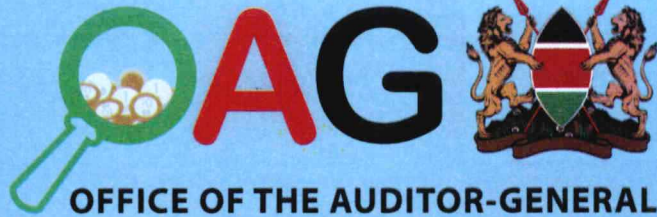



REPUBLIC OF KENYA



Enhancing Accountability

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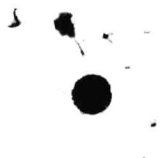
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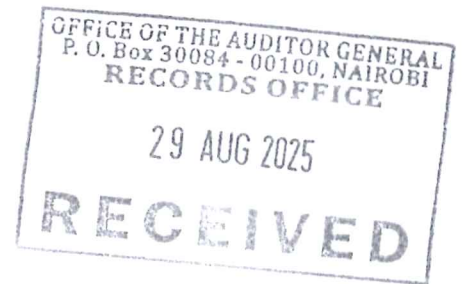
ON

**KENYA – EU PARTNERSHIP FOR THE
IMPLEMENTATION OF THE NATIONAL
STRATEGY TO COUNTER VIOLENT
EXTREMISM IN KENYA**

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

**NATIONAL COUNTER TERRORISM
CENTRE**





**PROJECT NAME: KENYA - EU PARTNERSHIP FOR THE IMPLEMENTATION OF
THE NATIONAL STRATEGY TO COUNTER VIOLENT EXTREMISM IN KENYA**

IMPLEMENTING ENTITY: NATIONAL COUNTER TERRORISM CENTRE

PROJECT GRANT/CREDIT NUMBER: EUTF05 – HoA – KE – 34 - 01

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2025

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

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Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.
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1. Acronyms and Definition of Terms

CAPs	County Action Plans
CBK	Central Bank of Kenya
CDA	Coast Development Authority
CEF	County Engagement Forum
CICC	Coast Interfaith Council of Clerics
CO	Correction Officer
Comparative FY	Financial year preceding the current financial year.
CSIC	County Security and Intelligence Committee
CSM	Citizen Support Mechanism
CSO	Community Based Organisation
CSSAVE	Child Safety & Security Against Violent Extremism
CT	County Terrorism
CVE	Counter Violent Extremism
DRR	Disengagement, Rehabilitation and Reintegration
DUMA	Dynamically Understand Monitoring Analysis
EACA	East Africa Community Affairs
EU	European Union
EUTF	European Union Trust Fund
ICM	Interfaith Committee Meeting
ICPAK	Institute of Certified Public Accountants of Kenya
IGA	Income Generating Activities
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
JCTAC	Joint Counter Terrorism Analysis Centre
KARF	Kenya Audience Research Foundation
KBC	Kenya Broadcasting Cooperation
KCCB	Kenya Conference of Catholic Bishops
KDF	Kenya Defence Forces

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KVDA	Kerio Valley Development Authority
LBDA	Lake Basin Development Authority
LKF	Local Knowledge Forums
MoE	Ministry of Education
NCTC	National Counter Terrorism Centre
NEMIS	National Education Management Information System
NIS	National Intelligence Service
NPA	National Parents Association
NPS	National Police Service
NSCVE	National Strategy to Counter Violent Extremism
NT	National Treasury
OKR	Objective Key Result
PCVE	Preventing and Countering Violent Extremism
PFM	Public Finance Management.
POI	Persons of Interest
POTA	Prevention of Terrorism Act
PRIME	Predictive Resilience Intervention Measure
PSASB	Public Sector Accounting Standards Board
RAC	Research & Analysis Centre
RADAR	Risk Assessment and Decision-Making Tool
R-CAP	Rapid County Action Plan
RDE	Regional Directors of Education
ROP	Rite of Passage
SCSIC	Sub County Security and Intelligence Committee
STTA	Short Term Technical Assistant
SUPKEM	Supreme Council of Kenya Muslims
TSC	Teachers Service Commission
TV	Television
VC	Vice Chancellor

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VE	Violent Extremism
VEO	Violent Extremist Offender
WB	World Bank

2. Project Information and Overall Performance

2.1 Name and registered office

Name

The project's official name is Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.

