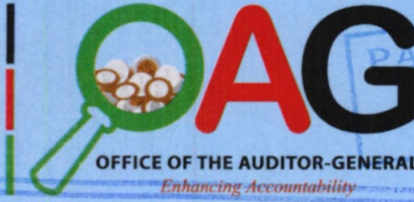


REPUBLIC OF KENYA



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BY: OF

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Majority Party

CLERK-AT
THE-TABLE:

Irene Nduku

THE AUDITOR-GENERAL

ON

**GLOBAL FUND – TO CONTRIBUTE TO
ACHIEVING VISION 2030 THROUGH
UNIVERSAL ACCESS TO COMPREHENSIVE
HIV PREVENTION, TREATMENT AND CARE
(GRANT AGREEMENT NO. KEN-H-TNT-4147)**

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

THE NATIONAL TREASURY

29 OCT 2025



**TO CONTRIBUTE TO ACHIEVING VISION 2030 THROUGH UNIVERSAL ACCESS
TO COMPREHENSIVE HIV PREVENTION, TREATMENT AND CARE**

THE NATIONAL TREASURY

KEN-H-TNT No.4147

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2025

**Transitional IPSAS Financial Statements/Prepared in accordance with the Accrual Basis of Accounting
Method under the International Public Sector Accounting Standards (IPSAS)**

To contribute to achieving Vision 2030 through universal access to comprehensive HIV prevention, treatment and care
Annual Report and Financial Statements for the financial year ended June 30, 2025

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Acronyms and Definition of Terms

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
CT	County Treasury
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
WB	World Bank
Comparative FY	Financial year preceding the current financial year.

Project Information and Overall Performance

2.1 Name and registered office

Name

The project's official name is *To contribute to achieving Vision 2030 through universal access to comprehensive HIV prevention, treatment and care*

Objective

The key objective of the project is to provide comprehensive HIV prevention, treatment, care and support towards Universal Health Coverage for all people in Kenya.

Address

The project headquarters offices are in Nairobi, Nairobi County, Kenya. The address of its registered office is 30007-00100, Nairobi, Kenya.

Contacts: The following are the project contacts

P.O. Box 30007-00100

Telephone: (254) (020) 2252299

E-mail: ps@treasury.go.ke

Website: www.treasury.go.ke

Project information and overall performance (continued)

2.2 Project Information

Project Start Date:	01/07/24
Project End Date:	30/06/27
Project Coordinator:	Mr. Feisal Mohamed Awer
Project Development Partner:	Global Fund

2.3 Project Overview

Line Ministry or State departments/ County Department	The National Treasury
Project number	KEN-H-TNT No.4147
Strategic goals of the project	<p>The strategic goals of the project are as follows:</p> <ul style="list-style-type: none"> (i) To reduce new HIV infections by 75% (ii) To reduce AIDS-related mortality by 50% (iii) To micro-eliminate viral hepatitis and reduce the incidence of sexually transmitted infections (iv) To reduce HIV related stigma and discrimination to less than 25% (v) To increase domestic financing for the HIV response to 50% (vi) To strengthen the health system to provide universal health care in a sustainable and resilient manner
Summary of Project Strategies for achievement of strategic goals	<p>The project management aims to achieve the goals through the following means:</p> <ul style="list-style-type: none"> • Prevention of new HIV infections through: <ul style="list-style-type: none"> o Adapting and scaling up effective interventions for impact using a combination prevention approach, and engagement of communities to create demand and advocate for HIV prevention;

	<ul style="list-style-type: none"> o Improving access, efficiency and outcomes of prevention programmes through integration, collaboration and partnerships; and o Eliminating HIV mother to child transmission of HIV. <ul style="list-style-type: none"> • Improving treatment, care and support through strengthening differentiated service delivery models, scaling up retention and support systems including psycho-social support, and improving TB screening and treatment outcomes amongst PLHIV; • Contributing to the strengthening of resilient and sustainable systems for HIV/AIDS and health through investing in laboratory infrastructure, human resources for health, community systems and the commodity management system; • Expanding strategic information, research and innovation through the implementation of population-based surveys and strengthening research capacity at all levels; • Ensuring a human rights-based approach to HIV through addressing the structural and social barriers to accessing fair and non-discriminatory treatment in the health and justice systems; <ul style="list-style-type: none"> • Strengthening communication and advocacy for HIV through social mobilization and targeted behavior change communication.
<p>Other important background information of the project</p>	<p>According to the UNAIDS 2024 report, Kenya has surpassed the UNAIDS 95-95-95 targets, achieving 96-98-97. New HIV infections have decreased by 78% since 2015, and AIDS-related deaths have dropped by 43%.</p>
<p>Areas that the project was formed to intervene</p>	<p>The project was formed to intervene in the following problems/gaps:</p> <p>gaps:</p> <ul style="list-style-type: none"> (i) Provision of program medicines, diagnostic commodities, consumables and other technologies (ii) Health workers capacity building (iii) HIV services delivery systems strengthening, including coordination

To contribute to achieving Vision 2030 through universal access to comprehensive HIV prevention, treatment and care
Annual Report and Financial Statements for the financial year ended June 30, 2025

Project duration	Three (3) Years
------------------	-----------------

Project Information and Overall Performance (Continued)

2.4 Bankers

The following are the bankers for the current year:

(i) PROJECT SPECIAL BANK ACCOUNT

Stanbic Bank

Account No.: 0100005345272

2.5 Independent Auditor

The project is audited by the Office of the Auditor-General-Kenya

2.6 Roles and Responsibilities

No	Names	Title designation	Key qualification	Responsibilities
1	Dr Chris Kiptoo, CBS	Principal Secretary National Treasury	PhD Finance (International Macroeconomics Finance), Master of Science (Ag. Economics), Bachelor of Science (Ag. Economics)	Accounting Officer
2	Feisal Mohamed Awer	Deputy Director, Financial Sectoral Affairs	MSc Comparative Political Economy, BSc Financial Mathematics	Global Fund Coordinator
3	Anthony Miru	Program Officer-Malaria	Bachelor's in Environmental Health	Malaria Programme Officer
4	Dr Peter Kimuu	Senior Program Officer-TB	MBChB, MSC, DLSHTM, DQHC& DTMPH	Senior Program Officer
5	Dr Clare Obonyo	Pharmacist	MPH, B. Pharmacy, Higher Dip in MIS	Pharmacist

To contribute to achieving Vision 2030 through universal access to comprehensive HIV prevention, treatment and care
Annual Report and Financial Statements for the financial year ended June 30, 2025

6	Brenda Opanga	HIV Program Officer	MA Program Planning and Management, MPH, Epidemiology and Disease Control, Bsc FND	HIV Program Officer
7	Simon Kibia	Senior Finance Officer-Malaria	BA(Econ), CPA(K)	Senior Finance Officer
8	Cornelius Muthiani	Finance Officer-TB	EXECUTIVE MBA, BCOM, CPA(K)	Finance Officer TB
9	Catherine A. Maneno	Finance Officer - HIV	MSC(FIN), BCOM (FIN), CPA(K), DIP IN ACCTS.	Finance Officer HIV
10	Fridah K. Matumo	Accountant	BA, BCOM(FIN), CPA(K)	Accountant
11	Teresa W. Kariuki	Internal Auditor-TB	BCOM(FIN) CPA SEC4	Internal Auditor
12	Kennedy Kithuka	Principal Internal Auditor	MBA, BA(ANTHROPOLOGY), CPA FINALIST	Internal Auditor in charge
13	Michael C. Mukanzi	Assistant Accountant General	BCOM (FINANCE), CPA (K), CIFA	Accountant-in-charge
14	Susan Jerubet	Principal Internal Auditor	MBA-FORENSIC AUDIT & ACCOUNTING, BBM-ACCOUNTING, CPA (K)	Internal Audit
15	Ronald Otsola	Senior Accountant	BCOM (Finance), CPA (K)	In-charge of Examination section
16	Matayo Wangalwa	Finance Officer Malaria	MBA(FINANCE), BCOM (FINANCE), CPA(K), DIPLOMA IN BUSINESS MANAGEMENT	In-charge of Malaria Grant
17	Miriam Kundu	Assistant Director Supply Chain	BA(ECON/MATHS) ADVANCED DIP. IN SUPPLY CHAIN MANAGEMENT	Procurement officer for the PMU

To contribute to achieving Vision 2030 through universal access to comprehensive HIV prevention, treatment and care
Annual Report and Financial Statements for the financial year ended June 30, 2025

		Management Services		
18	Abdihamid M. Ali	Senior Accountant	BCOM (FINANCE), CPA 5	Accountant

2.7 Funding summary

The Project is for a duration of three (3) years from 2024/2025 to 2026/2027 with an approved budget of USD.167,971,115 equivalent to KShs.21,756,089,134 for Principal Recipient as highlighted in the table below:

*To contribute to achieving Vision 2030 through universal access to comprehensive HIV prevention, treatment and care
Annual Report and Financial Statements for the financial year ended June 30, 2025*

Project information and overall performance (continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Development Partner Commitment		Amount received to date – (30 th June 2025)		Undrawn balance to date	
	Development Partner currency	Kshs	Development Partner currency	Kshs	Development Partner currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A') - (B')
(i) Grant						
Global Fund (PR/TNT)	167,971,115	21,756,089,134	33,076,459	4,837,910,296	134,894,656	16,918,178,838
Transfer from NFM 3				35,863,336		
Interest earned				256,158		
(ii) Counterpart funds						
Government of Kenya		9,664,285,714		616,673,182		9,047,612,532
Total	167,971,115	31,420,374,848	33,076,459	5,490,702,972	134,894,656	25,965,791,370

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2025)		Cumulative amount paid to date – (30 th June 2025)		Unutilised balance to date (30 th June 2025)	
	Development Partner currency	Kshs	Development Partner currency	Kshs	Development Partner currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Grant						
Global Fund (PR/TNT)	33,076,459	4,837,910,296	33,057,059	4,263,628,664	4,446,152	574,281,632
Transfer from NFM 3		35,863,336				35,863,336
Interest earned		256,158				256,158
Transfer to HIV Programs				501,768,757		(501,768,757)
(i) Counterpart funds						
Government of Kenya		616,673,182		616,673,182		-
Total	33,076,459	5,490,702,972	33,057,059	5,382,070,603	4,446,152	108,632,369

Project information and overall performance (continued)

2.8 Summary of Overall Project Performance:

- i) Budget performance against actual amounts for the current year and for cumulative to-date, =97%
- ii) Physical progress based on outputs and outcomes since project commencement, Programmatic performance has been captured in (3) below
- iii) Indicate the absorption rate for each year since the commencement of the project. FY 2024/2025 is 97%
- iv) List the implementation challenges and recommend the next steps.

No.	Challenge	Mitigation
	Procurement delays	Improve coordination and oversight of procurement processes
2	Occasional commodity stock outs and expiries	Strengthen quantification of commodities needs; and overall supply chain management
3	Delayed implementation of programmatic activities	Enhance oversight of sub-recipients

2.9 Summary of Project Compliance:

- i) Include significant cases of non-compliance with applicable laws and regulations, e.g., treasury circulars on project investment management, PFM Act 2012 and Kenya Vision 2030 flagship projects, and essential external financing agreements/covenants.

