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**REPORT**

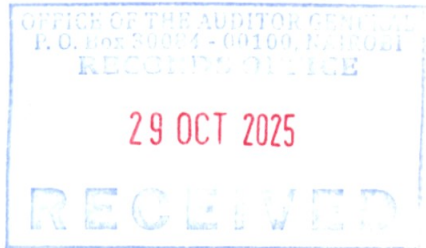
**THE AUDITOR-GENERAL**

**ON**

**GLOBAL FUND - REDUCING THE BURDEN,  
ENSURING SUSTAINABILITY OF  
ACCELERATING PROGRESS TOWARDS  
MALARIA ELIMINATION IN KENYA (GRANT  
AGREEMENT NO.KEN-M-TNT 4149)**

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

**THE NATIONAL TREASURY**



**PROJECT NAME: REDUCING THE BURDEN, ENSURING SUSTAINABILITY AND ACCELERATING PROGRESS TOWARDS MALARIA ELIMINATION IN KENYA**

**IMPLEMENTING ENTITY: THE NATIONAL TREASURY**

**PROJECT GRANT/CREDIT NUMBER: KEN-M-TNT 4149**

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**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**30<sup>TH</sup> JUNE, 2025**

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

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
*Annual Report and Financial Statements for the financial year ended June 30, 2025*

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<b>Table Contents</b>	<b>Page</b>
1. Acronyms and Definition of Terms .....	ii
2. Project Information and Overall Performance .....	iii
3. Statement of Performance against Project's Predetermined Objectives .....	xv
4. Environmental and Sustainability Reporting .....	xviii
5. Statement of Project Management Responsibilities .....	xxii
6. Report of the Independent Auditor on Financial Statements for Global Fund Malaria Program .....	xxiii
7. Statement of Financial Performance for the Year Ended 30th June 2025. ....	1
8. Statement of Financial Position as at 30 <sup>th</sup> June 2025 .....	2
9. Statement of Changes in Net Assets .....	3
10. Statement of Cashflow for the year ended 30 <sup>th</sup> June 2025 .....	4
11. Statement of Comparison of Budget and Actual Amounts for the Year ended 30 <sup>th</sup> June 2025 .....	5
12. Notes to the Financial Statements .....	7
13. Annexes .....	28

**1. 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.

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

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

#### **Name**

The project's official name is **Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya.**

#### **Objective**

The key objective of the project is: To reduce malaria incidence and deaths by at least 75 percent of the 2016 levels by 2028

#### **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 30007-00200

Telephone: (254) (020) 2252299

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

Website: [treasury.go.ke](http://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 project is under the supervision of the National Treasury
Project number	KEN-M-TNT No.4149
Strategic goals of the project	<p>The strategic goals of the project are as follows:</p> <p><i>The specific objectives are:</i></p> <ol style="list-style-type: none"> <li>1. <i>Prevention: Implementing effective vector control measures such as the distributioin of insecticide-treated bed nets (ITNs), indoor residual spraying (IRS), larval control, and environmental management to reduce the transmission of malaria.</i></li> <li>2. <i>Diagnosis: Ensuring prompt and accurate diagnosis of malaria cases through the use of rapid diagnostic tests (RDTs) and microscopy at all levels of the healthcare system.</i></li> <li>3. <i>Treatment: Providing timely access to appropriate antimalarial drugs, particularly artemisinin-based combination therapies (ACTs), and ensuring their rational use to prevent the development of drug resistance.</i></li> <li>4. <i>Surveillance: Strengthening malaria surveillance systems to monitor disease trends, detect</i></li> </ol>

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

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

	<p><i>outbreaks, and assess the impact of control interventions.</i></p> <p><i>5. Capacity Building: Building the capacity of healthcare workers at all levels to effectively manage cases and implement control measures.</i></p> <p><i>6. Partnerships and Collaborations: Fostering partnerships and collaborations with key stakeholders including government agencies, non-governmental organizations (NGOs), the private sector, and international partners to mobilize resources and support for malaria control efforts.</i></p>
<p>Summary of Project Strategies for achievement of strategic goals</p>	<p>The project was formed to intervene in the following problems/gaps:</p> <p>(i) Provision of program medicines, diagnostic commodities, consumables and other technologies</p> <p>(ii) Health workers capacity building</p> <p>(iii) Malaria services delivery systems strengthening, including coordination</p>
<p>Other important background information of the project</p>	<p>Malaria mortality decreased by 78% between 2019 and 2022, while malaria prevalence fell from 8.2% in 2015 to 6% in 2023. Four out of 47 counties in Kenya were in the malaria pre-elimination phase as of 2023. Additionally, Kenya has rolled out the malaria vaccine through the WHO-coordinated and Gavi-funded implementation program.</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>Malaria case management by ensuring prompt and effective treatment of malaria cases through the provision of quality-assured ACTs and the implementation of case management guidelines. This includes training healthcare workers in the diagnosis and treatment of malaria and the scale-up of community case management.</p> <p>Vector control by providing long-lasting insecticide-treated nets through mass campaigns and routine distribution, implementation of targeted indoor residual spraying for insecticide resistance management for comprehensive and effective vector control;</p>

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
*Annual Report and Financial Statements for the financial year ended June 30, 2025*

	<p>Intermittent Preventive Treatment (IPT) of malaria among pregnant women as part of antenatal care to prevent malaria-related complications such as maternal anaemia and low birth weights, and the training of CHVs on IPT-p referral;</p> <p>Social and Behaviour Change Communication (SBCC) by conducting targeted SBCC campaigns to promote the use of ITNs, encourage timely care-seeking behaviour, and educate communities about malaria prevention and control measures.</p> <p>Community Engagement through community health workers (CHWs) and community-based organizations (CBOs) to enhance malaria awareness, promote preventive behaviours, and strengthen surveillance and response activities at the grassroots level;</p> <p>Monitoring, evaluation and operational research, including epidemic preparedness and response to improve decision making for program performance.</p>
Project duration	Three (3) Years

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

**2.4 Bankers**

The following are the bankers for the project:

**(i) PROJECT SPECIAL BANK ACCOUNT**

NCBA Bank Ltd

Account No.: 1005429982

**(ii) LOCAL ACCOUNT**

NCBA Bank Ltd

Harambee Branch

NAIROBI

Account No: 1005363717

**2.5 Independent Auditor**

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

Anniversary Towers

Monrovia Street

P.O. Box 30084 – 00100,

NAIROBI

**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 A. Mohamed	Deputy Director	MSc Comparative Political Economy, BSc Financial Mathematics	Global Fund Coordinator

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

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

3	Anthony Miru	Program Officer- Malaria	Bachelor's in Environmental Health	Malaria Programme Officer
4	Dr. Peter Kimuu	Senior Program Officer-TB	MBCChB, MSC, DLSHTM, DQHC& DTMPH	Senior Program Officer
5	Dr Clare Obonyo	Pharmacist	MPH, B. Pharmacy, Higher Dip in MIS	Pharmacist
6	Brenda Opanga	Program officer - HIV	MA Program Planning and Management, MPH, Epidemiology and Disease Control, Bsc FND	HIV Program Officer
7	Simon Kibia	Senior Finance Officer	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	Principal Accountant	BCOM (FINANCE), CPA (K), CIFA	Accountant-in-charge
14	Ronald Otsola	Senior Accountant	BCOM (FINANCE), CPA (K)	In-charge of Examination section

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

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

15	Matayo Wangalwa	Finance Officer Malaria	MBA(FINANCE), BCOM (FINANCE), CPA(K), DIPLOMA IN BUSINESS MANAGEMENT	In-charge of Malaria Grant
16	Miriam Kundu	Deputy Director Supply Chain Management Services	BA(ECON/MATHS) ADVANCED DIP. IN SUPPLY CHAIN MANAGEMENT	Procurement officer for the PMU
17	Susan Jerubet	Principal Internal Auditor	MBA (FORENSIC AUDIT & ACCOUNTING), BBM (ACCOUNTING), CPA K	Internal Auditor
18	Abdihamid Ali	Senior Accountant	BCOM (FINANCE), CPA 5	Accountant

**2.7 Funding summary**

The Project is for a duration of Three (3) years from 2024 to 2027 with an approved budget of USD.43,283,700 equivalent to KShs.5,606,226,018.36 as highlighted in the table below:

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya  
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 <sup>th</sup> June 2025)		Undrawn balance to date	
	Development Partner currency (USD)	Kshs	Development Partner currency	Kshs	Development Partner currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A') - (B')
<b>(i) Grant</b>						
Global Fund	43,283,700	5,606,226,018	4,351,859	561,389,787	38,931,841	5,044,836,231
Transfer from NFM 3				11,659,153		
Cumulative interest (KES A/C)				395,821		
<b>(ii) Counterpart funds</b>						
Government of Kenya		1,317,857,143		295,809,589		1,022,047,554
<b>Total</b>	<b>43,283,700</b>	<b>6,924,083,160</b>	<b>4,351,859</b>	<b>869,254,350</b>	<b>38,931,841</b>	<b>6,066,883,785</b>