Objective

The key objective of the project is the operationalization of the Kenya National Strategy to Counter Violent Extremism with particular emphasis on preventative aspects

Address

The project headquarters offices are in Nairobi, Nairobi County, Kenya.

The address of its registered office is P.O Box 975-00502, Karen, Nairobi.

The project also has offices/branches as follows:

- N/A

Contacts: The following are the project contacts

P.O. Box: 975-00502, Karen-Nairobi

Telephone: (254) 723-786260, 0733-693066

E-mail: nctc@counterterrorism.go.ke

Website: <https://www.counterterrorism.go.ke/>

Project information and overall performance (continued)

2.2 Project Information

Project Start Date:	The project start date is 27/06/18
Project End Date:	The project end date is 31/12/22
Project Coordinator:	The project manager is M/s Irene Tulel
Project Sponsor:	The project sponsor is the European Union

2.3 Project Overview

Line Ministry and State/ County Department	The project is under the supervision of the Executive Office of the President.
Project number	EUT05 – HoA – KE – 34 – 01
Strategic goals of the project	<p>The strategic goals of the project are as follows:</p> <p>(i) To support the operationalization of the Kenya National Strategy to Counter Violent Extremism with particular emphasis on preventive aspects</p> <p>(ii) To enable the Centre fulfils its mandate as coordinator of all actors involved in the implementation of the strategy, to deliver a transparent, accountable, inclusive and integrated approach to CVE, which respects human rights and is conflict-sensitive</p>
Summary of Project Strategies for achievement of strategic goals	<p>The project management aims to achieve the goals through the following means:</p> <p>(i) Evidence-based programming (research, problem analysis, etc)</p> <p>(ii) Stakeholder Engagement, both state and non-state actors</p> <p>(iii) Capacity Building of the centre, state and non-state stakeholders</p> <p>(iv) Technical Assistance in short term & long term.</p>

	<p>(v) Monitoring, Evaluation and Audit through Bi-Annual Board Meetings, Quarterly Technical Team Meetings, Mid Term Review, Expenditure Verification and External Final Evaluation, Sensitization Workshops & Trainings.</p>
<p>Other important background information of the project</p>	<p>The project mandate is in line with NCTC mandate as outlined in the Prevention of Terrorist Act 2012 S,40B</p> <p>40B. Responsibilities of the Centre</p> <p>(1) The Centre shall be responsible for the co-ordination of national counter-terrorism efforts in order to detect, deter and disrupt terrorism acts.</p> <p>(2) Without prejudice to the provisions of subsection (1) the Centre shall—</p> <p>(a) establish a database to assist law enforcement agencies;</p> <p>(b) conduct public awareness on prevention of terrorism;</p> <p>(c) develop strategies such as counter and de-radicalization;</p> <p>(d) facilitate capacity building for counter-terrorism stakeholders;</p> <p>(e) co-ordinate with other government agencies to provide security</p> <p>Certification for aviation schools or companies.</p> <p>40C. Responsibility of the public and government bodies</p> <p>(1) The Centre may request any person or government body for any information relating to terrorism.</p> <p>(2) Members of the public have a responsibility to furnish the Centre with any</p> <p>information relating to terrorism which is within their knowledge.</p> <p>NSCVE pillars</p> <p>The project is implementing the National Strategy which has the following pillars.</p>