There has been no systemic non-compliance issues. However, a recent compliance audit flagged out an issue of non-compliance for a direct procurement

- ii) Include consequences suffered on account of non-compliance or likely to be suffered.

This poses a possible collusion to defraud

- iii) Indicate mitigation measures taken or planned to alleviate the adverse effects of actual or potential consequences of non-compliance.

Need to strengthen oversight to the procurement agent / KEMSA

3. Statement of Performance against Project's Predetermined Objectives

Introduction

Section 81(2)(f) /Section 164 (2)(f) of the Public Finance Management Act, 2012, requires that the Accounting Officer include a statement of the national government entity's performance against predetermined objectives at the end of each financial year.

The key development objectives of the *project's agreement/* plan are to:

- a) To reduce new HIV infections by 75%
- b) To reduce AIDS-related mortality by 50%
- c) To micro-eliminate viral hepatitis and reduce the incidence of sexually transmitted infections
- d) To reduce HIV related stigma and discrimination to less than 25%
- e) To increase domestic financing for the HIV response to 50%
- f) To strengthen the health system to provide universal health care in a sustainable and resilient manner

Progress on the attainment of strategic development objectives

To implement and cascade the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic, and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified to track progress and performance measurement.

To contribute to achieving Vision 2030 through universal access to comprehensive HIV prevention, treatment and care
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Below, we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
KEN-H-TNT	To reduce new HIV infections by 75%	HIV incidence	Number of new HIV infections per 1000 uninfected population	The 2022 baseline was 0.41. The NFM 4 year 1 performance was 0.25 against a target of 0.3. This demonstrates effectiveness of ongoing HIV control efforts
KEN-H-TNT	To reduce new HIV infections by 75%	HIV incidence	Percentage of people living with HIV and on ART who are virologically suppressed	The NFM 4 baseline was 73% (2021). The Yr 1 performance was 96% against a target of 99%. This demonstrates good adherence to treatment.
KEN-H-TNT	To reduce new HIV infections by 75%	ART	Percentage of people on ART among all people living with HIV at the end of the reporting period	The NFM 4 baseline was 1,337,546. Yr 1 target was 1,378,457 against which 1,340,013 was realized. This is slightly

*To contribute to achieving Vision 2030 through universal access to comprehensive HIV prevention, treatment and care
Annual Report and Financial Statements for the financial year ended June 30, 2025*

				above the baseline, and represented 97.2% achievement against target.
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4. Environmental and Sustainability Reporting

Sustainability of the country's HIV program is dependent on increasing domestic funding, strengthening health system capacity by training health care workers, and fostering multisectoral collaboration and accountability

1. Sustainability strategy and profile

The changing funding landscape for global health programs has resulted in huge gaps, especially in funding available for program commodities. The strategy to address the challenge is to consider available domestic financing options in the short, medium and long term; including government budgets (national and county), social health insurance fund (SHIF), local health revenues and any other financing options. Further, there is need to shift towards primary health care integration of services to make the HIV response more local, strategic and sustainable. The latter calls for innovative approaches to capacity building of health workers, leaning towards on-the-job trainings, mentorship and supportive supervision.

Multisectoral collaboration and accountability is within established structures and practices.

2. Environmental performance

The National Environment Policy 2013 integrates HIV and AIDS within its health and environmental issues framework. This integration encourages cooperation, emphasizes sustainable development to reduce poverty, and mandates the consideration of HIV/AIDS as a cross-cutting issue in natural resource management. Efforts that contribute to poverty.

3. Employee welfare

Hiring, management and professional developed of health workers involved in implementation of HIV interventions and activities is done within the framework of the public service HR policies and regulations. This includes performance appraisals.

4. Marketplace practices-

a) Responsible Supply chain and supplier relations-

Efforts comprise of integrating current information systems for real-time tracking and forecasting, training health care workers to improve quantification and reporting skills, using KHIS/DHIS2 for data management and supervision, and adherence to available procurement policies and procedures to ensure reliable availability of TB commodities.

b) Responsible ethical practices

Efforts comprise of ensuring participatory management practices, promoting transparent procurements, enhancing strong internal controls to reduce corruption loopholes and ensuring strong governance structures at national and county levels; all in accordance with existing legal, policy and institutional arrangements frameworks.

c) Regulatory impact assessment

The country's HIV program has established strong policies to safeguard rights, though challenges remain in fully protecting the rights of PLHIV and at-risk populations with reported instances of stigma, discrimination, and privacy violations. Policies and laws exist to prevent discrimination and ensure access to health care. However, inconsistent implementation, insufficient community awareness of the protections, and historical stigma continue to impact the rights of individuals in practice.

In summary, legal and policies in place include:

i) EAC HIV and AIDS Prevention and Management Act – prohibits discrimination and guarantee right to privacy for PLHIV

ii) Constitution of Kenya 2010 – guarantees the right highest attainable standard of health, including healthcare services, and prohibits discrimination based on HIV status

iii) Business and employment laws that protect employees from dismissal due to HIV status, and are part of the broader business human rights practices

iv) Education policies that prevent discrimination against learners and ensure they have access to education, training, and protection from harmful practices

Main challenges and gaps include:

i) Stigma, discrimination and violations continue to be reported despite legal protections

ii) Communities at risk not always aware of their rights or existing laws designed to protect them

iii) Concerns on implementation of rights-based approaches – implementation is inconsistent leading to gap between policy and experiences of PLHIV

iv) Historical discrimination based on sexual orientation, gender and lifestyle have continued to influence perceptions of health services, impacting access for at-risk populations

v) Funding gaps that impact provision of crucial services such as HTS and treatment, thus undermining human rights efforts

Thus, need to focus on implementation, community engagement and ensure efforts to combat historical discrimination and promote inclusivity within communities and healthcare settings to fully realize rights

5. Community Engagements

This is a GoK / public program. No CSR activities

5. Statement of Project Management Responsibilities

The **Principal Secretary National Treasury** and the **Project Coordinator** are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for the financial period ended on 30th June, 2025.

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

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

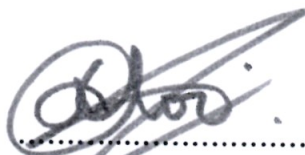
The Principal Secretary National Treasury and the Project Coordinator are of the opinion that the Project's financial statements give a true and fair view of the state of the Project's transactions during the period ended 30th June, 2025, and of the Project's financial position as at that date. The Principal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

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

To contribute to achieving Vision 2030 through universal access to comprehensive HIV prevention, treatment and care
Annual Report and Financial Statements for the financial year ended June 30, 2025

Approval of the Project Financial Statements

The Project financial statements were approved by the Principal Secretary National Treasury and the Project Coordinator on 27/10/ 2025 and signed by:



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



.....
Feisal M. Awer
Project Coordinator

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: 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 GLOBAL FUND – TO CONTRIBUTE TO ACHIEVING VISION 2030 THROUGH UNIVERSAL ACCESS TO COMPREHENSIVE HIV PREVENTION, TREATMENT AND CARE (GRANT AGREEMENT NO.: KEN-H-TNT- 4147) FOR THE YEAR ENDED 30 JUNE, 2025 – THE NATIONAL TREASURY

PREAMBLE

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

- A. Report on 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.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Global Fund – To Contribute to Achieving Vision 2030 Through Universal Access to Comprehensive HIV Prevention, Treatment and Care (Grant Agreement No.: KEN-H-TNT 4147) set out on pages 1 to 30, which comprise of the statement of financial position as at 30 June,

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

In my opinion, the financial statements present fairly, in all material respects, the financial position of Global Fund-To Contribute to Achieving Vision 2030 Through Universal Access to Comprehensive HIV Prevention, Treatment and Care (Grant Agreement No. KEN-H-TNT-4147) as at 30 June, 2025, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Grant Agreement No. KEN-H-TNT-4147 dated 24 June, 2024 between Global Fund and Republic of Kenya and the Public Finance Management Act, 2012.

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

Basis for Opinion

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Global Fund-To Contribute to Achieving Vision 2030 Through Universal Access to Comprehensive HIV Prevention, Treatment and Care Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects budgeted and actual receipts of Kshs.4,014,866,581 and Kshs.5,437,504,223 respectively resulting in excess receipts of Kshs.1,422,637,642 or 35% of the budget. Further, the statement reflects actual expenditure of Kshs.5,437,504,223 against budgeted expenditure of Kshs.4,014,866,581 respectively resulting in an over-expenditure of Kshs.1,422,637,642 or 35% of the budget.

In the circumstances, the significant excess receipts and expenditure is an indication of possible weaknesses in the revenue budget process.

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. There were no key audit matters to report in the year under review.

Other Information

Management is responsible for the Other Information set out on page iii to xxi which comprise of Project Information and Overall Performance, Statement of Performance Against Predetermined Objectives, Environmental and Sustainability Reporting and Statement of Project Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

Other Matter

Long Outstanding Payables

The statement of financial position reflects trade and other payables of Kshs.1,658,197,411 as detailed in Note 16 to the financial statements. Analysis of the balance revealed that Kshs.1,547,626,779 had been outstanding for over a year. However, these balances did not form first charge for the year ended 30 June, 2025 contrary to Regulation 51(2) of the Public Finance Management (National Government) Regulations, 2015.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN 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 Prepare and Submit Quarterly Financial Reports

During the year under review, Management did not prepare quarterly financial reports for the Project and submit them to the Cabinet Secretary and to the National Treasury contrary to Section 83(1) to (3) of the Public Finance Management Act, 2012 which requires that not later than fifteen days after the end of each quarter, the accounting officer shall submit the quarterly report to the Cabinet Secretary responsible for the entity and the National Treasury.

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

2. Transfers to Kenya Medical Supplies Authority

The statement of financial performance reflects other capital grants and transfers of Kshs.198,400,000 which, as disclosed in Note 12 to the financial statements, are in respect of transfers to the Kenya Medical Supplies Authority (KEMSA). Review of records revealed that, the Project transferred the amount to KEMSA in the form of AIE No. B 098896 dated 15 January, 2025. The justification provided for the transfer of supporting the furnishing of KEMSA's warehouse and new offices, appears inadequate, especially in light of the Project's accumulated pending bills as at 30 June, 2025 of Kshs.1,658,197,411 out of which Kshs.1,558,649,887 was to be settled through GoK Counterpart Funding. In this context, the decision to allocate Kshs.198,000,000 to KEMSA, rather than addressing the Project's outstanding obligations, raises concerns about the prioritization of expenditures and the overall value for money achieved through the transfer.

In the circumstances, the transaction does not demonstrate optimal use of public funds and may undermine the Project's ability to meet its primary obligations.

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

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

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

1. Weaknesses in the Management of Imprest for Daily Subsistence Allowance

As previously reported, review of supporting schedules and payment vouchers on daily subsistence and training allowances revealed that eight (8) members of staff were paid amounts totalling to Kshs.49,208,052 across the three grants as daily subsistence and training allowances during the period under review.

