	12,438,318	19,730,000	7,250,754	14,296,973		414,462,867
NET BOOK VALUE AS AT 30th June 2024	2,296,000,000	1,587,625,337	13,971,222	9,592,132	0	7,416,367	18,768,424	1,394,359,108.00	5,175,003,021
Additions								42,869,463.60	42,869,464
Depreciation		48,212,462							
		1,539,412,875							1,539,412,875
Depreciation for the period ending 30th September 2024		9,922,658	436,601	299,754		306,222	586,513		11,857,971
Accumulated Dep as at 30th September 2024		356,167,658	14,938,424	12,738,072	19,730,000	7,556,976	14,883,486		414,462,867
NET BOOK VALUE AS AT 30th September 2024	2,296,000,000	1,577,702,679	13,534,621	9,292,378	0	7,110,145	18,181,911	1,437,228,571.60	5,359,050,305

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

Additions										0
Depreciation										
										0
Depreciation for the period ending 30th December 2024		9,922,658	436,601	299,754		306,222	586,513			11,857,971
Accumulated Dep as at 30th December 2024		366,090,317	15,375,024	13,037,826	19,730,000	7,863,199	15,469,999			414,462,867
NET BOOK VALUE AS AT 30th December 2024	2,296,000,000	1,567,780,020	13,098,021	8,992,624	0	6,803,922	17,595,398	1,437,228,571.60		5,347,498,557
Additions				2,816,000					100,000,000.00	102,816,000
Depreciation										
										0
Depreciation for the period ending 31st March 2025		10,405,000	532,174	70,954		376,873	918,706			12,680,580
Accumulated Dep as at 31st March 2025		376,495,317	15,907,198	13,108,780	19,730,000	8,240,071	16,388,705			414,462,867
NET BOOK VALUE AS AT 31st March 2025	2,296,000,000	1,557,375,020	12,565,847	14,553,670		6,427,050	16,676,692	1,537,228,571.60		5,440,826,849
Additions									36,418,761.50	36,418,762
Depreciation										
										0
Depreciation for the period ending 30th June 2025		17,962,145	2,144,203	5,701,291		838,980	2,029,968			28,676,587
Accumulated Dep as at 30th June 2025		394,457,462	18,051,402	18,810,071	19,730,000	9,079,051	18,418,673			414,462,867
NET BOOK VALUE AS AT 30th June 2025	2,296,000,000	1,539,412,875	10,421,643	8,852,379	0	5,588,070	14,646,724	1,573,647,333.10		5,448,569,024

*The Capital Work in Progress relates to Rehabilitation of facelift of KICC*

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

**Property, Plant and Equipment at Cost**

If the freehold land, buildings and other assets were stated on the historical cost basis the amounts would be as follows:

Description	Cost	Accumulated Depreciation	NBV
	Kshs	Kshs	Kshs
Land	2,296,000,000	0	2,296,000,000
Buildings	1,933,870,337	356,167,658	1,577,702,679
Plant And Machinery	4,561,412	2,987,097	1,574,315
Motor Vehicles, Including Motorcycles	19,730,000	19,730,000	0
Computers And Related Equipment	33,065,397	14,883,486	18,181,911
Furniture, And Fittings	28,473,045	14,938,424	13,534,621
Office Equipment	22,030,450	12,738,072	9,292,378
Carpets	10,105,708	4,569,879	5,535,829

Property plant and Equipment includes the following assets that are fully depreciated:

Description	Cost Valuation	Normal Annual Depreciation charge
	Kshs	Kshs
Motor Vehicles	19,730,000	3,946,000
<b>Total</b>	<b>19,730,000</b>	<b>3,946,000</b>