	<p>Ideological: Promote the Kenyan values of democracy, respect for diversity, religious freedom, inter-faith harmony, and constitutional rule against the political, theological and cultural propaganda of violent extremists. Also recognize, honor and protect brave voices against violent extremism and terrorism.</p> <p>Political: Engage political and community leaders at the local, county, and national levels to rally citizens against terrorists, and their aims. Undertake efforts to build strong civic awareness, promote Kenya’s unique and positive qualities, and the legal paths available to citizens for conflict resolution.</p> <p>Economic: Utilise livelihood training and resourcing for economic empowerment to strengthen a sense of belonging amongst Kenyans, particularly the youth.</p> <p>Education: Address radicalisation in learning institutions from elementary, tertiary to higher education levels. Also utilise education, arts and culture programming to strengthen critical thinking, cooperation, and the embrace of ethnic, racial, and religious diversity.</p> <p>Psychosocial: disengage, rehabilitate and re-integrate risk-assessed extremists and provide psychosocial support to their families and social networks.</p> <p>Media and Internet: facilitate P/CVE practitioners with tools and skills to carry out innovative offline and online multi-lingual public campaigns. Promote responsible and informed media coverage of terrorism and violent extremism</p> <p>Gender: mainstream gender equality, equity and sensitivities in all P/CVE work.</p>
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	<p>Counter terrorism and law enforcement: MDAs charged with counter terrorism and law enforcement to feed into and support P/CVE work at all levels.</p> <p>Research: The work should respond to evidence. This requires that it be anchored in robust theoretical frameworks coupled with local empirical research.</p>
Areas that the project was formed to intervene	<p>The project was formed to intervene in the following problems/gaps:</p> <ul style="list-style-type: none"> i) The project was formed to intervene in the following areas: ii) To guide state and non-state interventions that are research informed and can produce early warning and response opportunities throughout the country iii) To catalyse, connect and coordinate a national network of state and non-state actors united in their determination and credibility in preventing and resisting violent extremism. iv) Support effective Inter-agency Cooperation v) Provide early warning, information and advice to communities exposed to Al-Shabaab, Daesh and Al-Qaeda radicalisation. vi) To empower the Centre to fulfil its mandate according to the highest standards of accountability.
Project duration	<p>The project started on 27th June 2018 and was expected to run until 31st December, 2022</p>

Project Information and Overall Performance (Continued)

2.4 Bankers

The following are the bankers for the project:

- (i) ABC Bank Ltd
Greenhouse mall branch
Account: 0112151005050

2.5 Independent Auditor

The project is audited by:

Deloitte & Touche
P.O. Box 40092 – GPO 00100
Nairobi.

Office of the Auditor-General
P.O Box 30084 – 00100
Nairobi.

2.6 Roles and Responsibilities

Names	Title designation	Key qualification	Responsibilities
Irene Tulel	Project Manager	MA. Armed Conflict and Peace Studies	Project Management
Jeremiah Matonda	MERL Officer	B. Ed Arts, Training in M&E	Monitoring, Evaluation, Reporting & Learning
Sylvin Wangui	Finance & Admin Officer	B.A(Economics & Sociology), CPA K	Financial accounting
Michael Omollo	ICT Officer	B.A (Comms & Media Technology with IT)	ICT
Jeriter Kemunto	Project Assistant	Dip. Journalism	Project Assistant

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However, following the expiry of the implementation period in December 2022, all the contractual terms of the staff involved in the project came to an end.

2.7 Funding summary

The Project is for duration of 4 years from 2018 to 2022 with an approved budget of **Euros 5,300,000** equivalent to **Kshs 663,289,574** as highlighted in the table below:

Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.

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Project information and overall performance (continued)

Below is the funding summary:

A. Source of Funds

Source of funds	Development Partner Commitment		Amount received to date – (30 th June 2025)		Undrawn balance to date	
	Development Partner currency	Kshs	Development Partner currency	Kshs	Development Partner currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A') - (B')
(i) Grant						
European Union	5,300,000	663,289,574	4,927,806	616,837,272	372,194	46,452,302
Total	5,300,000	663,289,574	4,927,806	616,837,272	372,194	46,452,302

Project information and overall performance (continued)

B. Application of Funds

Application of funds	Amount received to date – (30 th June 2025)		Cumulative amount paid to date – (30 th June 2025)		Unutilised balance to date (30 th June 2025)	
	Development Partner currency	Kshs	Development Partner currency	Kshs	Development Partner currency	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
(i) Grant						
European Union	4,927,806	616,837,272	4,752,932	591,130,800	174,874	25,705,472
Total	4,927,806	616,837,272	4,752,932	591,130,800	174,874	25,706,472

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,

As at the end of 30th June 2025, the project had utilized 89.1% of the total 4-year budget. All the result areas were within the budgeted amounts.