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2025*

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (30 <sup>th</sup> June 2025)		Cumulative amount paid to date – (30 <sup>th</sup> June 2025)		Unutilised balance to date (30th June 20XX)	
	Development Partner currency	Kshs	Development Partner currency	Kshs	Development Partner currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Grant						
Global Fund	4,351,859	561,389,787	4,326,703	558,726,420	25,156	2,663,367
Transfer from NFM 3		11,659,153				11,659,153
Cumulative interest (KES A/C)		395,821				395,821
(i) Counterpart funds						
Government of Kenya		295,809,589		295,809,589		-
<b>Total</b>	<b>4,351,859</b>	<b>869,254,350</b>	<b>4,326,703</b>	<b>854,536,009</b>	<b>25,156</b>	<b>14,718,341</b>

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

**2.8 Summary of Overall Project Performance:**

i) Budget performance against actual amounts for the current year and for cumulative to-date is 67.75%

ii) Physical progress based on outputs and outcomes since project commencement,

Overall, the project performance indicators monitored during the year:

*A number of indicators were tracked during the financial year, and included HIS reporting, access to malaria in pregnancy interventions, malaria case management and access and use of Long-Lasting Insecticide treated nets, among others*

iii) Indicate the absorption rate for each year since the commencement of the project.

FY 2024/2025 = 67.75%

iv) List the implementation challenges and recommend the next steps.

No.	Challenges	Mitigation
1	Procurement delays, especially for LLINs	Ensure clear LLINs specifications Launch procurement of LLINs early
2	Delayed implementation of mass LLINs distribution campaign	Ensure robust distribution campaign logistics

**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 are no systemic non-compliance issues. However, a recent compliance audit established failure to report on outstanding pending bills approved for payment under NFM 4 as required.*

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

-None since there has been no non-compliance.

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
*Annual Report and Financial Statements for the financial year ended June 30, 2025*

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

*-N/A*

*Prepare comprehensive status report on commitments and obligations to facilitate timely settlement of debt obligations*

*– This is a grant and not a debt therefore it is not repayable unless there are ineligibles*

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

The strategic goals of the project are as follows:

*The specific objectives are:*

#### **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 protect 100 percent of people living in malaria risk areas through access to appropriate malaria preventive interventions by 2028
- b. To manage 100 percent of suspected malaria cases according to the Kenya malaria treatment guidelines by 2028
- c. To establish systems for malaria elimination in targeted counties by 2028
- d. To increase utilisation of appropriate malaria interventions in Kenya to at least 80 percent by 2028
- e. To strengthen malaria surveillance and use of information to improve decision making for programme performance
- f. To provide leadership and management for optimal implementation of malaria interventions at all levels, for the achievement of all objectives by 2023.

#### **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.

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2025*

Below, we provide the progress on attaining the stated objectives: (the entity to provide this information as per the table below or in a more applicable format to its operations)

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
<i>KEN-M-TNT</i>	To manage 100 percent of suspected malaria cases according to the Kenya malaria treatment guidelines by 2028	Malaria case management	Reported malaria cases (presumed and confirmed)	6,853,286 malaria cases were reported in 2024 against a baseline of 5,631,086 in 2023.  The increase can be attributed to improved access during the grant period
<i>KEN-M-TNT</i>	To manage 100 percent of suspected malaria cases according to the Kenya malaria treatment guidelines by 2028	Malaria case management	Proportion of suspected malaria cases that receive a parasitological test at public sector health facilities	The annual testing rate was at 89.03% in 2024 against a baseline of 89.79 in 2023. The performance was slightly below the target of 93.75%
<i>KEN-M-TNT</i>	To protect 100 percent of people living in malaria risk areas	Vector control	Malaria test positivity rate	The positivity rate in 2024 was 31% against a

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2025*

	through access to appropriate malaria preventive interventions by 2028			baseline of 31.38% at baseline in 2023. With availability of mRDTs and microscopy during the year, the performance above can be attributed to sustained vector control efforts
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#### **4. Environmental and Sustainability Reporting**

Sustainability of the country's Malaria 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 strengthen integration of the program into primary health care. 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**

*Outline clearly the environmental policy guiding the organization. Outline successes, shortcomings, efforts to manage biodiversity, waste management policy, and efforts to reduce the environmental impact of the organization's products.*

Mitigating the environmental impact of malaria control in the country involves a multisectoral approach with a focus on integrating climate data into malaria strategies, enhancing surveillance systems, implementing climate-resilient policies, using environmentally friendly vector control methods whenever possible and strengthening community engagement to improve health outcomes while protecting the environment. This includes adapting strategies to changing climate patterns that affect mosquito populations, and using innovative tools like climate -driven early warning systems and malaria vaccines to control the disease with minimal environmental disruption.

### **3. Employee welfare**

*Give an account of the policies guiding the hiring process, whether they consider the gender ratio, whether they take in stakeholder engagements, and how often they are improved. Explain efforts to enhance skills and manage careers, as well as appraisal and reward systems. The organization should also disclose its policy on safety and compliance with the Occupational Safety and Health Act of 2007 (OSHA).*

Hiring, management and professional developed of health workers involved in implementation of malaria control 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-**

*Explain how the project maintains good business practices and treats its suppliers responsibly by honouring contracts and respecting payment practices.*

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 malaria commodities.

#### **b) Responsible ethical practices**

*outline efforts to maintain ethical and anti-corruption practices and responsible political involvement.*

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;

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
*Annual Report and Financial Statements for the financial year ended June 30, 2025*

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all in accordance with existing legal, policy and institutional arrangements frameworks.

**c) Regulatory impact assessment**

*Safeguard citizen and stakeholder 's rights.*

Safeguarding rights of citizens and stakeholders in the country's malaria program entails involving communities, ethical considerations for interventions, and ensuring access to quality prevention and treatment for all. The main strategies include transparency in communication, community engagement, ensuring all beneficiaries receive quality services, and providing effective diagnosis, treatment and prevention tools such as LLINs.

**5. Community Engagements**

Give evidence of community engagement, including charitable giving (cash & material), community social investment, and other forms of community engagement. *(The project gives details of CSR activities carried out in the year and their impact on society. The statement may also include how the organization promotes education, sports, healthcare, labour relations, staff training and development, and water and sanitation initiatives)*

This is a GoK / public program. No CSR activities

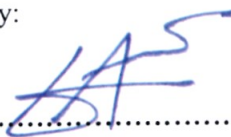
## 5. Statement of Project Management Responsibilities

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 30<sup>th</sup> 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 30<sup>th</sup> 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.

### 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

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

## **REPORT OF THE AUDITOR-GENERAL ON GLOBAL FUND - REDUCING THE BURDEN, ENSURING SUSTAINABILITY AND ACCELERATING PROGRESS TOWARDS MALARIA ELIMINATION IN KENYA (GRANT AGREEMENT NO.: KEN-M-TNT 4149) 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-Reducing the Burden, Ensuring Sustainability and Accelerating Progress Towards Malaria Elimination in Kenya (Grant Agreement No.: KEN-M-TNT 4149) set out on pages 1 to 28, which comprise of the statement of financial position as at 30 June, 2025 and the

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*Report of the Auditor-General on Global Fund - Reducing the Burden, Ensuring Sustainability and Accelerating Progress Towards Malaria Elimination in Kenya (Grant Agreement No.: KEN-M-TNT 4149) for the year ended 30 June, 2025 - The National Treasury*

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-Reducing the Burden, Ensuring Sustainability and Accelerating Progress Towards Malaria Elimination in Kenya 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-M-TNT-4149 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 of Supreme Audit Institutions (ISSAIs). I am independent of Global Fund-Reducing the Burden, Ensuring Sustainability and Accelerating Progress Towards Malaria Elimination in Kenya 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 Kshs.498,335,972 and Kshs.869,254,351 respectively resulting to excess receipts of Kshs.370,918,379 or 74% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.498,335,972 and Kshs.854,536,009 resulting in an over expenditure of Kshs.356,200,037 or 71% of the budget.

The significant excess receipts and over expenditure is an indication of possible weaknesses in the budget making 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 xxii 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.