**19. Intangible Assets**

Description	Kshs
At July, 2019 at Valuation	36,784,504
Net book value as at 30th June 2022	12,311,783
Additions during the year	22,150,000
Amortization for the period ending 30th June 2023	3,617,891
<b>Accumulated Amortization as at 30th June 2023</b>	<b>28,090,612</b>
Net book value as at 30th June 2023	30,843,892
Amortization for the period ending 30th June 2024	9,065,254
Accumulated Amortization as at 30th June 2024	37,155,866
<b>Net book value as at 30th June 2024</b>	<b>21,778,638</b>
Amortization for the period ending 30th Sept 2024	1,088,932
Accumulated Amortization as at 30th Sept 2024	38,244,798
<b>Net book value as at 30th September 2024</b>	<b>20,689,706</b>
Amortization for the period ending 30th Dec 2024	1,034,485
Accumulated Amortization as at 30th Dec 2024	38,190,351
<b>Net book value as at 30th December 2024</b>	<b>19,655,221</b>
Amortization for the period ending 31st Mar 2025	982,761
Accumulated Amortization as at 31st Mar 2025	38,138,627
<b>Net book value as at 31st Mar 2025</b>	<b>18,672,460</b>
Amortization for the period ending 30th June 2025	1,249,549
Accumulated Amortization as at 30th June 2025	38,405,415
<b>Net book value as at 30th June 2025</b>	<b>17,422,911</b>

## 20. Inventories

Description	2024-2025	2023-2024
	Kshs	Kshs
Technical Items	1,599,946	2,928,142
Housekeeping Items	934,570	540,275
ICT items	4,144,788	5,906,966
Stationery Items	2,095,092	3,761,372
Promotional Items	1,286,100	5,798,068
Consumables	1,484,280	
Security Items		
<b>Total</b>	<b>11,544,776</b>	<b>18,934,823</b>

## 21. Trade and Other Receivables

Description	2024-2025	2023-2024
	Kshs	Kshs
Net trade receivables (note 21a)	1,560,286,395	1,761,473,615
Deposits and prepayments		
<b>Gross trade and other receivables</b>	<b>1,560,286,395</b>	<b>1,761,473,615</b>

### 21 (a) Trade Receivables

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade receivables	1,632,640,915	1,815,952,180
Bad Debts	(23,375,292)	
General provision for Bad Debts	(48,979,227)	(54,478,565)
<b>Net trade Receivables</b>	<b>1,560,286,395</b>	<b>1,761,473,615</b>

### 21 (b) Staff Receivables

Description	2024-2025	2023-2024
	Kshs	Kshs
Description		Kshs
Gross car loans & salary advance	4,848,221	4,201,620
Staff Imprest	3,965,177	3,127,635

### 21.(c) Trade and Other receivables aging analysis

	2024-2025	2023-2024	% of the total
Under one year	673,658,257	1,531,907,956	42%
1-2 years	336,829,128	95,583,669	21%
2-3 years	433,066,022	58,917,391	27%
Over 3 years	189,087,508	129,543,165	10%
<b>Total</b>	<b>1,632,640,915</b>	<b>1,815,952,180</b>	<b>100</b>

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

**22. Bank and Cash Balances**

Description	2024-2025	2023-2024
	Kshs	Kshs
Cash at bank	41,356,942	17,187,237
Cash in hand	-	
<b>Total</b>	<b>41,356,942</b>	<b>17,187,237</b>

*The bulk of the cash at bank was held at Cooperative Bank of Kenya and Kenya Commercial Bank, the Corporation's main bankers.*

**22.(a) Detailed analysis of the cash and cash equivalents**

Description	2024-2025	2023-2024
	Kshs	Kshs
<b>BANK &amp; BRANCH</b>		
Kenya Commercial Bank - KICC-Operations	8,727,050	16,484,458
Kenya Commercial Bank - KICC-Development	30,013,567	231,384
Kenya Commercial Bank - KICC-USD. 19,578.15	2,546,595	103,129
Co-operative Bank - CITYHALL-Operations	69,730	368,266
Petty Cash		
MPEESA Control ACC		
<b>TOTAL CASH AND CASH EQUIVALENTS</b>	<b>41,356,942</b>	<b>17,187,237</b>