Although Management indicated that the eight officers were not the sole recipients of the allowances and that their names were used solely for imprest accounting purposes, this system is susceptible to abuse as the secondary recipients may not be liable for imprest issued to them through other officers. Further, there is no assurance that the imprest will be paid to the intended staff by the officers receiving the imprest on their behalf.

In the circumstances, the effectiveness of management control over imprest for daily subsistence and training allowances could not be confirmed.

2. Unreliable Enterprise Resource Planning System

The Global Fund Project procured an Enterprise Resource Planning (ERP) system in the financial year 2021/2022 at an undisclosed cost. However, it was noted that the accounting module was not in use to help in maintaining accounting records as well as generating management and accounting reports.

In the circumstances, the effectiveness and efficiency of the ERP system could not be confirmed.

3. Failure to Conduct Internal Audits

Despite the National Treasury's Internal Audit Unit having an annual work plan that included the audit of Global Fund Projects, no audits were conducted on the Projects in the period under review. Management attributed this to inadequate capacity within the Internal Audit Unit.

In the circumstances, the lack of audit coverage on the Project represents a significant gap in internal oversight and assurance.

4. Lack of an Asset Register

During the period under review, Management did not maintain an asset register as required by Regulation 143(1) of the Public Finance Management (National Government) Regulations, 2015.

In the circumstances, existence of adequate controls over non-current assets could not be confirmed.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk Management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

Conclusion

As required by Grant Agreement No. KEN-H-TNT-4147, I report, based on my audit, that:

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

Basis for Conclusion

The Grant Agreement No. KEN-H-TNT-4147 requires that I report on the legal or regulatory requirements, or on performance information disclosed. These matters require expressing a separate opinion as to the Project's compliance with laws and regulations. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of the Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I 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

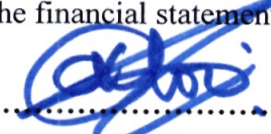
Nairobi


18 November, 2025

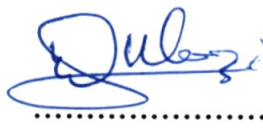
7. Statement of Financial Performance for the Year Ended 30th June 2025.

	Notes	2024/2025 FY
		Kshs
Revenue		
GoK Counterpart Funding	6	616,673,182
Revenue Transfers from Global Fund	6	4,650,327,536
Exchequer releases	6	134,384,011
Miscellaneous Revenue (Interest earned)	7	256,158
Total revenue		5,401,640,887
Expenses		
Employee costs	8	26,292,099
Use of goods and services	9	4,002,644,564
Depreciation	10	617,394
Transfer to other Government Entities (NSDCC & NASCOP)	11	501,768,757
Other Capital Grants & Transfers	12	198,400,000
Other Transfers/Subsidies/Grants (KCM)	13	31,048,056
Total expenses		4,760,770,870
Other gains/(losses)		
Gain/Loss on sale of assets		
Gain/Loss on foreign exchange transactions		
Impairment loss		
Surplus/ (deficit)		640,870,017

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


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

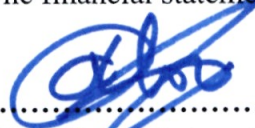

.....
Feisal M. Awer
Project Coordinator

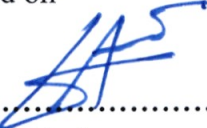

.....
Michael C. Mukanzi
Project Accountant
ICPAK Member No.17538

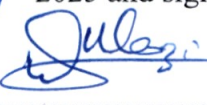
8. Statement of Financial Position as at 30th June 2025

	Note	2024/2025 FY
		Kshs
Assets		
Current Assets		
Cash and Cash equivalents KES A/C	14	55,433,620
Total Current Assets		55,433,620
Non-Current Assets		
Property, Plant and Equipment	15	19,836,241
Total Non- Current Assets v		19,836,241
Total Assets (a)		75,269,861
Liabilities		
Current Liabilities		
Trade and Other Payables	16	1,658,197,411
Total Current Liabilities		1,658,197,411
Total Liabilities (b)		1,658,197,411
Net Assets (a-b)		(1,582,927,549)
Represented By:		
Accumulated Surplus		(1,582,927,549)
Total Net Assets		(1,582,927,549)

The financial statements were approved on 27/10/2025 and signed by:


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


.....
Feisal M. Awer
Project Coordinator


.....
Michael C. Mukanzi
Project Accountant

ICPAK Member No.17538

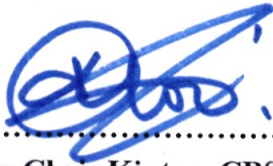
9. Statement of Changes in Net Assets

Description	Accumulated Surplus
	Kshs
As at 1 Jul 2024 (Cash Basis)	-
Transfer from NFM 3 Balances	35,863,336
Transfer from NFM 3 ASSETS	18,010,135
Transfer From Nfm 3 Liabilities (Pending Bills)	(2,277,671,037)
Surplus/(Deficit) for the year	640,870,017
As at 30th June 2025	(1,582,927,549)

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

The financial statements were approved on

27/10 2025 and signed by:



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



.....
Feisal M. Awer
Project Coordinator



.....
Michael C. Mukanzi
Project Accountant
ICPAK Member No.17538

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

Description	Note	2024/2025 FY
		Kshs
Cashflow from operating activities		
Receipts		
Revenue Transfers from Global Fund	6	4,650,327,536
Exchequer releases	6	134,384,010
Transfer from (KES A/c)	6	35,863,336
Miscellaneous Revenue	7	256,158
Total receipts		4,820,831,040
Payments		
Employee costs	8	26,292,099
Use of goods and services	9	4,203,845,009
Transfer to other Government Entities (NSDCC, NASCOP, KEMSA)	11	501,768,757
Other Transfers/Subsidies/Grants (KCM)	13	31,048,056
Total payments		4,762,953,921
Net cash flow from operating activities		57,877,119
Cashflow from investing activities		
Acquisition of non-financial assets	15	(2,443,500)
Net cash flows from investing activities		(2,443,500)
Cash flow from financing activities		
Net cash flow from financing activities		-
Net increase/Decrease in cash and cash equivalents		55,433,620
Cash and cash equivalent at 1st July 2024		-
Cash and cash equivalent at end June 2025	14	55,433,620

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

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
Revenue	Kshs	Kshs	Kshs	Kshs	Kshs	
GoK Counterpart Funding	992,200,000	(217,578,000)	774,622,000	616,673,182	157,948,818	80
Revenue Transfers	5,172,000,000	(1,931,755,419)	3,240,244,581	4,784,711,547	(1,544,466,966)	150
Miscellaneous Revenue				256,158	(256,158)	-
Transfer from NFM 3				35,863,336	(35,863,336)	
Total Revenue	6,164,200,000	(2,149,333,419)	4,014,866,581	5,437,504,223	(1,422,637,642)	137
Payments						
Employee costs	33,601,000	(5,909,000)	27,692,000	26,292,099	1,399,901	95
Use of goods and services	5,806,863,000	(2,090,310,419)	3,716,552,581	4,617,760,590	(901,208,009)	124
Transfer to other Government Entities				501,768,757	(501,768,757)	-
Other Capital Grants and Transfers	288,200,000	(17,578,000)	270,622,000	202,757,600	72,222,000	73
Other Transfers/Subsidies/Grants				31,048,056	(31,048,056)	-
Acquisition of Non-financial Assets	35,536,000	(35,536,000)	-	2,443,500	(2443,500)	-
Total Payments	6,164,200,000	2,149,333,419	4,014,866,581	5,382,070,602	1,367,204,021	134
Surplus or Deficit	-	-	-	55,433,620	(55,433,620)	

Budget Reconciliation

	Description of Particulars	Amount in Kshs
	Actual Surplus Amounts as per the statement of Budget	55,433,620
1	Opening Balance	-
2	Reason for differences (Fixed Assets)	-
3	Reason for differences (Adjustment difference)	-
4	Reason for differences	-
	Closing Cash and Cash Equivalent as per the statement of Cash flows	55,433,620

Notes to the Financial Statements

1. General Information

Global Fund entity is established by and derives its authority and accountability from PFM Act, 2012. The entity is wholly owned by the Government of Kenya and is domiciled in Kenya. The entity's principal activity is payment of medical commodities procured by KEMSA.

2. Statement of Compliance and Basis of Preparation

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

Guiding note during the transition period:

The financial statements have been prepared in accordance with the PFM Act, and International Public Sector Accounting Standards (IPSAS), or the entity has taken advantage of the transitional provisions under IPSAS 33, and therefore these 1st/ 2nd/ 3rd/year financial statements are transitional financial statements and the following elements of the financial statements have not been recognized as the entity has taken advantage of the transition provisions outlined in IPSAS 33. (entity to state the transitional provisions it has applied and the steps being towards full compliance with IPSAS Accrual).

These financial statements were authorized for issue by the accounting officer on 28th August, 2025.

3. Adoption of New and Revised Standards

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

Standard	Effective date and impact:
IPSAS 43	<p>Applicable 1st January 2025</p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p> <p><i>No impact</i></p>

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Standard	Effective date and impact:
<p>IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations</p>	<p>Applicable 1st January 2025</p> <p>The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p> <p><i>No impact</i></p>
<p>IPSAS 45- Property Plant and Equipment</p>	<p>Applicable 1st January 2025</p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p><i>No impact</i></p>
<p>IPSAS 46 Measurement</p>	<p>Applicable 1st January 2025</p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS; iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p><i>No impact</i></p>

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

Standard	Effective date and impact:
IPSAS 47- Revenue	Applicable 1st January 2026 This standard supersedes IPSAS 9- Revenue from exchange transactions, IPSAS 11 Construction contracts and IPSAS 23 Revenue from non- exchange transactions. This standard brings all the guidance of accounting for revenue under one standard. The objective of the standard is to establish the principles that an entity shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions. <i>No impact</i>
IPSAS 48- Transfer Expenses	Applicable 1st January 2026 The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers. <i>No impact</i>

iii) **Early adoption of standards**

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

4. Summary of Significant Accounting Policies

a) Revenue recognition

i) Revenue from non-exchange transactions

Transfers from other government entities

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

ii) Revenue from exchange transactions

Interest income

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

b) Budget information

The original budget for FY 2024/2025 was approved by Parliament in July 2024. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals to conclude the final budget. Accordingly, the entity recorded additional appropriations of *Nil* on the FY 2024/2025 budget following the Council/ Board's approval. The entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented on page **6** under section **eleven (11)** of these financial statements.

c) Property, plant and equipment

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

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Annual Report and Financial Statements for the financial year ended June 30, 2025

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

Notes to the financial statements

d) Leases

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

e) Intangible assets

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

f) Research and development costs

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

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

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

Notes to the financial statements

g) Financial instruments

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

Financial assets

Classification

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

Subsequent measurement

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

Amortized cost

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

Notes to the financial statements

Fair value through net assets/ equity

Financial assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through net assets/ equity. Movements in the carrying amount are taken through net assets, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognized in surplus/deficit. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through surplus or deficit

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

Trade and other receivables

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

Impairment

The entity assesses, on a forward-looking basis, the expected credit loss ('ECL') associated with its financial assets carried at amortized cost and fair value through net assets/equity. The entity recognizes a loss allowance for such losses at each reporting date. Critical estimates and significant judgments made by management in determining the expected credit loss (ECL) are set out in *Note xx*.