## **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 effects of the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

#### **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.

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**

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 Kshs.49,208,052 as daily subsistence and training allowances across the three grants 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 year 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 year 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-M-TNT-4149, 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-M-TNT-4149 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 Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the 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

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

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

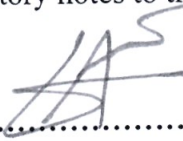
**7. Statement of Financial Performance for the Year Ended 30th June 2025.**

	Notes	2024/2025 FY
		Kshs
Revenue		
GoK Counterpart Funding	6	207,075,931
Revenue Transfers	6	561,389,787
Miscellaneous Revenue (Interest earned KES. A/c)	7	395,821
<b>Total revenue</b>		<b>768,861,539</b>
<b>Expenses</b>		
Employee costs	8	19,215,207
Use of goods and services	9	499,215,019
Transfer to other Government Entities	10	345,666,945
Depreciation	11	424,287
Other Capital Grants and Transfers	12	73,045,240
<b>Total expenses</b>		<b>937,566,698</b>
Other gains/(losses)		
Impairment loss		
<b>Surplus/ (deficit)</b>		<b>(168,705,159)</b>

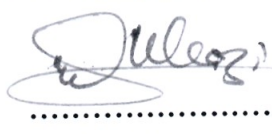
The accounting policies and explanatory notes to these financial statements are an integral part of the financial statements.



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



.....  
**Feisal M. Awer**  
**Project Coordinator**



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

**Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya**

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

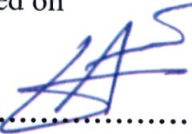
**8. Statement of Financial Position as at 30<sup>th</sup> June 2025**

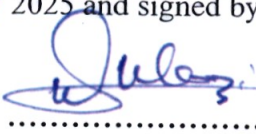
	Note	2024/2025 FY Kshs
<b>Assets</b>		
<b>Current Assets</b>		
Cash and Cash equivalents (KES A/c	13	14,718,341
<b>Total Current Assets</b>		<b>14,718,341</b>
<b>Non-Current Assets</b>		
Property, Plant and Equipment	14	11,880,032
<b>Total Non-Current Assets</b>		<b>11,880,032</b>
<b>Total Assets (a)</b>		<b>26,598,373</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Trade and Other Payables	15	171,340,060
<b>Total Current Liabilities</b>		<b>171,340,060</b>
<b>Total Liabilities (b)</b>		<b>171,340,060</b>
<b>Net Assets (a-b)</b>		<b>(144,741,687)</b>
Represented By:		
Accumulated Surplus		(144,741,687)
<b>Total Net Assets</b>		<b>(144,741,687)</b>

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

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
*Annual Report and Financial Statements for the financial year ended June 30, 2025*

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

Description	Accumulated Surplus Kshs
<b>As at 1st Jul 2024</b>	-
Adjustments:	
NFM 3 Balances	11,659,154
Asset Recognition (NFM 3)	12,304,318
Receivables recognition NFM 3	(88,733,658)
Liabilities recognition (NFM 3)	88,733,658
<b>As at 1st July 2024</b>	<b>23,963,472</b>
Surplus for the year	(168,705,159)
<b>As at 30th June 2025</b>	<b>(144,741,687)</b>

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

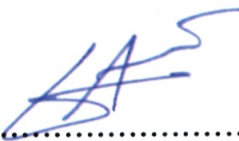
The financial statements were approved on

27/10/

2025 and signed by:



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



.....  
**Feisal M. Awer**  
**Project Coordinator**



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

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

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

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

Description	Note	2024/2025 FY
		Kshs
<b>Cashflow from operating activities</b>		
<b>Receipts</b>		
Revenue Transfers	6	561,389,787
Transfer from NFM 3 KES Account	6	11,659,154
Miscellaneous Revenue (Interest earned KES A/c)	7	395,821
<b>Total receipts</b>		<b>573,444,762</b>
<b>Payments</b>		
Employee costs	8	19,215,207
Use of goods and services	9	193,844,268
Transfer to other Government Entities	10	345,666,945
<b>Total payments</b>		<b>558,726,420</b>
<b>Net cash flow from operating activities</b>		<b>14,718,342</b>
<b>Cashflow from investing activities</b>		-
Acquisition of non-financial assets		-
Proceeds from sale of Assets		-
Acquisition of Intangible assets		-
<b>Net cash flows from investing activities</b>		-
<b>Cash flow from financing activities</b>		-
<i>Specify the activity</i>		
<b>Net cash flow from financing activities</b>		-
Net increase/Decrease in cash and cash equivalents		14,718,342
<b>Cash and cash equivalent at 1<sup>st</sup> July 2024</b>		-
<b>Cash and cash equivalent at end June 2025</b>	<b>13</b>	<b>14,718,342</b>

**Note: GoK counterpart funding has been excluded because it has no cash movement.**

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2025*

**11. Statement of Comparison of Budget and Actual Amounts for the Year ended 30<sup>th</sup> June 2025**

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
<b>Budget Carry Overs from previous periods</b>				11,659,154	(11,659,154)	-
<b>Receipts</b>						
GoK Counterpart Funding	304,000,000	(50,000,000)	254,000,000	295,809,589	(41,809,589)	116
Revenue Transfers	1,334,562,001	(1,090,226,029)	244,335,972	561,389,787	(317,053,815)	230
Miscellaneous Revenue				395,821	(395,821)	
<b>Total Revenue</b>	<b>1,638,562,001</b>	<b>(1,140,226,029)</b>	<b>498,335,972</b>	<b>869,254,351</b>	<b>(370,918,379)</b>	<b>214</b>
<b>Payments</b>						
Employee costs	32,845,982	(12,986,312)	19,860,000	19,215,207	644,793	97
Use of goods and services	1,474,716,000	(1,127,240,029)	347,475,971	418,624,495	(71,148,524)	120
Transfer to other Government Entities				345,666,945	(345,666,945)	-
Other Capital Grants and Transfers	131,000,000	-	131,000,000	71,029,362	59,970,638	54
<b>Total Payments</b>	<b>1,638,562,001</b>	<b>(1,140,226,029)</b>	<b>498,335,972</b>	<b>854,536,009</b>	<b>(356,200,038)</b>	<b>171</b>
<b>Surplus</b>			-	<b>14,718,342</b>	(14,718,341)	

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya  
Annual Report and Financial Statements for the financial year ended June 30, 2025*

**Budget Reconciliation**

	Description of Particulars	Amount in Kshs
	Actual Surplus Amounts as per the statement of Budget	14,718,342
1	Reason for differences	-
2	Reason for differences	-
3	Reason for differences	-
4	Reason for differences	-
	Closing Cash and Cash Equivalent as per the statement of Cash flows	<b>14,718,342</b>

***Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya***

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

**12. Notes to the Financial Statements**

**1. General Information**

Global Fund Unit 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 mainly medical commodities.

**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 1<sup>st</sup>/ 2<sup>nd</sup>/ 3<sup>rd</sup>/year financial statements are transitional financial statements and the following elements of the financial statements have not been recognized as the entity has taken advantage of the transition provisions outlined in IPSAS 33.*

These financial statements were authorized for issue by the accounting officer on 31st August, 2024

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

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

<b>Standard</b>	<b>Effective date and impact:</b>
IPSAS 43	<b><i>Applicable 1<sup>st</sup> January 2025</i></b> 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. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.
IPSAS 44: Non-Current Assets Held for Sale and	<b><i>Applicable 1<sup>st</sup> January 2025</i></b> 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:

***Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya***

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

<b>Standard</b>	<b>Effective date and impact:</b>
Discontinued Operations	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.
IPSAS 45- Property Plant and Equipment	<i>Applicable 1<sup>st</sup> January 2025</i> 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.
IPSAS 46 Measurement	<i>Applicable 1<sup>st</sup> January 2025</i> The objective of this standard was to improve measurement guidance across IPSAS by: <ul style="list-style-type: none"> <li>i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used.</li> <li>ii. Clarifying transaction costs guidance to enhance consistency across IPSAS;</li> <li>iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</li> </ul> The standard also introduces a public sector specific measurement bases called the current operational value.

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

<b>Standard</b>	<b>Effective date and impact:</b>
IPSAS 47- Revenue	<i>Applicable 1<sup>st</sup> January 2026</i> 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

**Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya**

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

Standard	Effective date and impact:
	users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.
IPSAS 48- Transfer Expenses	<i>Applicable 1<sup>st</sup> January 2026</i> 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.
IPSAS 49- Retirement Benefit Plans	<i>Applicable 1<sup>st</sup> January 2026</i> The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<i>Applicable 1<sup>st</sup> January 2027</i> The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires: <ul style="list-style-type: none"> <li>i. Limited improvements to existing accounting practices for exploration and evaluation expenditures.</li> <li>ii. Entities that recognize exploration and evaluation assets to assess such assets for impairment in accordance with this Standard and measure any impairment in accordance with IPSAS 26.</li> <li>iii. Disclosures that identify and explain the amounts in the entity's financial statements arising from the exploration for and evaluation of mineral resources and help users of those financial statements understand the amount, timing and certainty of future cash flows from any exploration and evaluation assets recognized.</li> </ul>

**iii) Early adoption of standards**

The Entity did not early – adopt any new or amended standards in the financial year 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 the Parliament. 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 *six (6)* under section *11 (eleven)* of these financial statements.