**23. Capital Fund**

Description	2024-2025	2023-2024
	Kshs	Kshs
Balance B/F		
Work in progress Investment (Refurbishment of Tsavo and Rehabilitation of Fountain)	5,283,446,000	1,350,000,000
Additional Investment on Work in Progress	136,418,762	
Capital contribution		3,933,446,000
<b>Total</b>	<b>5,419,864,762</b>	<b>5,283,446,000</b>

*The Corporation is a parastatal wholly (100%) owned by Government of Kenya, the Capital Reserve includes the original valuation of the Corporation and subsequent grants received from the Government.*

**24. Revaluation Reserve**

The revaluation reserve relates to the revaluation of certain items of property, plant and equipment. As indicated in the Statement of Changes in Equity, this is stated after transfer of excess depreciation net of related deferred tax to retained earnings. Revaluation surpluses are not distributable.

Description	2024-2025	2023-2024
	Kshs	Kshs
Surplus on Revaluation of Property Plant & Equipment (PPE)	1,137,438,325	1,137,438,325
<b>Total</b>	<b>1,137,438,325</b>	<b>1,137,438,325</b>

## 25. Retained Earnings

The retained earnings represent amounts available for distribution to KICC's shareholders. Undistributed retained earnings are utilised to finance KICC's business activities.

Description	2024-2025	2023-2024
	Kshs	Kshs
At the beginning of the year	(401,924,784)	(616,497,543)
Net Profit for the year	95,572,272	214,572,759
At the close of the year	(306,352,512)	(401,924,784)

*The retained earnings represent amounts utilised to finance the Corporation's business activities*

## 26. Trade and Other Payables

Description	2024-2025	2023-2024
	Kshs	Kshs
Trade payables	245,912,110	626,642,233
Provisions for WTO pending bills	52,577,352	50,996,952
Provisional for courtyard renovation phase 1	52,411,665	52,411,665
VAT Liability		
Income tax charge for the year		
Other Payables-Deposits & Prepayments	9,465,082	
Provisions for Upgrade of ERP system	8,860,000	11,075,000
Provisions for gratuity	13,294,989	7,408,824
Provisions Salary Review	308,502,480	308,502,480
Provision for legal contingency	67,909,486	67,909,486
Provision for Telephone allowances		-
Accrued expenses	9,818,503	25,474,702
Differed Income (note 8)		
<b>Total</b>	<b>768,751,667</b>	<b>1,150,421,342</b>

### 26(a) Aging Analysis for Trade and other Payables]

	2024-20225	2023-2024	% of the total
Under one year	85,818,321	531,371,293	35%
1-2 years	160,093,789	95,270,940	65%
<b>Total</b>	<b>245,912,110</b>	<b>626,642,233</b>	<b>100</b>

27. Corporation Tax Liability

Description	2024-2025	2023-2024
	Kshs	Kshs
At beginning of the year	22,800,535	(70,968,142)
Income tax charge for the year		
Income tax charge for the year	45,490,670	93,768,677
Income tax paid during the year		
At end of the Year	68,291,205	22,800,535

28. Notes to the Statement of Cash Flows

Description	2024-2025	2023-2024
	Kshs	Kshs
(a) Reconciliation of operating profit/ (loss) to Cash generated from/ (used in) operations		
Operating profit/ (loss)	136,531,816	308,341,436
Depreciation and amortization	68,618,147	58,065,546
Prior year adjustment on WIP		
<b>Operating profit/ (loss) before working capital changes</b>	<b>205,149,963</b>	<b>366,406,982</b>
(Increase)/decrease in Inventories	6,390,047	(10,761,047)
(Increase)/decrease in trade and other receivables	221,409,011	(833,294,298)
Increase/ (decrease) in trade and other payables	(362,966,635)	381,346,735
Increase/ (decrease) in staff advances and loans	(127,200)	392,127
<b>Cash generated from/ (used in) operations</b>	<b>69,855,186</b>	<b>(95,909,501)</b>
(b) Analysis of cash and cash equivalents	-	-
Cash at bank	41,356,942	17,187,237
<b>Balance at end of the year</b>	<b>41,356,942</b>	<b>17,187,237</b>