Financial liabilities

Classification

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

h) Inventories

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

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

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

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

Notes to the financial statements

Inventories (Continued)

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

i) Provisions

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

Contingent liabilities

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

Contingent assets

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

j) Nature and purpose of reserves

The *Entity* creates and maintains reserves in terms of specific requirements. (Entity to state the reserves maintained and appropriate policies adopted).

k) Changes in accounting policies and estimates

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

Notes to the financial statements

l) Employee benefits

Retirement benefit plans

The *Entity* provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable. Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

m) Foreign currency transactions

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

n) Borrowing costs

Borrowing costs are capitalized against qualifying assets as part of property, plant and equipment. Such borrowing costs are capitalized over the period during which the asset is being acquired or constructed and borrowings have been incurred. Capitalization ceases when construction of the asset is complete. Further borrowing costs are charged to the statement of financial performance.

o) Related parties

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

Notes to the financial statements

p) Service concession arrangements

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

q) Cash and cash equivalents

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

r) Subsequent events

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

Notes to the financial statements

5. Significant Judgments and Sources of Estimation Uncertainty

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

Estimates and assumptions.

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

Useful lives and residual values

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

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

Notes to the financial statements

6. Revenue Transfers

Description	2024/2025 FY
	KShs
Unconditional Transfers	
GoK Counter Part funding	616,673,182
Transfers from Development partners	4,650,327,536
Transfer from KES Operations A/c	35,863,336
Exchequer release	134,384,011
Total Unconditional Transfers (a)	5,437,248,065

The funding is for payment of Suppliers and KEMSA for Procurement, Warehousing and Distribution and office operations.

a) Details to Revenue Transfers

Name of The Entity Transferring	Amount recognized to Statement of Financial performance	Amount deferred under deferred income.	Amount moved to Capital fund	Total transfers (Current FY)
	Kshs	Kshs	Kshs	Kshs
PPE (printers)	4,357,600			4,357,600
Medical drugs	383,748,950			383,748,950
KEMSA	12,443,480			12,443,480
Training	17,723,152			17,723,152
Transfer to KEMSA	198,400,000			198,400,000
Total GoK Funding	616,673,182			616,673,182
Medical commodities	3,225,324,308			3,225,324,308
Non-pharmaceuticals	152,066,016			152,066,016
Laboratory supplies	572,329,590			572,329,590
Procurement & W/housing	197,796,921			196,395,365
PPE (Heavy duty printer)	2,443,500			2,443,500
Transfers to other govt entities	501,768,757			501,768,757
Total Donor Funding	4,650,327,536			4,650,327,536
<i>Transfer from NFM 3</i>			35,863,336	35,863,336
Exchequer release	134,384,011			134,384,011
Total Operations account	134,384,011			170,247,347
Grand Total	5,401,384,729		5,401,384,729	5,437,248,065

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Deferred Income realized	-			-
Transfers in Kind	-			-
Total	5,437,248,065	-	-	5,437,248,065

Notes to the financial statements

7. Miscellaneous revenue

Description	FY 2024/25
	<u>Kshs</u>
Interest Income Q1	94,365
Interest Income Q2	45,274
Interest Income Q3	69,292
Interest Income Q4	47,227
Total	256,158

8. Employees Costs

Description	FY 2024/25
	<u>Kshs</u>
Basic wages of temporary employees	9,083,679
Performance incentive	17,208,420
Total	26,292,099

9. Use of Goods and Services

Description	FY 2024/25
	<u>Kshs</u>
Bank charges	82,646
Communication, supplies and services	684,250
Domestic travel and subsistence	35,828,600
Fuel and lubricants	1,466,598
General office supplies	40,000
Subscription to professional bodies	89,600
Training payments	18,857,152
Hospitality supplies and services	6,823,315
Insurance costs	9,437,450
Specialized materials and services (See Annex 4)	3,718,352,838
Other operating payments (KEMSA Payments) (See Annex 5)	210,240,401
Routine maintenance – vehicles and other transport equipment	412,382
Routine maintenance- other assets	329,332
Total	4,002,644,564

Notes to the financial statements

10. Depreciation

Description	FY 2024/25
	Kshs
Depreciation	617,394
Total	617,394

This is three (3) months depreciation for PPE carried forward

11. Transfer to Other Government Entities

Description	FY 2024/25
	Kshs
Exchequer release (NSDCC)	264,218,091
Exchequer release (NASCOP)	237,550,666
Total	501,768,757

12. Other Capital Grants and Transfers

Description	FY 2024/25
	Kshs
Transfers to KEMSA	198,400,000
Total	198,400,000

13. Other Transfers/Subsidies/Grants (KCM)

Description	FY 2024/25
	Kshs
Transfers to Non-Government Organizations (KCM)	31,048,056
Total	31,048,056

14. Cash and Cash Equivalents

Description	2024/2025 FY	1 st July
	Kshs	Kshs
Cash in Bank (KShs. Account)	55,028,285	-
Others (M-Pesa MMF)	405,335	-
Total Cash and Cash Equivalents	55,433,620	-

Notes to the financial statements
Project Bank Accounts

Details	2024/2025 FY	1 st July 2024
	Kshs	Kshs
Foreign Currency Accounts		
Stanbic [A/c No.0100005345248]	162,649,379	-
Total Foreign Currency balances	162,649,379	=
Local Currency Accounts		
Co-operative Bank of Kenya [A/c No.01141199190700]	55,028,285	-
Others (M-Pesa MMF-999615)	405,335	-
Total local currency balances	55,433,620	=
Total bank account balances	218,082,999	=

Stanbic Bank Account balance of KSh.162,649,379 is the Special Account balance of USD.1,258,562 translated at CBK exchange rate of 129.2343 as at 30th June, 2025.

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Notes to the financial statements

15. Property, Plant and Equipment

Cost	Motor vehicles	Furniture and fittings	ICT Equipment	Other Assets (specify)	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Depreciation rate	12.5%	12.5%	30%	X%		
As At 1 July 2024 (opening balances)				-	-	-
Additions	-	-	2,443,500	-	-	2,443,500
Disposals						
Transfers from NFM 3	10,751,678	547,135	6,711,323			18,010,136
As at 30 th June 2025	10,751,678	547,135	9,154,823	-	-	20,453,636
Depreciation And Impairment						
As at 1 July 2025	-	-	-	-	-	-
Depreciation charge for the year	370,748	18,867	227,780			617,394
Impairment loss						
Transfers/ Adjustments						
As At 30 th June 2025	370,748	18,867	227,780			617,394
Net Book Values						
As at 1 st July 2024	-	-	-	-	-	-
As at 30 th June 2025	10,380,930	528,268	8,927,043	-	-	19,836,241

The programme provides for no depreciation on the year of recognition but full depreciation on the year of disposal. The transferred assets from NFM 3 had been depreciated for 9 months so only 3 months depreciation is provided in NFM 4

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Notes to the financial statements

16. Trade and Other Payables

Description	2024/2025 FY	1 st July 2024
	Kshs	Kshs
Partec East Africa Limited (Donor)	54,140,017.85	
Kenya Medical Supplies Authority (Donor)	3,140,121.45	
Harley's Limited (Donor)	21,000,840.00	
Kenya Medical Supplies Authority (Donor)	1,050,042.00	
Africa Biosystems Limited (Donor)	19,253,811.93	
Kenya Medical Supplies Authority (Donor)	962,690.86	
Total	99,547,524.09	
Universal Corporation Ltd	49,144,831.90	
Kenya Medical Supplies Authority (GoK)	2,850,391.70	
Universal Corporation Ltd	51,719,566.85	
Kenya Medical Supplies Authority (GoK)	2,999,734.85	
Universal Corporation Ltd	51,719,566.85	
Kenya Medical Supplies Authority (GoK)	2,999,734.85	
Universal Corporation Ltd	51,719,566.85	
Kenya Medical Supplies Authority (GoK)	2,999,734.85	
Universal Corporation Ltd	51,719,566.85	
Kenya Medical Supplies Authority (GoK)	2,999,734.85	
Universal Corporation Ltd	77,579,350.25	
Kenya Medical Supplies Authority (GoK)	4,499,602.30	
Kenya Medical Supplies Authority (GoK)	5,999,443.90	
Universal Corporation Ltd	25,859,783.40	
Kenya Medical Supplies Authority (GoK)	1,499,764.05	
Kenya Medical Supplies Authority (GoK)	2,850,391.70	
Universal Corporation Ltd	103,439,133.70	
Kenya Medical Supplies Authority (GoK)	5,999,443.90	
Universal Corporation Ltd	77,579,350.25	
Kenya Medical Supplies Authority (GoK)	4,499,602.30	
Universal Corporation Ltd	25,821,013.10	
Kenya Medical Supplies Authority (GoK)	1,497,618.75	
Universal Corporation Ltd	51,719,566.85	
Kenya Medical Supplies Authority (GoK)	2,999,734.85	
Universal Corporation Ltd	103,439,133.70	
Universal Corporation Ltd	1,499,764.05	
Universal Corporation Ltd	45,400,009.55	
Kenya Medical Supplies Authority (GoK)	2,633,200.55	
Universal Corporation Ltd	77,540,580.00	

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Kenya Medical Supplies Authority (GoK)	4,497,353.60	
Universal Corporation Ltd	25,859,783.40	
Syner-Medica (Kenya) Ltd	624,040,723.95	
Laboratory & Allied Limited (GoK)	10,418,817.15	
Kenya Medical Supplies Authority (GoK)	604,291.35	
	1,558,649,887	2,273,313,437
Trade Payables on acquisition of assets		
Eurocom Systems Ltd	-	4,357,601
Total	-	4,357,601
Grand Total	1,658,197,411.09	2,277,671,037

Ageing analysis: (Trade and other payables)	Current FY	% of the Total	Comparative FY	% of the Total
Under one year	110,570,632	7%	-	%
1-2 years	651,359,356	39%	-	%
2-3 years	-	%	-	%
Over 3 years	896,267,423	54%	2,277,671,037	100%
Total (tie to above total)	1,658,197,411	100	2,277,671,037	100%

These are payments to suppliers who have contracts with the Donor and Government. The payments could not be processed because of the following reasons:

- i. Insufficient budget and inadequate Exchequer
- ii. Delays in provision of approval from the Donor to process NFM 3 payments under NFM 4 grant.
- iii. Late submission of invoices from State Department for Medical Services.