**c) Property, plant and equipment**

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

***Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya***

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

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**

***Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya***

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

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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. (amend as appropriate).* A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. At initial recognition, the entity measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through surplus or deficit, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

***Financial assets***

***Classification***

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

***Subsequent measurement***

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

***Amortized cost***

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

***Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya***

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

**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 (There was no impairment since the rates are yet to be discussed. Hopefully this will be availed in the 3rd year of accrual implementation)*.

***Financial liabilities***

***Classification***

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

**h) Inventories**

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

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

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

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

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

**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

***Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya***

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

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 30th June, 2025.

***Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya***

**Annual Reports and 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

**Provisions**

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note xxx (*There is no Note on Provisions since this was not provided for in the accrual basis first year of implementation*).

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

**Notes to the financial statements**

**6. Revenue Transfers**

Description	2024/2025 FY
	KShs
<b>Unconditional Transfers</b>	
GoK Counter Part funding	207,075,931

**Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya**

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

Payables FY 2023/2024	(88,733,658)
Payables FY 2024/2025	171,340,060
Global Fund Disbursements	561,389,787
Transfer from NFM 3	11,659,154
<b>Total Unconditional Transfers (a)</b>	<b>862,731,274</b>

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

**a) Details to Revenue Transfers**

<b>Name of The Entity Transferring</b>	<b>Amount recognized to Statement of Financial performance</b>	<b>Amount deferred under deferred income.</b>	<b>Amount moved to Capital fund</b>	<b>Total transfers (2024/2025 FY)</b>
	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
GoK Funding Daily Subsistence Allowance	52,346,000			52,346,000
GoK Funding Training allowance	482,914			482,914
GoK Funding Contracted Professional Services	18,200,448			18,200,448
GoK Funding Medical drugs	136,046,569			136,046,569
Payables FY 2023/2024	(88,733,658)			(88,733,658)
Payables FY 2024/2025	171,340,060			171,340,060
<b>Total</b>	<b>289,682,333</b>			<b>289,682,333</b>
Exchequer release	36,926,512			36,926,512
Disbursement from Global Fund (Sai Pharmaceuticals Ltd)	73,730,562			73,730,562
Disbursement from Global Fund (Sai Pharmaceuticals Ltd)	96,737,174			96,737,174
Kenya Medical Supplies Authority	8,328,594			8,328,594
NMCP Transfers/Disbursements (Exchequer)	345,666,945			345,666,945
<b>Total</b>	<b>561,389,787</b>	-	-	<b>561,389,787</b>
		-	-	
Transfer from NFM 3 KES A/C	11,659,154			11,659,154
<b>Grand Total</b>	<b>862,731,274</b>			<b>862,731,274</b>

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

**Notes to the financial statements**

**7. Miscellaneous revenue**

Description	FY 2024/2025
	<b>Kshs</b>
Interest Income KES. A/C – Q1	109,686
Interest Income KES. A/C – Q2	31,145
Interest Income KES. A/C – Q3	124,036
Interest Income KES. A/C – Q4	130,954
<b>Total</b>	<b>395,821</b>

**8. Employees Costs**

Description	FY 2024/2025
	<b>Kshs</b>
Basic wages of temporary employees	17,587,793
Personal allowances paid as part of salary	1,627,414
<b>Total</b>	<b>19,215,207</b>

**9. Use of Goods and Services**

Description	FY 2024/25
	<b>Kshs</b>
Bank charges	127,633
Domestic travel and subsistence	1,879,000
Fuel and lubricants	1,041,202
Hospitality supplies and services	694,866
Insurance costs	10,666,640
Specialized materials and services (See Annex 4)	475,838,487
Other operating payments(specify) (See Annex 5)	8,736,720
Routine maintenance – vehicles and other transport equipment	230,472
<b>Total</b>	<b>499,215,020</b>

**10. Transfer to Other Government Entities**

Description	FY 2024/25
	<b>Kshs</b>
National Malaria Control Program (NMCP)	35,499,825
National Malaria Control Program (NMCP)	310,167,120
<b>Total</b>	<b>345,666,945</b>

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

These are funds from the PMU USD account processed through National Exchequer account and transferred to National Malaria Control Program through State Department for Public Health and Professional Standards and Project Management Unit at National Treasury.

**11. Depreciation**

<b>Description</b>	<b>FY 2024/25</b>
	<b>Kshs</b>
Depreciation	424,287
<b>Total</b>	<b>424,287</b>

This is depreciation for the three months ; April, May, and June 2025

**12. Other Capital Grants and Transfers**

<b>Description</b>	<b>FY 2024/25</b>
	<b>Kshs</b>
Accommodation	52,346,000
Training payments	482,914
Contracted Professional Services (See Annex 6)	20,216,326
<b>Total</b>	<b>73,045,240</b>

This is a line provided under GoK Counterpart funding budget in addition to Medical drugs, Non-pharmaceuticals and Laboratory services payments budget.

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

Annual Reports and Financial Statements for the year ended June 30, 2025.

Notes to the financial statements

12. Cash and Cash Equivalents

Description	2024/2025 FY	1 <sup>st</sup> July
	Kshs	Kshs
Cash in Bank (KES A/c)	14,614,742	-
M-Pesa	103,599	-
<b>Total Cash and Cash Equivalents</b>	<b>14,718,341</b>	<b>-</b>

Project Bank Accounts

Details	2024/2025 FY	1 <sup>st</sup> July 2024
	Kshs	Kshs
<b>Foreign Currency Accounts</b>		
NCBA Bank [A/c No.1583580368]	437,798,022.70	-
Total Foreign Currency balances	437,798,022.70	=
<b>Local Currency Accounts</b>		
NCBA Bank [A/c No.1937110127]	14,614,741.80	-
M-Pesa A/c	103,599.00	-
Total local currency balances	14,718,340.80	=
<b>Total bank account balances</b>	<b>452,516,363.50</b>	<b>=</b>

Note: KSh.437,798,022.70 is Designated Account balance as per Special Account Reconciliation of USD.3,387,630.24 converted at CBK exchange rate of 129.2343 as at 30.06.2025

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
**Annual Reports and Financial Statements for the year ended June 30, 2025.**

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

**13. Property, Plant and Equipment**

Cost	Motor vehicles	Furniture and fittings	ICT Equipment	Other Assets (specify)	Capital Work in progress	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>Depreciation rate</b>	12.5%					12.5%
As At 1July 2024 (opening balances)	-		-			-
Additions	-		-			-
Disposals	-		-			-
Transfers from NFM 3	12,304,318		-			12,304,318
<b>As at 30<sup>th</sup> June 2025</b>	<b>12,304,318</b>	-	-	-	-	<b>12,304,318</b>
<b>Depreciation And Impairment</b>						
As at 1July 2025						
Depreciation charge for the year	424,287					424,287
Impairment loss						
Transfers/ Adjustments						
<b>As At 30<sup>th</sup> June 2025</b>	<b>424,287</b>					<b>424,287</b>
<b>Net Book Values</b>						
As at 1 <sup>st</sup> July 2024	-		-			-
<b>As at 30<sup>th</sup> June 2025</b>	<b>11,880,032</b>	-	-	-	-	<b>11,880,032</b>

*The programme provides no depreciation on the year of acquisition and a full year depreciation on the year of disposal. The transferred NFM 3 assets were depreciated for the remaining 3 months of the year  
There were no fixed assets/PPE additions in the year under review.*