**29. Related Party Disclosures**

**Government of Kenya**

The Government of Kenya is the principal shareholder of KICC, holding 100% of KICC's equity interest. Other related parties include:

- i) Ministry of Tourism and Wildlife
- ii) Key management
- iii) Board of directors

**Transactions with related parties**

Description	2024-2025	2023-2024
	Kshs	Kshs
<i>The Corporation is wholly owned and controlled by the Government of Kenya through the Ministry of Tourism; there are no other companies which are related to the Corporation.</i>		
The following transactions were carried out with related parties:		
<b>i) Key management compensation</b>		
Salaries and other short-term employment benefits	288,343,344.55	282,002,237
<b>ii) Directors' remuneration</b>		
The Board of Directors remuneration for last twelve (12) months	29,897,900	30,974,687
<b>(iii) Employees</b>		
<i>The Corporation provides certain qualifying employees with car loans on terms more favorable than available in the market. The benefit obtained by staff is subjected to income tax as required under the Kenya Income Tax Act.</i>	122	117

**30. Financial Risk Management**

KICC's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The company's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The company does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history.

The company's financial risk management objectives and policies are detailed below:

**(i) Credit risk**

KICC has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments.

Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the company's management based on prior experience and their assessment of the current economic environment.

***Credit Risk (Continued)***

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and the allowance for uncollectible amounts that the company has recognised in the financial statements is considered adequate to cover any potentially irrecoverable amounts.

**The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025**

The board of directors sets the company's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

**ii) Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with KICC's directors, who have built an appropriate liquidity risk management framework for the management of KICC's short, medium and long-term funding and liquidity management requirements. KICC manages liquidity risk through continuous monitoring of forecasts and actual cash flows.

**(iii) Market risk**

The board has put in place an internal audit function to assist it in assessing the risk faced by KICC on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls.

Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect KICC's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee. The company's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies.

There has been no change to KICC's exposure to market risks or the manner in which it manages and measures the risk.

**a) Interest rate risk**

Interest rate risk is the risk that KICC's financial condition may be adversely affected as a result of changes in interest rate levels. The company's interest rate risk arises from bank deposits. This exposes the company to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the company's deposits.

**i) Management of interest rate risk**

To manage the interest rate risk, management has endeavoured to bank with institutions that offer favourable interest rates.

**ii) Fair value of financial assets and liabilities**

**a) Financial instruments measured at fair value**

Determination of fair value and fair values hierarchy

IFRS 7 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources; unobservable inputs reflect KICC's market assumptions. These two types of inputs have created the following fair value hierarchy:

**i) Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.** This level includes listed equity securities and debt instruments on exchanges.

**ii) Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).**

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

iii) Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs). This level includes equity investments and debt instruments with significant unobservable components. This hierarchy requires the use of observable market data when available. KICC considers relevant and observable market prices in its valuations where possible.

iv) **Capital Risk Management**

The objective of KICC’s capital risk management is to safeguard the Board’s ability to continue as a going concern. KICC capital structure comprises of the following funds:

Description	2024-2025	2023-2024
	Kshs	Kshs
Revaluation reserve	1,137,438,325	1,137,438,325
Retained earnings	(282,977,221)	(401,924,784)
Capital reserve	5,383,446,000	5,283,446,000
<b>Total Funds</b>	<b>6,237,907,104</b>	<b>6,018,959,541</b>
Total Borrowings	-	-
Less: Cash and Bank balances	(38,256,942)	(17,187,237)
Net Debt/ (Excess Cash and Cash Equivalents)	38,256,942	17,187,237
<b>Gearing</b>		

31. **Incorporation**

KICC is incorporated in Kenya under *Tourism Act* 2011 and is domiciled in Kenya.

32. **Events after the Reporting Period**

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

The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025

**23. Disclosures:**

Name of the Valuing Firm: SYAGGA AND ASSOCIATES LIMITED-RESEARCH & DEVELOPMENT CONSULTANTS

Qualifications: Prof Maurice Syagga PhD.MISK, Registered and Licensed Valuer.