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Notes to the financial statements

17. Cash Generated from Operations

Description	2024/2025 FY
	Kshs
Surplus/Deficit for the year	641,487,411
Adjusted for:	
Net cash flow from Investing activities	
Non-cash grants from NFM 3 received	35,863,334
Impairment	
Gains and losses on disposal of assets	
Working capital adjustments	
Increase in inventory	
Increase in receivables	
Increase in deferred income	
Changes in payables	(619,473,626)
Increase in payments received in advance	
Net cash flow from operating activities	57,877,119

18. Special Deposit Accounts

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

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

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Notes to the financial statements

Special Deposit Accounts Movement Schedule

Description	2024/2025 FY	1 st July 2024
	Kshs	Kshs
(i) A/C Name [A/c No.0100005345248]		
Opening balance	45,001.00	13,422,402.00
Total amount deposited in the account	86,034,856.00	14,683,369.00
Total amount withdrawn	<u>84,821,295.00</u>	<u>28,060,770.00</u>
Closing balance (as per SDA bank account reconciliation attached)	<u>1,258,562.00</u>	<u>45,001.00</u>

The Special Deposit Account(s) reconciliation statement(s) has (have) been attached as Appendix iii support these closing balance.

19. Related Party Disclosures

Nature of related party relationships

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

Government of Kenya

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

Notes to the financial statements

20. Events after the Reporting Period

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

21. Currency

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

13. Annexes

Annex 1: Prior Year Auditor-General's Recommendations

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)
N/A	N/A	N/A	N/A	N/A



Dr. Chris Kiptoo, CBS
Principal Secretary



Feisal M. Awer
Project Coordinator

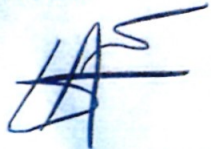
Annex 2: Reconciliation of inter-entity transfers

Project Name:			
Break down of transfers from National Treasury			
a. Government Counterpart funding			
	Bank Statement Date	Amount (Kshs)	
			2024/2025
	Total		
B. Direct payments			
	Bank Statement Date	Amount (Kshs)	
		4,650,327,536.00	2024/2025
	Total		
C. Others			
	Bank Statement Date	Amount (Kshs)	
	Exchequer release	134,384,010.65	2024/2025
	Total	-	
	Total (A+B+C)	4,784,711,546.65	

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

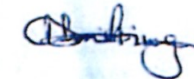
Project Coordinator
Global Fund

Sign



Head Disbursement Unit
National Treasury

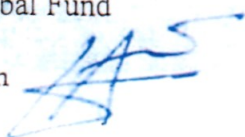
Sign




Annex 2a: Reconciliation of inter-entity transfers

Project Name:			
Break down of transfers from National Treasury			
1. Government Counterpart funding			
	Bank Statement Date	Amount (Kshs)	
		616,673,182	2024/2025
	Total	616,673,182	
2. Direct payments			
	Bank Statement Date	Amount (Kshs)	
			2024/2025
	Total	-	
3. Others			
	Bank Statement Date	Amount (Kshs)	
			2024/2025
	Total	-	
	Total (A+B+C)	616,673,182	

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

Project Coordinator
 Global Fund
 Signature: 

Head of Accounting Unit
 National Treasury
 Signature: 

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Annex 3: Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) Previous Year	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year	Historical Cost c/f (Kshs) Current Year
Motor vehicles	11,863,920	-	-	-	11,863,920
ICT Equipment	3,037,062	2,443,500	-	-	5,480,562
Furniture & Fittings	603,735	-	-	-	603,735
Total	15,504,717	2,443,500	-	-	17,948,217

Annex 4: Analysis of Specialized Materials and Services

Date	Payee	Donor Currency (USD)	Equivalent KShs.
14.05.25	United Pharma (K) Limited	593,800.00	77,324,636.00
14.05.25	Laurus Labs Limited	18,807,189.75	2,449,072,249.00
24.06.25	Laurus Labs Limited	3,725,000.00	488,693,925.00
24.06.25	Macleods Pharmaceuticals Ltd	10,348.18	1,357,609.00
24.06.25	Mylan Laboratories Ltd	903,505.20	118,533,558.00
24.06.25	Laboratory and Allied Ltd	70,520.00	9,251,730.300
27.06.25	Surgilinks Limited	215,373.36	28,253,000.00
27.06.25	Aurobindo Pharma Limited	209,574.51	27,492,299.00
27.06.25	Aurobindo Pharma Limited	146,857.90	19,265,040.00
27.06.25	Macleods Pharmaceuticals Ltd	46,350.00	6,080,263.00
24.06.25	Reddys Pharma Limited	782,500.00	102,658,523.00
24.06.25	Reddys Pharma Limited	376,601.60	49,407,494.00
14.05.25	Ultralab EA Ltd	512,820.61	66,779,500.00
24.06.25	Sciencescope Ltd	47,696.00	6,257,381.00
24.06.25	Guangzhou Wondfo Biotech Co. Ltd	203,400.00	26,684,656.00

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24.06.25	Phillips Healthcare Technologies Ltd	315,051.30	41,332,525.00
24.06.25	Sciencescope Ltd	33,532.20	4,399,190.00
24.06.25	Medionics Healthcare Ltd	3,237,500.00	424,737,337.00
24.06.25	Travotech Agencies Ltd	-	2,139,000.00
	Total	30,237,620.61	3,949,719,915.
30.10.24	Universal Corporation Ltd (GoK)		52,480,477.00
30.10.24	Universal Corporation Ltd (GoK)		52,401,796.00
30.10.24	Sai Pharmaceutical Kenya Ltd (GoK)		16,326,695.00
30.10.24	Universal Corporation Ltd (GoK)		52,480,476.00
30.10.24	Universal Corporation Ltd (GoK)		52,441,137.00
30.10.24	Unisel Limited (GoK)		16,332,354.00
30.10.24	Syner-Medica (Kenya) Ltd (GoK)		141,286,015.00
	Total	30,237,620.61	383,748,950.00
	Grand Total	30,237,620.61	4,333,468,865.00
	Payables from previous period		(725,686,658)
	Medical drugs accrued expense		110,570,632
	Net Total		3,718,352,839

Annex 5: Analysis of Other Operating Payments

Date	Payee	Donor Currency (USD)	Equivalent KShs.
23.01.25	Kenya Medical Supplies Authority	-	188,749.00
14.05.25	Kenya Medical Supplies Authority	29,690.00	3,866,232.00
14.05.25	Kenya Medical Supplies Authority	940,359.49	122,453,613.00
14.05.25	Kenya Medical Supplies Authority	25,641.03	3,338,975.00
24.06.25	Kenya Medical Supplies Authority	39,125.00	5,132,926.00
24.06.25	Kenya Medical Supplies Authority	18,830.09	2,470,376.00
24.06.25	Kenya Medical Supplies Authority	3,526.00	462,587.00
24.06.25	Kenya Medical Supplies Authority	2,384.80	312,869.00
24.06.25	Kenya Medical Supplies Authority	186,250.00	24,434,696.00
24.06.25	Kenya Medical Supplies Authority	15,752.57	2,066,627.00
24.06.25	Kenya Medical Supplies Authority	1,676.61	219,960.00
24.06.25	Kenya Medical Supplies Authority	161,875.00	21,236,867.00
24.06.25	Kenya Medical Supplies Authority	843.12	106,950.00

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24.06.25	Kenya Medical Supplies Authority	963.15	122,175.00
24.06.25	Kenya Medical Supplies Authority	517.41	67,881.00
24.06.25	Kenya Medical Supplies Authority	45,175.25	5,926,676.00
27.06.25	Kenya Medical Supplies Authority	10,768.66	1,412,648.00
27.06.25	Kenya Medical Supplies Authority	10,478.73	1,374,615.00
27.06.25	Kenya Medical Supplies Authority	7,342.90	963,253.00
27.06.25	Kenya Medical Supplies Authority	2,317.50	304,013.00
27.06.25	Kenya Medical Supplies Authority	10,170.00	1,334,233.00
	Total	1,513,687.31	197,796,921.00
	Kenya Medical Supplies Authority (GoK)		11,544,774.00
	Kenya Medical Supplies Authority (GoK)		898,706.00
	Total	1,513,687.31	12,443,480.00
	Grand Total	1,513,687.31	210,240,401.00

Annex 6: Other Support Documents

- i. Bank Reconciliations statement as at 30th June 2025
- ii. Board of Survey Report
- iii. Special Deposit Account(s) reconciliation statement(s)
- iv. Trial Balance

THE NATIONAL TREASURY
GLOBAL FUND PROGRAM
HIV GRANT NO. KEN-H-TNT, GC 7.

Annex2: Financial Statements cash basis and
commitments reconciliation

Grant Number	KEN-H-TNT,GC 7												
Accounting Methodology	Cash												
Grant's Currency	USD												
Implementation Period Start Date	01-Jul-24												
Implementation Period End Date	30-Jun-25												
Period of Financial Reporting	Beginning Date:	01-Jul-24	End Date:	30-Jun-25									
Cumulative Period of Financial Reporting	Beginning Date:	01-Jul-24	End Date:	30-Jun-25									
Financial Statements (all figures are in US\$ unless otherwise stated)													
	Current Period				Cumulative Period				Previous year				
	Budget	Actual	Variance	Commitments	Budget	Actual	Variance	Notes	Budget	Actual	variance		
Sources of Grant funds													
Opening cash balance		0	0										
Receipts from Global fund	50,983,708	34,227,926	16,755,782	-	50,983,708	34,227,926	16,755,782						
Other income-exchange gain		1,634	-1,634			1,633.93	-1,634						
Interest		57,501	-57,501			57,500.73	-57,501						
Transfers from NFM 3		3,720,420	-3,720,420			3,720,420.39	-3,720,420						
Total sources of Grant Funds	50,983,708	38,007,481	16,696,647	-	50,983,708	38,007,481.14	16,696,647	0	0	0	0		

Annex 2: Financial Statements cash basis and commitments reconciliation, June 2025

	Uses of Grant Funds												
1	1.0 Human Resources (HR)	292,189	268,916	23,273	-	292,189	268,916	23,273					
2	2.0 Travel related costs (TRC)	230,079	310,271	-80,192	-	230,079	310,271	-80,192					
3	3.0 External Professional services	0	0	0	-	0	0	0					
4	4.0 Health Products (HPPP)	34,211,234	24,071,693	10,139,542	1,671,808.86	34,211,234	24,071,693	10,139,542					
5	5.0 Health Products (HPNP)	12,252,242	6,493,475	5,758,767	2,310,547.90	12,252,242	6,493,475	5,758,767					
6	6.0 Health Products (HPE)	0	0	0	-	0	0	0					
7	7.0 Procurement and Supply-Chain	3,946,514	1,480,973	2,465,541	199,117.84	3,946,514	1,480,973	2,465,541					
8	8.0 Infrastructure (INF)	0	0	0	-	0	0	0					
9	9.0 Non-health equipment (NHP)	92	0	92	-	92	0	92					
10	10.0 Communication Material	0	0	0	-	0	0	0					
11	11.0 Program Administration	51,357	16,026	35,331	-	51,357	16,026	35,331					
12	12.0 Living support (LSCTP)	0	0	0	-	0	0	0					
13	13.0 Payment for Results	0	0	0	-	0	0	0					
	Total uses of Grant Funds	50,983,708	32,641,353	18,342,354	4,181,475	50,983,708	32,641,353	18,342,354	0	0	0		

Total commitments at 30.06.2025														
Transfers to SRs		3,831,459.87				3,831,459.87								
Net exchange gain/loss		742				742								
Transfers to KCM		240,042				240,042								
Transfers for fuel		982				982								
Transfers to Local account(mpesa)		-				-								
Bank Charges		749				749								
Other in-flows		(240,000)				(240,000)								
cash in transit		(263,157)				(263,157)								
Net sources (uses) of Grant Funds	0	1,795,310.14				1,795,310.14			0		0			
		1,795,310.48												
		0				0								

Notes to the financial statements

All amounts are in US\$ unless otherwise stated

Note 1: Basis of accounting

The Annual Financial Report is prepared on a cash receipts and disbursements basis. A column on commitments or outstanding payables has been added as required by the AFR guidelines.