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

Notes to the financial statements

**15. Trade and Other Payables**

Description	2024/2025 FY		1 <sup>st</sup> July 2024	
	Kshs		Kshs	
Healthlearn Media Resources (GoK CPF)	3,478,978.90			
Kenya Medical Supplies Authority (GoK CPF)	362,393.60			
Travotech Agencies Ltd (GoK CPF)	810,400.00			
Kenya Medical Supplies Authority (GoK CPF)	47,003.00			
F & S Scientific Ltd (GoK CPF)	1,501,345.05			
Kenya Medical Supplies Authority (GoK CPF)	86,974.45			
Netrix Business Systems (GoK CPF)	16,790,000.00			
Kenya Medical Supplies Authority (KEMSA)	389,528.00			
Steplabs Technical Services Ltd (GoK CPF)	542,900.00			
Kenya Medical Supplies Authority (GoK CPF)	31,488.00			
Lued (A) Chemicals Ltd (GoK CPF)	1,496,000.00			
Kenya Medical Supplies Authority (GoK CPF)	86,768.00			
Kensel Ltd (GoK CPF)	600,000.00			
Kenya Medical Supplies Authority (GoK CPF)	34,800.00			
Travotech Agencies Ltd (GoK CPF)	3,129,000.00			
Kenya Medical Supplies Authority (GoK CPF)	181,482.00			
Biodesk Africa Limited (GoK CPF)	1,406,741.20			
Kenya Medical Supplies Authority (GoK CPF)	81,592.05			
Biodesk Africa Limited (GoK CPF)	7,426,190.50			
Kenya Medical Supplies Authority (GoK CPF)	430,718.54			
Wright Limited	1,958,800.00			
Kenya Medical Supplies Authority (GoK CPF)	113,610.40			
Benchtop Automation Limited (GoK CPF)	2,972,750.00			
Kenya Medical Supplies Authority (GoK CPF)	169,519.50			
Tridem (GoK CPF)	127,211,077.05			
<b>Total trade and other payables</b>	<b>171,340,060.30</b>		<b>88,733,658</b>	
<b>Ageing analysis: (Trade and other payables)</b>	<b>Current FY</b>	<b>% of the Total</b>	<b>Comparative FY</b>	<b>% of the Total</b>
Under one year	171,340,060.30	100%	88,733,658	100%
1-2 years	-	-	-	%
2-3 years	-	-	-	%
Over 3 years	-	-	-	%
<b>Total (tie to above total)</b>	<b>171,340,060.30</b>	<b>100%</b>	<b>88,733,658</b>	<b>100%</b>

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

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*These are suppliers who could not be paid because there was no sufficient budget and exchequer to process the payments.*

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

Notes to the financial statements

**16. Cash Generated from Operations**

Description	2024/2025 FY
	Kshs
Surplus/Deficit for the year	14,718,342
Adjusted for:	
Depreciation	-
Non-cash grants received	
Impairment	
Gains and losses on disposal of assets	
<b>Working capital adjustments</b>	
Increase in inventory	
Increase in receivables	
Increase in deferred income	
Increase in payables	
Increase in payments received in advance	-
<b>Net cash flow from operating activities</b>	<b>14,718,342</b>

**17. 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.

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
**Annual Reports and Financial Statements for the year ended June 30, 2025.**

Notes to the financial statements

**Special Deposit Accounts Movement Schedule**

Description	2024/2025 FY	1 <sup>st</sup> July 2024
	Kshs	Kshs
(i) A/C Name [A/c No.1583580368]		
Opening balance	2,761,669.90	2,806,855.85
Total amount deposited in the account	11,518,847.65	12,812,796.76
Total amount withdrawn	<u>10,796,079.43</u>	<u>12,857,982.71</u>
<b>Closing balance (as per SDA bank account reconciliation attached)</b>	<b><u>3,387,630.24</u></b>	<b><u>2,761,669.90</u></b>

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

**18. 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.

***Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya***

**Annual Reports and Financial Statements for the year ended June 30, 2025.**

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**Notes to the financial statements**

**19. Events after the Reporting Period**

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

**20. Ultimate And Holding Entity**

The Entity is a State Corporation/ or a Semi-Autonomous Government Agency under the National Treasury. Its ultimate parent is the Government of Kenya.

**21. Currency**


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

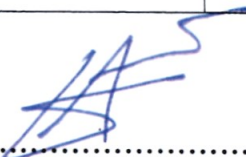
*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
 Annual Reports and Financial Statements for the year ended June 30, 2025.

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

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
**Annual Reports and Financial Statements for the year ended June 30, 2025.**

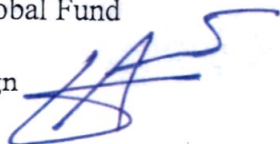
**Annex 2: Reconciliation of inter-entity transfers**

<b>Project Name:</b>			
<b>Break down of transfers from the National Treasury</b>			
<b>a. Government Counterpart funding</b>			
	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
			2024/2025
	<b>Total</b>		
<b>B. Direct payments</b>			
	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
Donor payments to Suppliers and KEMSA		178,796,329	2024/2025
	<b>Total</b>	<b>178,796,329</b>	
<b>C. Others</b>			
	Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
		-	2024/2025
	<b>Total</b>	<b>178,796,329</b>	
	<b>Total (A+B+C)</b>	<b>178,796,329</b>	

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



*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
Annual Reports and Financial Statements for the year ended June 30, 2025.

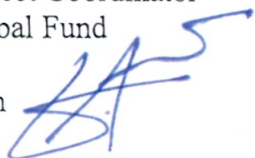
Annex 2a: Reconciliation of inter-entity transfers

Project Name:				
Break down of transfers from the National Treasury				
<b>a.</b>	<b>Government Counterpart funding</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	GoK funding		295,809,589	2024/2025
		<b>Total</b>	<b>295,809,589</b>	
<b>B.</b>	<b>Direct payments</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
			-	2024/2025
		<b>Total</b>	<b>-</b>	
<b>C.</b>	<b>Others</b>			
		Bank Statement Date	Amount (Kshs)	Indicate the FY to which the amounts relate
	Exchequer release		36,926,512	2024/2025
		<b>Total</b>	<b>36,926,512</b>	
		<b>Total (A+B+C)</b>	<b>332,736,101</b>	

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

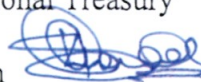
Project Coordinator  
Global Fund

Sign



Head of Accounting Unit  
National Treasury

Sign



*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
**Annual Reports and Financial Statements for the year ended June 30, 2025.**

**Annex 3: Fixed Asset Register**

<b>Asset class</b>	<b>Historical Cost b/f (Kshs) Previous Year</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Transfers in/(out) during the year</b>	<b>Historical Cost c/f (Kshs) Current Year</b>
Motor vehicle	13,577,179	-	-	-	13,577,179
<b>Total</b>	<b>13,577,179</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,577,179</b>

*There were no fixed assets purchased in the Financial Year 2024/2025*

**Annex 4: Analysis of Specialized Materials and Services**

<b>Date</b>	<b>Payee</b>	<b>Donor Currency (USD)</b>	<b>Equivalent KShs.</b>
27.06.25	Sai Pharmaceuticals Limited	562,050.00	73,730,562.00
27.06.25	Sai Pharmaceuticals Limited	737,430.00	96,737,174.00
	<b>Total</b>	<b>1,299,480.00</b>	<b>170,467,736.00</b>
	<b>GoK Counterpart Funding Payments</b>		
30.10.24	Sai Pharmaceuticals Limited		59,101,287.00
30.10.24	Queseven Ltd		13,769,123.00
15.11.24	Precise Lab Africa Ltd		2,972,200.00
15.11.24	Ultralab EA Ltd		210,880.00
15.11.24	Ultralab EA Ltd		56,400.00

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
**Annual Reports and Financial Statements for the year ended June 30, 2025.**

15.11.24	Ultralab EA Ltd		1,085,425.00
15.11.24	Ultralab EA Ltd		2,402,500.00
15.11.24	Crystal Supplies EA Ltd		6,500,000.00
15.11.24	Chemoquip		1,660,888.00
20.03.25	Healthlearn Media Resources		6,425,097.00
20.03.25	Healthlearn Media Resources		3,535,808.00
20.03.25	Faram EA Ltd		10,351,533.00
20.03.25	Africa Biosystems Ltd		9,804,832.00
23.06.25	Healthlearn Media Resources		2,739,429.00
23.06.25	Prodigy Health Care		1,369,939.00
23.06.25	Meril Diagnostic Private Limited		35,690,384.00
23.06.25	Meril Diagnostic Private Limited		67,104,502.00
	<b>Total</b>		<b>224,780,227.00</b>
25.06.25	Benchtop Automation Limited (GoK CPF)		2,972,750.00
25.06.25	Biodesk Africa Limited (GoK CPF)		1,406,741.20
25.06.25	Biodesk Africa Limited (GoK CPF)		7,426,190.50
25.06.25	F & S Scientific Ltd (GoK CPF)		1,501,345.05
25.06.25	Healthlearn Media Resources (GoK CPF)		3,478,978.90
25.06.25	Kensel Ltd (GoK CPF)		600,000.00
25.06.25	Lued (A) Chemicals Ltd (GoK CPF)		1,496,000.00
25.06.25	Netrix Business Systems (GoK CPF)		16,790,000.00
25.06.25	Steplabs Technical Services Ltd (GoK CPF)		542,900.00
25.06.25	Travotech Agencies Ltd (GoK CPF)		810,400.00

**Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya  
Annual Reports and Financial Statements for the year ended June 30, 2025.**

25.06.25	Travotech Agencies Ltd (GoK CPF)		3,129,000.00
25.06.25	Tridem (GoK CPF)		127,211,077.05
25.06.25	Wright Limited		1,958,800.00
	Payables previous period 2023/24		(88,733,658.00)
	<b>Total Payables</b>		<b>80,590,524.70</b>
	<b>Grand Total</b>	<b>1,299,480.00</b>	<b>475,838,487.70</b>