Revaluation basis applied: For book purposes at market value, and the insurable value for insurance purposes.

Date of Valuation: 15<sup>th</sup> December 2017

**CONTIGENCIES**

**i) World Trade Organization Conference (2015)**

Kenya won the bid to host the 10<sup>th</sup> World Trade Organization (WTO) Ministerial Conference held from 15<sup>th</sup> to 18<sup>th</sup> December 2015. An Inter-Ministerial Organization Committee was established to coordinate all the activities geared towards successful hosting of the Conference. Several WTO related projects were initiated and procured without following laid out procurement procedures and regulations. The Corporation had recognized a provision of **Kshs.431Million** as potential liabilities in its books. After verification of accruing pending bills by office of Auditor General, **Kshs.198.4Million** has been settled based on the recommendation by Office of the Auditor General.

Out of the verified outstanding pending bill; there was no payment during the YEAR the Corporation continues to carry a further provision of **Kshs 52.577 Million** on WTO related pending bills in its books.

Posting Date	Document No.	Description	VAT Amount	Debit	Credit	Balance
<b>6345 Provision for WTO Pending bill</b>						6,936,240.00
03/17/25	B/F		0.00		4,500,000.00	2,436,240.00
03/17/25	B/F	WTO BAL AC	0.00		2,436,240.00	0.00
03/17/25	VEN BAL	Viable Deco	0.00	6,813,760.00		6,813,760.00
03/17/25	VEN BAL	Express Automation	0.00	6,000,800.00		12,814,560.00
03/17/25	VEN BAL	Silverpearl Creations	0.00	5,204,393.00		18,018,953.00
03/17/25	VEN BAL	Capital Group Limited 98.4 FM	0.00	4,126,600.00		22,145,553.00
03/17/25	VEN BAL	Classique Concepts	0.00	3,001,920.00		25,147,473.00
03/17/25	VEN BAL	Conference Caterers	0.00	2,992,166.00		28,139,639.00
03/17/25	VEN BAL	Elzika Enterprises	0.00	2,438,100.00		30,577,739.00
03/17/25	VEN BAL	Hathaway General Merchants	0.00	2,067,300.00		32,645,039.00
03/17/25	VEN BAL	Repcon Group Limited	0.00	1,970,000.00		34,615,039.00
03/17/25	VEN BAL	Skyvin Limited	0.00	1,926,800.00		36,541,839.00
03/17/25	VEN BAL	Milda Agencies	0.00	1,870,881.00		38,412,720.00
03/17/25	VEN BAL	Moment Contractors Limited	0.00	1,654,900.00		40,067,620.00
03/17/25	VEN BAL	Bluryl Media Limited	0.00	1,357,200.00		41,424,820.00
03/17/25	VEN BAL	Africa Metal Detectors	0.00	1,183,200.00		42,608,020.00
03/17/25	VEN BAL	Opticom Kenya Limited	0.00	1,095,602.00		43,703,622.00
03/17/25	VEN BAL	Joel E.D Nyaseme and Associates	0.00	986,000.00		44,689,622.00
03/17/25	VEN BAL	Ravina Agencies Limited	0.00	981,000.00		45,670,622.00
03/17/25	VEN BAL	Nuritek	0.00	750,000.00		46,420,622.00
03/17/25	VEN BAL	Marsland Services	0.00	542,920.00		46,963,542.00
03/17/25	VEN BAL	Creative Consolidated Systems	0.00	485,000.00		47,448,542.00
03/17/25	VEN BAL	Candoors Business Services	0.00	477,365.00		47,925,907.00
03/17/25	VEN BAL	Dew Capital Investments Ltd	0.00	471,225.00		48,397,132.00
03/17/25	VEN BAL	Fairdeal Superstores Ltd	0.00	449,995.00		48,847,127.00

**The Kenyatta International Convention Centre  
Annual Report and Financial Statements for the year ended June 30, 2025**