Note 2: Disbursements/Receipts

Receipts comprises amounts advanced and reimbursed by the Global Fund under the grant agreement during the period [July 1, 2024, to June 30, 2025] to the Principal Recipient and to third parties. Receipts from Global Fund were in United States Dollars.

Note 3:

Expenditure represents amounts disbursed and costs incurred denominated in USD.

Note 4:

Transactions in KES are translated to US dollars at the 3 months weighted average exchange rate for each quarter. For this report, balances denominated in KES have been translated to US dollars based on the CBK exchange rate as at 30.06.2025.

Note 5: Receipts from Global Fund

Start Date			01/07/2024		
End Date			30/06/2025		
Period			Current period US\$	Prior period US\$	Cumulative US\$
Description	Date	Amount			
Disbursement 1	26-07-24	1,019,049.00			1,019,049.00
Disbursement 2	12-03-25	24,417,314.18			24,417,314.18
Disbursement 3	21-05-25	8,791,562.91			8,791,562.91
Total		34,227,926.09			34,227,926.09

Note 6: Human Resources

This represents salaries and gratuities for the principal recipient.

Note 7: Travel Related Costs

This represents M&E and oversight costs for the principal Recipient.

Note 8: Cash balances

Note 8: Cash balances		
Item Description	Amount US\$	
PR Offshore Account	1,213,013.90	
PR interest	80,896.61	
PR Local Account	443,212.97	
Adjustment relating to local acc balance	-	
Cash in Transit	-	
Adjustment relating to GC6 Outflows moved to GC7	-	
Uncleared cheques	(7,449.44)	
PR Mpesa Account	3,136.44	
Amount in Exchequer	62,500.00	
Total Balance	1,795,310.48	

Note 9: Supplemental schedule of commitments at 30.06.2025

Commitments at 01.07.2024	0
Paid in current year	0
Outstanding from previous year	0
Commitments 2024	0
Total commitments at 30.06.2025	4,181,475

Note 10: Principal Recipient advances

There were no advances as at 30th June, 2025.

Note 11: Outstanding SR advances

	NACC-USD
Unliquidated advances (prior year)	0
Add advances from PR and GoK (current year)	1,993,213
Exchange loss/gain	6,181
Less SR justified advances	1,395,156
Advance at close of year	602,174

	NASCOP-USD
Unliquidated advances (prior year)	434,512

Add advances from PR and GoK (current year)	1,838,247
Exchange loss/gain/other income	4,105
Less SR justified advances	1,621,503
Advance at close of year	658,099

Note 12: Expenditure reconciliation between IES and PUDR

	Year 1
AFR expenses	32,641,353
Reconciling items	
IES's expenditures	32,641,353
	=====

	Cumulative
AFR expenses	32,641,353
Reconciling items	
IES's expenditures	32,641,353
	=====

Note 13: Schedule of fixed assets

Categories	Opening balances (cost)	Additions (cost)	Disposals through sale (cost)	Closing balance (cost)
Intangible assets	-	-	-	-
Constructions	-	-	-	-
Rehabilitation/ Renovation	-	-	-	-
Health Equipment	-	-	-	-
Other non-Health Equipment	-	-	-	-
Vehicles/ Motorcycles	0	0	0	-
IT Equipment (Hardware)	-	-	-	-
Total	-	-	-	-

HIV MPESA RECONCILIATION				
AS AT 30TH JUNE ,2025				
Opening balance				(IN KSHS)
Add:				592,172.00
1)	Receipts in MMF account			
	M-pesa Refund			44,920.00
Less:				44,920.00
3)	Payments in utility(transfer from MMF account)			231,757.00
	Balance as per Mpesa Statement Utility as at 30.06.2025		364.00	
	Balance as per Mpesa Statement mmf as at 30.06.2025		404,971.00	405,335.00
	Balance as per Cash book (Actual)			405,335.00
	Amount in Cash not in bank			-
I certify that I have verified the Bank Balance in Cash book with Bank Statement and that the above Reconciliation is Correct.				
Prepared By:	SIGNATURE	DESIGNATION	DATE	
Approved By:	<i>[Signature]</i>	Accountant	11-07-2025	
		AAE	09-07-25	
MPESA RECEIPTS				
DATE	DESCRIPTION	IW/PV NO.	AMOUNT	
09.06.2025	Catherine Maneno	PV1501	15,000.00	
13.06.2025	Ronald Otsola	pv1472	20,000.00	
16.06.2025	Brenda Opanga	PV1399	9,920.00	
			44,920.00	
MPESA PAYMENTS				
DATE	PAYEE	IW/PV NO.	AMOUNT	
24.06.2025	Brenda Opanga	PV1500	231,000.00	
30.06.2025	Brenda Opanga -CLAIM	PV1399	700.00	
30.06.2025	M-pesa charges		57.00	
			231,757.00	

Date: 08/07/2025

Report of the Board of Survey on the Cash and Bank Balances of... GLOBAL FUND -HIV GRANT
..... as at the close of business on 30/06/25

The Board consisting of - (Names and official titles)

CHAIRMAN: ROSE OTIENO.....

MEMBER: . BENJAMIN MULEI.....

MEMBER : WHITNEY JEBET.....

Assembled at the office of GLOBAL FUND UNIT

At (Time) on the 11.05 A.M. (time) on the 08/07/2025

And the following cash was produced: -

Notes	Sh.	NIL.....
Silver	Sh.	NIL.....
Copper	Sh.	NIL.....
Cheques (as per details on reverse)	Sh.	NIL.....
It was observed that cheques amounting to	Sh.	NIL.....

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

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

The Cash Book reflected the following balances as at the close of business on the 30/06/2025

Cash on hand Sh 405,335.00

Bank Balance Sh: 55,028,285.49

Sh.....

The bank certificate of Balance showed a sum of Kshs. 57,278,317.83

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

Date08/07/2025

ROSE OTIENO

BENJAMIN MULEI

WHITNEY JEBET

Chairman

RA [Signature]

[Signature]

[Signature]

Members of the Board
OGPK (L)



CO-OPERATIVE BANK

We are you

The Co-operative Bank of Kenya Limited
Parliament Road Branch
P.O.Box 5772-00200 Nairobi
Tel: 2210657, 2228605
Mobile: 0722 202977, 0734 600702
Fax: 2251838
Nairobi
Email: parliamentrd@co-opbank.co.ke

22nd July 2025

The National Treasury and Economic Planning

P.O. Box 30007-00100

Nairobi, Kenya

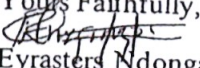
Dear Sir/Madam

REF: CERTIFICATE OF BALANCE

We enclose herein Certificate of Balances and accounts information as requested by
as of 30/06/2025.

CURRENT ACCOUNTS

Account Name	Account number	Balance as of 30 th June 2025
Principal Receptient Global Fund HIV	01141199190700	57,278,317.83
Principal Receptient Global Fund TB	01141199190800	3,379,111.68

Yours Faithfully,

Eyrasters Ndonga

Parliament Road Branch



Safaricom Ltd
PO Box 66827 – 00800
Westlands, Nairobi.
Kenya.

AUGUST 15TH 2025

Your Ref:

MPESA ACCOUNT BALANCE FOR ACCOUNT NO.
999615 HIV KEN-H-TNT, TB-KEN-T-TNT- 999628 AND MALARIA -
KEN- T- TNT 999655 AS AT 30TH JUNE 2025.

Please find below M-PESA balances (in KSH) held for the below organization(s) as of 30th June 2025.

Organization	Utility Account	Working Account	Charges Paid Account	Organization Settlement Account
999615 - HIV-KEN-H-TNT	364.00	404,971.00	0.00	0.00
999628 - TB-KEN-T-TNT	435.00	1,457,870.00	0.00	0.00
999655 - MALARIA-KEN-M-TNT	789.00	102,810.00	0.00	0.00

Daniel Githiga

Manager – M-PESA Accounting

When we come together, **great things happen.**

HIV NFM 4 GRANT
 STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
 FOR THE YEAR ENDED 30TH JUNE 2025

PART B

KEN-H-TNT GA1547

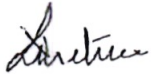
Bank Account No.100005345248 Held with Stanbic Bank

	NOTES	AMOUNT USD	AMOUNT USD
1 Amount advanced by Global Fund			
TNT			34,467,926.09
NASCOP		30,584,849.22	
NSDCC		1,313,602.39	
Less		2,569,474.48	
2 Total amount justified to Global Fund			
3 Outstanding amount to be justified			-
			34,467,926.09
Represented by:			
4 Ending Designated Account Balance at 30.06.2025			1,258,561.90
5 Amount claimed but not credited at 30.06.2025			-
6 Amount withdrawn and not claimed as at 30.06.2025			33,209,364.19
7 Service charges (if not included in 5 & 6 above)			-
Less			-
8 Interest earning (if included in Designated Account)			-
9 Total advance to Designated Account year ended 30.06.2025			34,467,926.09

Discrepancy between total appearing on lines 3 and 9

Notes:

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Amount in line 6 is eligible for financing. The expenses have not been claimed yet as they are being reviewed by auditors (LFA and internal audit) before replenishment



AUTHORIZED REPRESENTATIVE
 RESOURCES MOBILIZATION DEPARTMENT
 THE NATIONAL TREASURY

DATE: 26-08-2025

SPECIAL ACCOUNT STATEMENT

For period ending	30th JUNE, 2025
Account No.	1000375108
Depository Bank	CENTRAL BANK OF KENYA.
Address	CENTRAL BANK OF KENYA.
Related Loan	HIV GRANT NO KEN-H-TNT GA 1547-MAIN
Credit Agreement	
Currency	USD

Part A - Account Activity

Beginning balance of 1st July, 2024 as per C.B.K. Ledger Account	45,001.42
Add:	
Total Amount deposited by Global Fund	86,034,855.73
Total Interest earnings if deposited in account	
Total amount refunded to cover ineligible expenditure	
Deduct:	
Total amount withdrawn	84,821,295.25
Total service charges if not included above in amount withdrawn	
Ending balance on 30th June, 2025	1,258,561.90

**AUTHORISED REPRESENTATIVE
CENTRAL BANK OF KENYA**

SIGNATURE: _____

[Handwritten Signature]

DATE

26-08-2025

**AUTHORISED REPRESENTATIVE
EXTERNAL RESOURCES
DEPARTMENT-TREASURY**

SIGNATURE: _____

[Handwritten Signature]