**Annex 5: Analysis of Other Operating Payments**

Date	Payee	Donor Currency (USD)	Equivalent KShs.
29.01.25	Kenya Medical Supplies Authority	-	5,930
02.06.25	Kenya Medical Supplies Authority	-	25,548
03.06.25	Kenya Medical Supplies Authority	-	181,854
27.06.25	Kenya Medical Supplies Authority	28,102.50	3,686,528
27.06.25	Kenya Medical Supplies Authority	36,871.50	4,642,066
	<b>Total</b>	<b>66,555.04</b>	<b>8,541,926</b>

**Annex 6 Other Capital Grants and Transfers**

Date	Payee	Description	Amount (KES)
15.11.24	Kenya Medical Supplies Authority (GoK)	Contracted professional services	4,640.00
15.11.24	Kenya Medical Supplies Authority (GoK)	Contracted professional services	12,231.00
15.11.24	Kenya Medical Supplies Authority (GoK)	Contracted professional services	139,345.00
15.11.24	Kenya Medical Supplies Authority (GoK)	Contracted professional services	62,955.00
28.03.25	Kenya Medical Supplies Authority (GoK)	Contracted professional services	10,098,571.00
15.11.24	Kenya Medical Supplies Authority (GoK)	Contracted professional services	96,331.00

*Reducing the Burden, Ensuring Sustainability and Accelerating Process Towards Malaria Elimination in Kenya*  
**Annual Reports and Financial Statements for the year ended June 30, 2025.**

15.11.24	Kenya Medical Supplies Authority (GoK)	Contracted professional services	377,000.00
15.11.24	Kenya Medical Supplies Authority (GoK)	Contracted professional services	172,387.00
25.06.25	Kenya Medical Supplies Authority (GoK)	Contracted professional services	7,236,988.00
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		362,393.60
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		47,003.00
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		86,974.45
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		31,488.00
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		86,768.00
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		34,800.00
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		181,482.00
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		81,592.05
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		430,718.54
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		113,610.40
25.06.2025	Kenya Medical Supplies Authority (GoK CPF)		169,519.50
25.06.2025	Kenya Medical Supplies Authority (KEMSA)		389,528.00
	<b>Total</b>		<b>20,216,325.54</b>

Note: These GoK Counterpart payments to KEMSA of KES.20,216,325.54 has been disclosed under Other Capital Grants and Transfers.

**Annex 7: Other Support Documents**

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

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## Annex 2: Financial Statements cash basis and commitments reconciliation template

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30<sup>TH</sup> JUNE 2025

THE NATIONAL TREASURY, GLOBAL FUND PROGRAM

THE NATIONAL TREASURY  
GLOBAL FUND PROGRAM  
MALARIA GRANT NO. KEN-M-TNT  
GC7

# Financial Statements cash basis and commitments reconciliation template

## Guiding note

The Financial statements included in Figure 1 here below, represent an illustrative financial statement which the Principal Recipients are expected to provide to their auditors for the Special Purpose Grant Financial Statements audit.

## Mandatory statements

All statements as required by the Auditing Guidelines and the Terms of reference **must** be provided to the auditors by the Principal Recipients for them to carry out their work appropriately, namely:

- i. The format of the "Income and Expenditures statement" in Figure 1 is mandatory and **must** be used by all Principal Recipients;
- ii. Similarly, notes providing specific information on the accounting principles used in the preparation of the Financial Statements are **mandatory**;
- iii. Supplemental schedule of commitments (**Note 9**) **must** be provided and audited;
- iv. The different tables on SRs advances (**Notes 11**) and Fixed assets (**Note 12**) must be provided.

## Other notes

The notes to the financial statements are integral parts of the financial statements. The Principal Recipient must ensure that notes are provided wherever they would provide additional information to the stakeholder's understanding of the financial statements. The following could be cases where a note to the financial statements would be expected: material amount, significant change from previous year, significant variance with the budget, etc.





**Notes to the financial statements**

All amounts are in US\$

**Note 1: Basis of accounting**

The Financial Statements are prepared on a cash receipts and disbursements basis. A column on commitments or outstanding payables has been added as required by the Auditing 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 United States dollars (US\$).

**Note 4:**

Transactions in KES are translated to US dollars at the 3 months weighted average exchange rate for each quarter. For the purpose of 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-Jul-24	01-Jul-24	N/A	N/A
End Date		30-Jun-25	30-Jun-25	N/A	N/A
Period		Cumulative for the Grant (GC7)	Current period US\$	Prior period US\$	Previous Cumulative US\$
Description	Date	Amount			
Disbursement 1	24-Jul-24	796,716	796,716	-	-
Disbursement 2	12-Feb-25	2,639,964	2,639,964	-	-
Disbursement 3	21-Mar-25	1,638,701	1,638,701	-	-
		-		-	-
<b>Total</b>		<b>5,075,380.33</b>	<b>5,075,380.33</b>	-	-

**Note 6: Human Resources**

This represents salaries and other staff-related costs for the principal recipients and various SRs. The current period has zero since staff were paid under the new grant cycle that started at the beginning of the reporting period.

**Note 7: Cash balances**

Item Description	Amount US\$
PR Special Inshore Account	<b>2,530,696.02</b>
PR interest	<b>34,365.07</b>
PR Local Account (KES)	<b>129,660.21</b>
PR Mpesa Account (KES)	<b>801.64</b>
<b>Net sources of Grant Funds</b>	<b>2,695,522.94</b>

**Note 8: Commitments Schedule**

Commitments at 01.07.2024	134,637.00
Paid in current year 2025	134,637.00
Outstanding from previous year 30.06.2024	-
Commitments 30.06.2025	1,364,454.00
<b>Total commitments at 30.06.2025</b>	<b>1,364,454.00</b>

**Note 9: Sub-recipient advances**

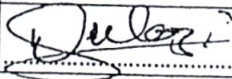
	NMCP - USD
Unliquidated advances (prior year)	-
Add advances from PR (current year)	2,675,079.00
Transfers from NFM2	641,718.35
Less SR justified advances	3,053,099.30
	1,768.40
	<b>261,929.66</b>
	=====

**Note 10: Expenditure reconciliation between IES and PUDR**

	Year 4	Year 3	Year 2	Year 1		Cumulative
AFR expenses	181,458.33					Cum. AFR expenses 181,458.33
Reconciling items (to be explained in the note)		-			-	-
IES's expenditures	181,458.33					IES's expenditures 181,458.33
		=====			=====	=====

**Note 11: Principal Recipient advances**

There were no advances as at 30<sup>th</sup> June, 2025

KEN-M-TNT					
<b>BANK RECONCILIATION</b>					
<b>AS AT 30TH JUNE, 2025</b>					
					(IN KSHS)
Balance as per Bank Statement					16,782,117.63
Less:					
1)	Payments in Cash Book not Recorded in Bank Statement				2,177,773.20
2)	Receipts in Bank Statement not recorded in Cash book				5,496.50
Add:					2,183,269.70
3)	Payments in Bank Statement not yet recorded in Cash book				15,893.90
4)	Receipts in Cash book not recorded in Bank Statement				
Balance as per Cash book					14,614,741.83
Balance as per Cash book (Actual)					14,614,741.83
Difference					-
I certify that I have verified the Bank Balance in Cash book with Bank Statement and that the above Reconciliation is Correct.					
SIGNATURE				DESIGNATION	DATE
				A.A.L.	25.06.25
<b>PAYMENTS IN CASHBOOK NOT YET IN BANK STATEMENT (UNPRESENTED CHEQUES)</b>					
DATE	ITEM	CHQ NO.	AMOUNT		
20.06.2025	Commissioner of Domestic taxes-P.A.Y.E	708	364,281.00		
20.06.2025	Commissioner of Domestic taxes-H.L	709	42,294.00		
20.06.2025	NSSF	710	17,280.00		
20.06.2025	S.H.I.F	711	38,768.00		
20.06.2025	Commissioner of Domestic taxes-P.A.Y.E	713	42,252.00		
20.06.2025	Commissioner of Domestic taxes-H.L	714	4,290.00		
30.06.2025	Lysak Hotel	715	362,069.00		
30.06.2025	CIC Insurance	716	1,302,957.60		
30.06.2025	CFAO Mobility	717	3,581.60		
			2,177,773.20		
<b>PAYMENTS IN BANK STATEMENT NOT YET IN CASH BOOK</b>					
DATE	PAYEE	REF	AMOUNT		
14.12.2020	Debit by bank		5,498.05		
14.12.2020	Debit by bank		4,236.70		
31.05.2021	Debit by bank		1,396.40		
30.06.2021	Debit by bank		4,762.75		
			15,893.90		
<b>RECEIPTS IN BANK STATEMENT NOT YET IN CASH BOOK</b>					
DATE	PAYEE	CHQ NO/REF	AMOUNT		
14.12.2020	Credit interest		5,496.50		
			5,496.50		
<b>RECEIPTS IN CASHBOOK NOT YET IN BANK STATEMENT</b>					
DATE	PAYEE	CHQ NO/REF	AMOUNT		