03/17/25	VEN BAL	Artooffice Furniture Limited	0.00	434,800.00	49,281,927.00
03/17/25	VEN BAL	Philiki Enterprises	0.00	431,740.00	49,713,667.00
03/17/25	VEN BAL	Kenfront Consortium	0.00	400,500.00	50,114,167.00
03/17/25	VEN BAL	Aguilla Ventures Limited	0.00	397,285.00	50,511,452.00
03/17/25	VEN BAL	Prifannic Creations Limited	0.00	390,000.00	50,901,452.00
03/17/25	VEN BAL	Sajucy Company Limited	0.00	381,000.00	51,282,452.00
03/17/25	VEN BAL	Chana Construction	0.00	247,500.00	51,529,952.00
03/17/25	VEN BAL	Fachimo Florist	0.00	201,000.00	51,730,952.00
03/17/25	VEN BAL	Rescuemed Supplies	0.00	175,392.00	51,906,344.00
03/17/25	VEN BAL	Aristoc Ltd	0.00	164,220.00	52,070,564.00
03/17/25	VEN BAL	Unique loo	0.00	142,912.00	52,213,476.00
03/17/25	VEN BAL	Albin Enterprises Limited	0.00	107,600.00	52,321,076.00
03/17/25	VEN BAL	Becitech Technologies	0.00	96,940.00	52,418,016.00
03/17/25	VEN BAL	Advision Limited	0.00	92,220.00	52,510,236.00
03/17/25	VEN BAL	Jaruh Supplies	0.00	52,500.00	52,562,736.00
03/17/25	VEN BAL	Security Group Limited	0.00	14,616.00	52,577,352.00
Provision for WTO Pending bill			<b>0.00</b>	<b>52,577,352.00</b>	<b>6,936,240.00</b>
					<b>52,577,352.00</b>

**ii). Pending Litigation**

The Corporation has 17(Seventeen) Cases pending in different Courts i.e. Employment and Labour Relations Court, land Matters, Commercial Matters, Judicial Review Matters and Tenancy/ Landlord disputes. Depending on the outcome of the cases the total contingent liabilities arising from the same is approximately 450 (Four Hundred and Fifty) Million.

**24. Appendices**

**Appendix 1: Implementation Status of Auditor-General prior Year recommendations**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor.

Reference No. on the external audit Report	Issue Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	Lack of title to COMESA, courtyard Land, Garden square restaurant	The Corporation is in talk with the relevant Government agencies with an aim of getting title for the said pieces of land.	Not resolved	To be resolved this FY 2024-2025
2.0	Long outstanding debts	Given that most of the KICC sales are on credit, the debt portfolio has increased in tandem with the increase in sales. However, management has made substantial efforts in pursuing the outstanding debts. In addition, the existing procedures for issuance of debt have been enhanced to ensure that clients, private clients pay before the event is held while for government institutions an LSO ought to be provided before an event	Not resolved	To be resolved this FY 2024-2025
3.0	Outstanding debts for staff who left the organization	Demand notices to former members of staff to clear outstanding debts. So far 2 former members of staff have fully paid up their debts	Not resolved	To be resolved this FY 2024-2025
4.0	Flawed procurement process- (WTO) Conference	Special audit for WTO projects was undertaken by KENAO and resultant bills recommended for payment settled.	Not Resolved	To be resolved this FY 2024-2025

.....  
  
 CPA, CS James Mwaura  
 Chief Executive Officer

**Appendix II: Projects implemented by KICC**

**Projects**

Projects implemented by the KICC Funded by Tourism Promotion Fund (TPF).

Project title	Project Number	Donor	Period/duration	Donor commitment	Separate donor reporting required as per donor agreement (Yes/No)	Consolidated in these financial statements (Yes/No)
Refurbishment of Tsavo ballroom and rehabilitation of water fountain		Tourism promotion fund				



Handwritten text in blue ink, possibly a date or a signature, located in the lower-middle section of the page.

Handwritten text in blue ink, possibly a date or a signature, located in the bottom-left corner of the page.