DATE

26-08-2025

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

NAIROBI

ACCOUNT NUMBER : 1000375108

ACCOUNT TITLE : HIY GRANT NO KEN-
 H-INT GA 1547-MAIN

STATEMENT PERIOD: From 01/07/2024

To

30/06/2025

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT	BALA
			OPENING BAL :			
			Value Date			
			Reference.No			
			Details			
1	05/07/2024	FT241876ZWNWF;1	PA132786	0.00	4,657.22	
2	05/07/2024	FT24187PX0N1;1	PA132789	0.00	2,936.98	
3	15/07/2024	FT24197301WG;1	PA 133488	0.00	1,066.76	
4	15/07/2024	FT241973XRB3;1	PA 133483	0.00	111,960.28	
5	16/07/2024	FT24198Y58PC;1	PROJECT FUNDING	-12,541,209.49	0.00	
6	17/07/2024	FT241998CY2R;1	PA 133484	0.00	143,059.76	
7	17/07/2024	FT24199JQBW2;1	PA 133482	0.00	101,691.69	
8	17/07/2024	FT24199K GK2B;1	PA133485	0.00	3,260,993.60	
9	17/07/2024	FT24199QMN23;1	PA 133479	0.00	1,036,578.00	
10	17/07/2024	FT24199VF8TW;1	PA 133482	-101,691.69	0.00	
11	17/07/2024	FT24199VF8TW;1	PA 133482	0.00	101,691.69	
12	17/07/2024	FT24199WJ91Q;1	PA 133480	0.00	310,308.03	
13	17/07/2024	FT24199YSPTV;1	PA 133478	0.00	1,908,588.89	
14	01/08/2024	FT24214X5B06;1	PA133487	0.00	22,218.06	
15	07/08/2024	FT24220JD0CT;1	PROJECT FUNDING	-1,019,049.00	0.00	
16	23/08/2024	FT24236FG0Z8;1	PA131348	0.00	163,532.72	
17	23/08/2024	FT24236G5W1K;1	PA131347	0.00	524,933.40	
18	16/09/2024	FT2426029PZ9;1	PA136362	0.00	2,457,000.00	
19	16/09/2024	FT242602KLZM;1	PA136353	0.00	30,582.50	
20	16/09/2024	FT242605Y8VL;1	PA136364	0.00	94,348.32	
21	16/09/2024	FT242607K2HG;1	PA136357	0.00	1,261.44	
22	16/09/2024	FT242607MMGX;1	PA136358	0.00	184,665.60	
23	16/09/2024	FT242609ZZH0;1	PA136368	0.00	91,758.40	
24	16/09/2024	FT24260C4C7G;1	PA136361	0.00	2,092.20	
25	16/09/2024	FT24260H9RD5;1	PA136366	0.00	507,767.50	
26	16/09/2024	FT24260H NK2X;1	PA136367	0.00	25,388.38	
27	16/09/2024	FT24260J4H9C;1	PA136363	0.00	122,850.00	
28	16/09/2024	FT24260LBC3Y;1	PA136370	0.00	9,529.85	
29	16/09/2024	FT24260LHKHB;1	PA136365	0.00	4,717.42	
30	16/09/2024	FT24260RXYNL;1	PA136360	0.00	41,844.00	
31	16/09/2024	FT24260V2X64;1	PA136359	0.00	9,233.28	
32	16/09/2024	FT24260V62ZF;1	PA136352	0.00	611,650.00	
33	16/09/2024	FT24260VKJS9;1	PA136356	0.00	25,228.80	
34	16/09/2024	FT24260XN72R;1	PA136354	0.00	38,519.94	
35	16/09/2024	FT24260YSHXL;1	PA136355	0.00	1,926.00	
36	22/10/2024	FT242961C073;1	PA136388	0.00	122,850.00	
37	22/10/2024	FT242965DJRS;1	PA136396	0.00	49,000.00	
38	22/10/2024	FT242966MNSZ;1	PA136386	0.00	232,753.92	
39	22/10/2024	FT24296D5QTY;1	PA136378	0.00	391,250.00	
40	22/10/2024	FT24296NB2LZ;1	PA136379	0.00	19,562.50	
41	22/10/2024	FT24296PNH8J;1	PA136392	0.00	77,418.00	
42	22/10/2024	FT24296S9PS2;1	PA136380	0.00	38,277.85	
43	22/10/2024	FT24296TVMCG;1	PA136390	0.00	78,200.00	
44	23/10/2024	FT24297YZM3V;1	STANBIC FUNDING	-14,460,907.00	0.00	

45	24/10/2024	FT2429702M08;1	PA136395	0.00	980,000.00	-12
46	24/10/2024	FT242970DHVF;1	PA136393	0.00	592,124.00	-12
47	24/10/2024	FT242974BR81;1	PA136398	0.00	2,457,000.00	-8
48	24/10/2024	FT24297CVBY4;1	PA136385	0.00	4,655,078.40	-6
49	24/10/2024	FT24297GC9X8;1	PA136397	0.00	1,913.90	-6
50	24/10/2024	FT24297JKGWL;1	PA136391	0.00	1,548,360.00	-4
51	24/10/2024	FT24297KGQ55;1	PA136399	0.00	29,606.20	-4
52	24/10/2024	FT24297Q58YR;1	PA136389	0.00	1,564,000.00	-3
53	13/11/2024	FT2431822WH4;1	PA136656	0.00	44,011.43	-3
54	13/11/2024	FT2431823KQC;1	PA136657	0.00	92,448.86	-3
55	13/11/2024	FT24318BWZFFV;1	PA133196	-96,807.88	0.00	-3
56	13/11/2024	FT24318QZFYD;1	PA136655	0.00	63,568.55	-3
57	13/11/2024	FT24318X6F62;1	PA136661	0.00	40,654.90	-3
58	20/11/2024	FT24325KZ9FC;1	PA136665	0.00	96,600.00	-3
59	20/11/2024	FT24325MLVLV;1	PA136663	0.00	387,817.74	-2
60	20/11/2024	FT24325X25K9;1	PA136664	0.00	1,932,000.00	-8
61	02/12/2024	FT24337X4QYL;1	STANBIC FUNDING	-23,137,901.00	0.00	-2
62	03/12/2024	FT243380V4T5;1	PROJECT FUNDING	-5,474.50	0.00	-2
63	03/12/2024	FT24338SK55J;1	STANBIC FUNDING	-12,031.64	0.00	-2
64	18/12/2024	FT24353STTL2;1	FUNDING	-100,000.00	0.00	-2
65	19/12/2024	FT243543BYD6;1	PA136678	0.00	4,582.50	-2
66	19/12/2024	FT24354MPORS;1	PA136677	0.00	91,650.00	-2
67	23/12/2024	FT2435800TP5;1	PA136688	0.00	4,571,086.80	-1
68	23/12/2024	FT243581NXJ2;1	PA136686	0.00	4,739,078.40	-1
69	23/12/2024	FT243582WPPZ;1	PA136684	0.00	4,655,070.00	-11
70	23/12/2024	FT243583C532;1	PA136705	0.00	14,620.00	-9
71	23/12/2024	FT2435845YHX;1	PA136746	0.00	14,313.65	-9
72	23/12/2024	FT243584PR3S;1	PA136750	0.00	12,400.00	-9
73	23/12/2024	FT243585DF7X;1	PA136692	0.00	1,170,000.00	-8
74	23/12/2024	FT2435861TMF;1	PA136700	0.00	16,304.40	-8
75	23/12/2024	FT2435866K62;1	PA136747	0.00	615.46	-8
76	23/12/2024	FT243586QGG8;1	PA136706	0.00	731.00	-8
77	23/12/2024	FT243588T3PJ;1	PA136744	0.00	2,281.40	-8
78	23/12/2024	FT2435890SC2;1	PA136707	0.00	27,275.40	-8
79	23/12/2024	FT243589DQ9J;1	PA136703	0.00	9,605.00	-8
80	23/12/2024	FT243589F8WL;1	PA136702	0.00	27,580.00	-8
81	23/12/2024	FT243589JG3M;1	PA136685	0.00	232,753.50	-8
82	23/12/2024	FT243589PLTH;1	PA136701	0.00	551,600.00	-7
83	23/12/2024	FT243589WT3C;1	PA136749	0.00	15,534.40	-7
84	23/12/2024	FT24358BHM89;1	PA136715	0.00	451,200.00	-7
85	23/12/2024	FT24358CT2XT;1	PA136687	0.00	236,953.91	-7
86	23/12/2024	FT24358DHYYG;1	PA136690	0.00	966,584.96	-6
87	23/12/2024	FT24358DRXJT;1	PA136748	0.00	1,363.77	-6
88	23/12/2024	FT24358GC6LT;1	PA136694	0.00	58,500.00	-6
89	23/12/2024	FT24358HD19R;1	PA136713	0.00	45,628.00	-6
90	23/12/2024	FT24358KKCYS;1	PA136691	0.00	48,329.25	-6
91	23/12/2024	FT24358LCM31;1	PA136699	0.00	326,088.00	-5
92	23/12/2024	FT24358LQ8WS;1	PA136704	0.00	192,100.00	-5
93	23/12/2024	FT24358MMYL7;1	PA136711	0.00	248,000.00	-5
94	23/12/2024	FT24358R7NGD;1	PA136697	0.00	12,309.21	-5
95	23/12/2024	FT24358R900C;1	PA136719	0.00	347,500.00	-4
96	23/12/2024	FT24358TZ970;1	PA136682	0.00	286,272.95	-4
97	23/12/2024	FT24358XHYYJN;1	PA136720	0.00	17,375.00	-4
98	23/12/2024	FT24358XT04B;1	PA136689	0.00	228,554.32	-4
99	23/12/2024	FT24358XVTDG;1	PA136709	0.00	310,688.00	-4
100	23/12/2024	FT24358ZZ9C3;1	PA136716	0.00	22,560.00	-4