MALARIA MPESA RECONCILIATION			
AS AT 30th June, 2025			
Opening balance			122,695.00
Add:			
1)	Receipts in MMF account		430,395.00
			430,395.00
Less:			
3)	Payments in utility(transfer from MMF account)		449,491.00
	Balance as per Mpesa Statement (MMF) as at 30.06.25	102,810.00	103,599.00
	Balance as per Mpesa Statement (Utility) as at 30.06.25	789.00	
	Balance as per Cash book (Actual)		103,599.00
	Difference		-
I certify that I have verified the Bank Balance in Cash book with Bank Statement and that the above Reconciliation is Correct.			
	SIGNATURE	DESIGNATION	DATE
Prepared By:	<i>[Signature]</i>	<i>Accountant</i>	<i>04.07.2025</i>
Approved By:	<i>[Signature]</i>	<i>ARL</i>	<i>04.07.2025</i>
MPESA RECEIPTS			
DATE	DESCRIPTION	IW/PV NO.	AMOUNT
03.06.2025	Matayo Wangalwa	5716907	411,600.00
26.06.2025	Fridah Matumo	1375	5,979.00
26.06.2025	Michael Mukanzi	1493	12,816.00
			430,395.00
MPESA PAYMENTS			
DATE	PAYEE	PV/IW	AMOUNT
05-06.2025	Matayo Wangalwa	1508	449,400.00
30.06.2025	Mpesa charges		91.00
			449,491.00

Date: 08/07/2025

Report of the Board of Survey on the Cash and Bank Balances of... GLOBAL FUND -MALARIA GRANT  
..... as at the close of business on 30/06/2025

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 103,599.00

Bank Balance ..... Sh: 14,614,741.83

Sh.....

The bank certificate of Balance showed a sum of Kshs. 16,782,117.63

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

Date .....08/07/2025

ROSE OTIENO  
 BENJAMIN MULEI  
 WHITNEY JEBET

Chairman  
 RA [Signature]  
 [Signature]  
 [Signature]

Members of the Board  
 OGPK (L)





July 25, 2025

THE NATIONAL TREASURY,  
P.O. BOX 30007-00100,  
NAIROBI, KENYA.

REF: EA/FA/62/240"C"(10)

Dear Sir/Madam,

**RE: CERTIFICATE OF BALANCES FOR MALARIA GRANT NO KEN-M-TNT, GA 1546**


We refer to your correspondence requesting us to furnish you with information regarding your state of affairs:

In response we wish to confirm the account and its respective balance with us, as at close of business on **30<sup>th</sup> June 2025** to have been as follows:

ACCOUNT NUMBER	ACCOUNT NAME	CURR	ACCOUNT BALANCE
1937110127	MALARIA GRANT NO KEN M TNT GA 1546	KES	16,782,117.63 CR

We trust that this meets your requirements.

Yours faithfully,

  
Authorized signatory  
Alex Kifsao

  
Authorized signatory  
Elizabeth Muraguri

NCBA Centre  
Mara and Ragati Road, Upper H  
P. O. Box 44599-00100, Nairobi, Kenya  
Tel: +254 20 288444  
Mobile: +254 711 056444/+254 732 15644  
Email: contact@ncbagroup.com

[www.ncbagroup.com](http://www.ncbagroup.com)

NCBA BANK KENYA LTD

NCBA Bank Kenya PLC is a subsidiary of NCBA Group PLC. NCBA Bank Kenya PLC is regulated by the Central Bank of Kenya.



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

AUGUST 15<sup>TH</sup> 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 30<sup>th</sup> 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.

MALARIA NFM 4 GRANT  
 STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
 FOR THE YEAR ENDED 30TH JUNE 2025  
 PART B  
 KEN-M-TNT GA1546  
 Bank Account No.1583580368 Held with NCBA

		NOTES	AMOUNT USD	AMOUNT USD
1	Amount advanced by Global Fund			9,505,936.32
	TNT		2,943,992.62	
	NMCP		6,561,943.70	
	Less			
2	Total amount justified to Global Fund			-
3	Outstanding amount advanced to Designated Account			9,505,936.32
	Represented by:			
4	Ending Designated Account Balance at 30.06.2025			3,387,630.24
5	Amount claimed but not credited at 30.06.2025			-
6	Amount withdrawn and not claimed as at 30.06.2025			6,118,306.08
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			9,505,936.32

Discrepancy between total appearing on lines 3 and 9

-

Notes:

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (amount due to be justified to Global Fund)
- 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

*[Signature]*

AUTHORIZED REPRESENTATIVE  
 RESOURCES MOBILIZATION DEPARTMENT  
 THE NATIONAL TREASURY

DATE: 26-08-2025

**SPECIAL ACCOUNT STATEMENT**

For period ending	<b>30th JUNE, 2025</b>
Account No.	<b>1000375086</b>
Depository Bank	<b>CENTRAL BANK OF KENYA.</b>
Address	<b>CENTRAL BANK OF KENYA.</b>
Related Loan	<b>MALARIA GRANT KEN-M-TNT GA1546-MAIN</b>
Credit Agreement	
Currency	<b>USD</b>

**Part A - Account Activity**

Beginning balance of 1st July, 2024 as per C.B.K. Ledger Account	2,761,669.90
<b>Add:</b>	
Total Amount deposited by Global Fund	14,065,335.54
Total Interest earnings if deposited in account	
Total amount refunded to cover ineligible expenditure	
<b>Deduct:</b>	
Total amount withdrawn	13,439,375.20
Total service charges if not included above in amount withdrawn	
Ending balance on 30th June, 2025	3,387,630.24

**AUTHORISED REPRESENTATIVE  
CENTRAL BANK OF KENYA**

SIGNATURE: \_\_\_\_\_

*[Handwritten Signature]*

DATE \_\_\_\_\_

*26-08-2025*

**AUTHORISED REPRESENTATIVE  
EXTERNAL RESOURCES  
DEPARTMENT-TREASURY**

SIGNATURE: \_\_\_\_\_

DATE \_\_\_\_\_

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.