101	31/12/2024	FT243664CK3P;1	PA136727	0.00	50,742.39
102	31/12/2024	FT243667Y20T;1	PA136734	0.00	40,985.30
103	31/12/2024	FT2436686RRR;1	PA136724	0.00	42,527.39
104	31/12/2024	FT243669MY8P;1	PA136728	0.00	53,057.89
105	31/12/2024	FT24366B70G7;1	PA136733	0.00	40,717.86
106	31/12/2024	FT24366GJH9P;1	PA136725	0.00	60,052.56
107	31/12/2024	FT24366HMD2M;1	PA136729	0.00	35,192.29
108	31/12/2024	FT24366MTZ7G;1	PA136732	0.00	38,216.81
109	31/12/2024	FT24366MZPPZ;1	PA13	0.00	38,165.24
110	31/12/2024	FT24366TSDGS;1	PA136722	0.00	20,504.62
111	31/12/2024	FT24366VP801;1	PA136726	0.00	57,955.27
112	31/12/2024	FT24366ZT8JL;1	PA136735	0.00	41,330.23
113	06/01/2025	FT25006D5RGI;1	PA136731	0.00	34,842.74
114	21/01/2025	FT25021GD29X;1	PA136730	0.00	6,156.42
115	03/02/2025	FT250344ZL77;1	PA136807	0.00	524,644.58
116	03/02/2025	FT25034WTDMD;1	PA136821	0.00	1,000,000.00
117	04/02/2025	FT2503513G8R;1	PA136827	0.00	406,640.00
118	04/02/2025	FT250351P9G4;1	PA136802	0.00	254,150.00
119	04/02/2025	FT250354QKR8;1	PA136796	0.00	2,278.90
120	04/02/2025	FT25035679H2;1	PA136803	0.00	12,707.50
121	04/02/2025	FT250356FCGT;1	PA136830	0.00	18,830.08
122	04/02/2025	FT25035D32NH;1	PA136804	0.00	131,286.90
123	04/02/2025	FT25035G5R7H;1	PA136805	0.00	6,564.35
124	04/02/2025	FT25035QFT91;1	PA136795	0.00	45,578.00
125	04/02/2025	FT25035RB1QV;1	PA136798	0.00	2,215.13
126	04/02/2025	FT25035RQXRY;1	PA136799	0.00	85,020.00
127	04/02/2025	FT25035V3CK2;1	PA136829	0.00	376,601.60
128	04/02/2025	FT25035W8JPT;1	PA136797	0.00	44,302.50
129	04/02/2025	FT25035Z3XB6;1	PA136801	0.00	4,251.00
130	04/02/2025	FT25035Z67LQ;1	PA136828	0.00	20,332.00
131	05/02/2025	FT2503603LN1;1	PA136822	0.00	26,676.44
132	05/02/2025	FT2503624JC5;1	PA136819	0.00	22,820.57
133	05/02/2025	FT250362H5X3;1	PA136815	0.00	35,110.39
134	05/02/2025	FT250369GV4M;1	PA136817	0.00	58,796.57
135	05/02/2025	FT25036BNWZF;1	PA136823	0.00	20,718.81
136	05/02/2025	FT25036C5XF1;1	PA136816	0.00	56,701.42
137	05/02/2025	FT25036DWG2M;1	PA136809	0.00	37,657.25
138	05/02/2025	FT25036NNRN9;1	PA136808	0.00	34,953.48
139	05/02/2025	FT25036NV1Y1;1	PA136813	0.00	16,916.24
140	05/02/2025	FT25036PF5GC;1	PA136818	0.00	33,627.34
141	05/02/2025	FT25036RDB4L;1	PA136814	0.00	42,940.14
142	05/02/2025	FT25036TR3F8;1	PA136812	0.00	41,229.92
143	05/02/2025	FT25036TTYRN;1	PA136811	0.00	19,613.91
144	18/02/2025	FT250493BC8M;1	PA136849	0.00	73,976.97
145	18/02/2025	FT25049KN5HP;1	PA136848	0.00	25,922.05
146	07/03/2025	FT250667TLWC;1	PA138511	0.00	2,932.50
147	07/03/2025	FT25066QN2XV;1	PA138509	0.00	4,200.00
148	07/03/2025	FT25066SDHNC;1	PA138526	0.00	60,481.08
149	17/03/2025	FT2507651BFQ;1	PROJECT FUNDING	-24,417,314.18	0.00
150	17/03/2025	FT25076K91BT;1	PROJECT FUNDING	-140,000.00	0.00
151	17/03/2025	FT25076XNSWX;1	PROJECT FUNDING	-45,548.00	0.00
152	17/03/2025	FT25076YCZ65;1	PROJECT FUNDING	-1,165,358.44	0.00
153	18/03/2025	FT25077971R1;1	PA138517	0.00	84,000.00
154	18/03/2025	FT25077J763F;1	PA138510	0.00	58,650.00
155	23/04/2025	FT25113JT0QP;1	PA136850	0.00	214.50
156	23/04/2025	FT25113SML17;1	PA136836	0.00	2,917.88

157	25/04/2025	FT25115RC5M4;1	PA138535	0.00	788,668.99	-2
158	15/05/2025	FT2513515YJL;1	PA138542	0.00	940,359.49	-2
159	15/05/2025	FT25135659RM;1	PA138541	0.00	18,807,189.75	
160	15/05/2025	FT25135G94FN;1	PA138543	0.00	512,820.61	
161	15/05/2025	FT25135QWVG5;1	PA138540	0.00	29,690.00	-4
162	15/05/2025	FT25135RJ1P7;1	PA138539	0.00	593,800.00	-3
163	15/05/2025	FT25135VP5T2;1	PA138544	0.00	25,641.03	-3
164	22/05/2025	FT25142B57G0;1	CHEMIN DU POMIER	-8,791,562.91	0.00	-1
165	10/06/2025	FT2516181SB2;1	523	0.00	881,297.18	-1
166	10/06/2025	FT25161RLTVT;1	PA138547	0.00	387,817.74	-1
167	27/06/2025	FT2517803DBQ;1	PA138592	0.00	45,175.25	-1
168	27/06/2025	FT251780DHBB;1	PA138567	0.00	33,532.20	-1
169	27/06/2025	FT251780L75Q;1	PA138568	0.00	1,676.61	-1
170	27/06/2025	FT251780PJK7;1	PA138565	0.00	315,051.30	-1
171	27/06/2025	FT251783LZRM;1	PA138569	0.00	3,237,500.00	-7
172	27/06/2025	FT25178531KL;1	PA138560	0.00	2,384.80	-7
173	27/06/2025	FT2517861MCB;1	PA138555	0.00	18,830.09	-7
174	27/06/2025	FT25178BNQCZ;1	PA138562	0.00	10,170.00	-7
175	27/06/2025	FT25178F98DY;1	PA138566	0.00	15,752.57	-7
176	27/06/2025	FT25178FQZ9S;1	PA138591	0.00	903,505.20	-6
177	27/06/2025	FT25178FZLQB;1	PA138590	0.00	517.41	-6
178	27/06/2025	FT25178HLZ56;1	PA138551	0.00	782,500.00	-6
179	27/06/2025	FT25178J6T8B;1	PA138553	0.00	376,601.60	-5
180	27/06/2025	FT25178JRSF0;1	PA138552	0.00	39,125.00	-5
181	27/06/2025	FT25178LNRV3;1	PA138558	0.00	3,526.00	-5
182	27/06/2025	FT25178NZVXQ;1	PA138559	0.00	47,696.00	-5
183	27/06/2025	FT25178QBRW6;1	PA138561	0.00	203,400.00	-5
184	27/06/2025	FT25178SHN6B;1	PA138595	0.00	70,520.00	-5
185	27/06/2025	FT25178T3JLL;1	PA138589	0.00	10,348.18	-5
186	27/06/2025	FT25178THKRN;1	PA138570	0.00	161,875.00	-5
187	27/06/2025	FT25178VHNHP;1	PA138564	0.00	186,250.00	-4
188	27/06/2025	FT25178Z6VWS;1	PA138563	0.00	3,725,000.00	-1

CLOSING
BALANCE
:
-1258561.9

END OF ACCOUNT
STATEMENT

CENTRAL BANK OF KENYA - RECONCILIATION

STATEMENT AS AT : 30.06.2025
G.L A/C NO : 1000375108
HIV GRANT NO KEN-H-TNT GA 1547-MAIN
REMARKS ACTION TAKEN

OFF-SHORE A/C NO: 100005345248
DETAILS CURRENCY
1.BALANCE AS PER OFFSHORE STATEMENT: USD

AMOUNTS
1,213,013.90

2.ADD DEBITS NOT IN NRB
03.04.2025

45,548.00 Outward Telex Payment Payment

3.LESS CREDITS NOT IN NRB

4.ADD DEBITS NOT IN OFFSHORE

5.LESS CREDITS NOT IN OFFSHORE

6.BALANCE AS PER CBK LEDGER

(1,258,561.90)

1,258,561.90

Prepared By: NGURE PW

Checked by: Donis

Approved By: [Signature]

Date: 01.07.2025

Date: 02/07/25

Date: 02/07/2025

[Reroute Hold](#)

[More Actions ...](#)



Manual Input of NR Statement 1000375108.20250701.S.2197.1

Transaction Ref Number (Tag20) 20250630-2197

Account Identification (Tag25) 1000375108

HIV GRANT NO KEN-H-TNT GA 1547-MAIN

Account Currency USD US Dollar

Opening Bal Indicator (Tag60a) C

Opening Bal Date (Tag60a) 29 JUN 2025 29 JUN 2025

Opening Bal Amount (Tag60a) 1,213,013.90

Closing Bal Indicator (Tag62a) C

Closing Bal Date (Tag62a) 30 JUN 2025 30 JUN 2025

Closing Bal Amount (Tag62a) 1,213,013.90

Statement Complete, Y

Entry Details

Audit

SWIFT Tag.1 64

SWIFT Tag content.1.1 C250630USD1213013,90

Statement Complete, Y

HIV NFM 4 TRIAL BALANCE FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2025		
	DR(KSHS)	CR(KSHS)
Bank Balance B/F		35,695,678.17
M-Pesa Balance B/F		167,658.00
Exchequer releases		134,384,010.65
NFM 4 May Funding		4,650,327,536.00
Acc surplus NFM 3 Assets		18,010,135.00
Exchequer releases (NSDCC)	264,218,090.60	
Exchequer releases (NAS COP)	237,550,666.65	
Contractual employees	9,083,679.00	
Performance incentive	17,208,420.00	
Telephone communication	684,250.00	
Travel costs	1,613,160.00	
Depreciation	617,394.00	
Accommodation	34,215,440.00	
Training allowance (CPF)	17,723,152.00	
Tuition fees	1,134,000.00	
Catering services	407,394.48	
Boards, committees and Conferences	6,415,920.55	
Group personal insurance - GF contract staff	9,437,450.00	
Medical drugs	3,225,324,308.23	
Medical drugs (CPF)	383,748,949.90	
Medical drugs paid from prev period	(725,686,658.00)	
Medical drugs accrued expense	110,570,632.00	
Trade payables		1,658,197,411.00
Non-pharmaceutical supplies	152,066,016.21	
Laboratory Materials, Supplies and Small Equipment	572,329,589.98	
General Office Supplies	40,000.00	
Fuel, oil and lubricants	1,466,598.00	
Membership fees, dues and subscriptions	89,600.00	
Contracted Professional services (AIA)	197,608,171.97	
Contracted Professional services (Revenue)	188,749.00	
Contracted Professional services (CPF)	12,443,479.70	
Bank charges	82,646.35	
Maintenance expenses - motor vehicle	412,382.00	
Maintenance expenses equipment and other assets	329,331.90	
Interest earning	-	256,158.10
PPE	18,010,135.00	
Acc Depreciation on PPE		617,394.00
Purchase of printers/copiers	2,443,500.00	
Transfer to KEMSA (GoK CPF)	198,400,000.00	
Transfer to KCM	31,048,055.95	
GoK Counterpart Funding	-	612,315,581.60
GoK Counterpart Funding (Fixed Asset - Pending Bill)		4,357,600.00
Bank Balance C/D	55,028,285.49	
M-Pesa Balance C/D	405,335.00	
Acc surplus NFM 3 payables b/f	2,277,671,037.00	
TOTAL	7,114,329,162.96	7,114,329,162.52