Run Date: 26/08/2025  
 CENTRAL BANK OF KENYA  
 BANKI KUU YA KENYA  
 P.O.BOX 60000-0200  
 NAIROBI

Run Time: 12:26:37

STATEMENT OF ACCOUNT

ACCOUNT NUMBER : 1000375086

ACCOUNT TITLE : MALARIA GRANT KEN-M-TNT GA1546-MAIN  
 30/06/2025

STATEMENT PERIOD: From 01/07/2024 To

NO.	DATE	REFERENCE NO	DETAILS	DEBIT	CREDIT	CREDIT BALANCE
	OPENING BAL :					-2,761,669.90
NO.	Value Date	Reference.No	Details	Debit	Credit	Balance
1	05/07/2024	FT2418752X0Q:1	PA132788		0.00 1,145.55	-2760524.35
2	05/07/2024	FT24187FTX4Q:1	PA132787		0.00 22,911.00	-2737613.35
3	01/08/2024	FT24214J4NZQ:1	PA133481		0.00 119,171.93	-2618441.42
4	07/08/2024	FT24220RHQ84:1	PROJECT FUNDING	-324.96	0.00	-2618766.38
5	07/08/2024	FT24220WVBVX:1	PROJECT FUNDING	-796,716.00	0.00	-3415482.38
6	20/08/2024	FT242333XYQ:1	NCBA-FUNDING	-14,798.21	0.00	-3430280.59
7	20/08/2024	FT242336W4FN:1	NCBA-FUNDING	-16,751.33	0.00	-3447031.92
8	20/08/2024	FT24233K43KL:1	NCBA-FUNDING	-4,726.73	0.00	-3451758.65
9	20/08/2024	FT24233LXT4T:1	NCBA-FUNDING	-7,823.29	0.00	-3459581.94
10	23/08/2024	FT24236B2KQB:1	PA131319		0.00 275,079.00	-3184502.94
11	29/08/2024	FT24242G7ZR3:1	REV FT242333XYQ		0.00 14,798.21	-3169704.73
12	29/08/2024	FT24242IH03J:1	REV FT24233K43KL		0.00 4,726.73	-3164978
13	29/08/2024	FT24242N39QS:1	REV FT242336W4FN		0.00 16,751.33	-3148226.67
14	29/08/2024	FT24242Y4GC9:1	REV FT24233LXT4T		0.00 7,823.29	-3140403.38
15	05/09/2024	FT24249B5PJ4:1	NCBA-FUNDING	-5,580.45	0.00	-3145983.83
16	19/09/2024	FT24263M0TBJ:1	PA133196		0.00 96,807.88	-3049175.95
17	26/09/2024	FT24270L6711:1			0.00 96,807.88	-2952368.07
18	08/10/2024	FT24282MPZ04:1	PA136377		0.00 2,200,000.00	-752368.07
19	11/10/2024	FT24285PLYCV:1	REV.FT24270L6711	-96,807.88	0.00	-849175.95
20	22/10/2024	FT24296MLH0T:1	PA136382		0.00 299,790.54	-549385.41
21	24/10/2024	FT242986JGSH:1	PA136372		0.00 3,338.94	-546046.47
22	24/10/2024	FT24298Z979X:1	PA136371		0.00 66,778.89	-479267.58
23	24/10/2024	FT24298ZF721:1	PA136373		0.00 168,333.33	-310934.25
24	25/10/2024	FT24299BH64V:1	REV FT24249B5PJ4		0.00 5,580.45	-305353.8
25	13/11/2024	FT24318LRCW1:1	PA136651		0.00 12,031.64	-293322.16
26	13/11/2024	FT24318LXGYT:1	PA136652		0.00 5,474.50	-287847.66
27	13/11/2024	FT24318WP0JN:1	PA136660		0.00 11,019.20	-276828.46
28	20/11/2024	FT24325FC269:1	NCBA	-2,908,267.00	0.00	-3185095.46
29	25/11/2024	FT24330WXLX8:1	PA136666		0.00 1,686,864.70	-1498230.76
30	19/12/2024	FT243549Z9C4:1	PA136675		0.00 156,600.00	-1341630.76
31	19/12/2024	FT24354JGBB2:1	PA136668		0.00 104,400.00	-1237230.76
32	19/12/2024	FT24354Q32ZV:1	PA136674		0.00 21,620.29	-1215610.47
33	19/12/2024	FT24354RS5QH:1	PA136672		0.00 432,405.80	-783204.67
34	19/12/2024	FT24354VVFJM:1	PA136669		0.00 5,220.00	-777984.67
35	19/12/2024	FT24354VZRBQ:1	PA136676		0.00 7,830.00	-770154.67
36	23/12/2024	FT2435849DV7:1	PA136717		0.00 77.00	-770077.67
37	31/12/2024	FT2436605Y8M:1	PA136769		0.00 102,077.79	-667999.88
38	31/12/2024	FT2436607LCR:1	PA136774		0.00 11,430.42	-656569.46
39	31/12/2024	FT24366KJGQ6:1	PA136771		0.00 84,525.38	-572044.08
40	31/12/2024	FT24366KZW15:1	PA136776		0.00 12,022.46	-560021.62
41	31/12/2024	FT24366QTLTD:1	PA136752		0.00 285,604.00	-274417.62
42	31/12/2024	FT24366QX2GQ:1	PA136768		0.00 91,596.07	-182821.55
43	31/12/2024	FT24366RZ5DW:1	PA136775		0.00 12,265.62	-170555.93
44	31/12/2024	FT24366W2FK8:1	PA136770		0.00 88,060.08	-82495.85
45	31/12/2024	FT24366WXXPN:1	PA136767		0.00 10,836.03	-71659.82
46	21/01/2025	FT250210D2C5:1	PA136762		0.00 28,805.56	-42854.26
47	21/01/2025	FT250213RL1T:1	PA136759		0.00 18,313.49	-24540.77
48	21/01/2025	FT250213SP23:1	PA136765		0.00 6,388.89	-18151.88
49	21/01/2025	FT25021FS2LL:1	PA136760		0.00 31,427.78	13275.9
50	21/01/2025	FT25021HH86G:1	PA136766		0.00 14,800.00	28075.9
51	21/01/2025	FT25021JK8ZF:1	PA136721	-851,482.52	0.00	-823406.62
52	21/01/2025	FT25021KKXST:1	INWARD		0.00 20,501.59	-802905.03
53	21/01/2025	FT25021L31ST:1	PA136721	-851,482.52	0.00	-1654387.55
54	21/01/2025	FT25021SN48M:1	PA136757		0.00 16,400.00	-1637987.55
55	21/01/2025	FT25021V9GBH:1	PA136753		0.00 46,027.87	-1591959.68
56	21/01/2025	FT25021VM3W6:1	PA136760		0.00 14,111.11	-1577848.57
57	21/01/2025	FT25021XBYHY:1	PA136754		0.00 18,388.89	-1559459.68
58	21/01/2025	FT25021ZNH0C:1	PA136755		0.00 14,222.22	-1545237.46
59	21/01/2025	FT25021ZZ5S3:1	PA136758		0.00 15,444.44	-1529793.02

60	23/01/2025	FT25023MYVMM;1	PA136763	0.00	40,821.43	-188971.59
61	18/02/2025	FT2504942KN9;1	PA136845	0.00	15,442.55	-1175529.04
62	18/02/2025	FT250494X6GY;1	PA136846	0.00	9,053.41	-1461475.63
63	18/02/2025	FT25049BX1L6;1	PA136847	0.00	11,699.54	-1452776.09
64	18/02/2025	FT25049Y0GDK;1	PA136843	0.00	8,247.18	-1444528.91
65	18/02/2025	FT25049Z5VW8;1	PA136844	0.00	11,578.09	-1432950.82
66	07/03/2025	FT250661SXNB;1	FUNDING	-2,639,963.73	0.00	-4072911.55
67	07/03/2025	FT25066BLKPN;1	FUNDING	0.00	2,400,000.00	-1672914.55
68	07/03/2025	FT25066J4SG5;1	FUNDING	-1,826,381.62	0.00	-3499296.17
69	20/03/2025	FT25079NMWG3;1	PROJECT FUNDING	-2,400,000.00	0.00	-5899296.17
70	25/03/2025	FT25084PQ9P7;1	FUNDING	-1,638,700.60	0.00	-7537996.77
71	15/04/2025	FT25105QM7Z0;1	MALARIA GRANT	-5,528.70	0.00	-7543525.47
72	26/05/2025	FT25146FS8HJ;1	REV FT25079NMWG3	0.00	2,400,000.00	-5143525.47
73	20/06/2025	FT251711XN80;1	PA138527	0.00	528,139.92	-4615385.55
74	20/06/2025	FT251715J3MX;1	INWARD	0.00	447,402.55	-4172983
75	20/06/2025	FT25171L4X9Q;1	PA136667	0.00	700,677.56	-3472205.41
76	20/06/2025	FT25171V7WJF;1	PA136786	0.00	24,824.90	-3447481.44
77	20/06/2025	FT25171WM77D;1	PA136820	0.00	59,851.20	-3387630.24

CLOSING BALANCE: -3387630.24

END OF ACCOUNT STATEMENT

Favourites	TAM.E.STMT OF ACCT EPRM		Menu Options	Find
			Clear Selection	
	Account equals	✓ 1000375086		
	Statement From equals	✓ 20240701		
Statement To equals	✓ 20250630			
TAM.E.STMT OF ACCT EPRM				

<b>MALARIA NFM 4 TRIAL BALANCE FOR THE FINANCIAL YEAR ENDED 30TH JUNE 2025</b>		
	<b>DR(KSHS)</b>	<b>CR(KSHS)</b>
Revenue Reserves Acc Surplus Bank Balance B/F (Operations Account)		11,659,153.86
Revenue Reserves ACC Surplus PPE		12,304,319.35
Balance B/F from NFM 3 Disbursements	-	561,389,786.85
Payables		171,340,060.30
Transfers to NMCP from DA	345,666,945.20	
Basic salary - Contractual employees	17,587,793.00	
Performance incentive	1,627,414.00	
Depreciation	424,287.00	
Travel costs	10,000.00	
Accommodation	1,869,000.00	
Accommodation-Fieldwork (CPF)	52,346,000.00	
Boards and Conferences	694,865.60	
Training (CPF)	482,914.00	
Motor vehicle insurance	10,666,640.15	
Supply of Medical drugs	170,467,735.62	
Supply of Medical drugs (CPF)	305,370,751.70	
Fuel oil and lubricants	1,041,201.70	
Contracted Professional services (AIA)	8,523,386.78	
Contracted Professional services (Revenue)	213,332.75	
Contracted Professional services (CPF)	20,216,325.79	
Bank charges	127,633.09	
Interest earning		395,820.58
Maintenance expenses - Motor vehicles	230,472.55	
GoK Counterpart funding		207,075,931.00
PPE	12,304,319.17	
Acc dep PPE		424,287.00
Balance C/D Bank	14,614,741.83	
Balance C/D M-Pesa	103,599.00	
<b>TOTAL</b>	<b>964,589,358.94</b>	<b>964,589,358.94</b>