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

a. Interfaith Committee Meetings

Two Interfaith Committee Meetings for Western Kenya (Nyanza and Western Regions) and Rift Valley regions were held in Kisumu and Eldoret respectively in October 2022. The meetings brought together members from different faiths and denominations. This also included a representative from the Coast Interfaith Council of Clerics (CICC) who offered technical support and shared the experience of the CICC. A total of 74 participants (69M,5F) were met in the two meetings. The meetings provided a platform for cross-learning and experience sharing in the implementation of various PCVE initiatives, best practices, challenges, and possible solutions in various contexts. The meetings mapped additional PCVE stakeholders, partnerships and established possible linkages. Further, the meetings explored ways of promoting inter and intra-faith collaboration as well as cooperation that would assist in the implementation of the NSCVE in Western, Nyanza and Rift Valley Regions.

b. Training of Frontline Government Workers

• Training of Chiefs

Three trainings were held in North-Eastern Kenya for a total of 190 (180M, 10F) Chiefs drawn from the VE high-risk border areas of Mandera, Wajir and Garissa. They local administrators were trained in identifying and responding to radicalization and violent extremism. A total of 1,256 Government officers were trained on law enforcement, identification and response to radicalization and Violent Extremism. This increased knowledge and skills in P&CVE by government workers, enhanced smooth and coherent collaboration, and partnership between GOK departments in responding to VE

and radicalization. There is need for more officers to be trained to enhance reporting, collaboration and call for action by targeted PCVE actors.

- **Sheikhs, Sheikhs and Community leaders**

This training was a recognition of the fundamental contribution of Sheikh's, Sheikhat's and community leaders as an integral part in the fight against Terrorism as well as an equal measure in prevention strategies in their respective counties. The training comprised of thirty-eight 38 (25M,13F) Sheikhs, Sheikhs and Community Leaders drawn from different counties. The training focused on building their capacity to comprehend the impact of terrorism, radicalization into violent extremism, violent extremist's narratives and ideologies and their role as religious and community leaders in peace and security. The leaders committed to share the PCVE knowledge with their communities, continue holding PCVE conversations within their communities, mobilize and hold joint meetings with other stakeholders, correct the religious misconceptions & mentor the youth and actively engage radio audiences through PCVE radio talk shows.

- **Regional Development Authorities**

As of December 2022, 1,498 jobs had directly been created, 69 MSMEs created and supported with livelihood and income generating start up kits in form of materials, equipment, and animals. This led to self-reliance/reduction of vulnerability and dependency on financing from radicalizers and improved socio-economic status at individual and group level hence meeting basic needs. There is a greater sense of belonging, accountability and responsibility for one another, enhanced individual, and collective consciousness due to shared socio-economic resources (the group effect). There is a shared platform for conversations and dialogue on radicalization and VE as well as created a platform for NCTC to gather intelligence and respond appropriately.

iii. The absorption rate since the commencement of the project.

As of 30th June 2025, the "Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya" Project, had utilized 99.97% of funds received and 89.1% against overall budget.

iv. The implementation challenges and the next steps.

- Limited resources to meet the need of disengagement across the country. Escalation and spreading of disengagement, skills training and follow up of persons of interest throughout the country.
- There is still greater need for more funds in order to implement all the National strategy pillars. The Centre has reached to the EU to consider more funding beyond the current project.

Comment on value-for-money achievements.

Across all activities, the project management was able to surpass targets in terms of numbers of participants and activities that were initially set. The project was able to carry out trainings in some of the best conferencing facilities at reasonably low cost hence ensuring quality outcomes.

Where partnerships were concerned, like while working with the regional Development authorities, the project was able to establish working relationships at very minimum cost that ensured cost savings when it came to logistical arrangements.

There has been great support from the government in supporting the project, in some of the activities the centre gave vehicles to be used during activities thus saving the costs for car hire.

Having trained NCTC and other government officers most of the trainings were delivered by in-house team except in areas where special skills were required to deliver the training, this saved resources that would have been used to hire consultants.

2.9 Summary of Project Compliance:

The project has so far complied with both the special and general conditions of the grant, and has always consulted the funding partner on areas that need clarification. The project has been consistent in ensuring that technical committee meetings are held quarterly and the board meeting. This enables the technical committee to check on the progress and address any hitches.

3. Statement of Performance against Project's Predetermined Objectives

Introduction

This is the first direct targeted support of its kind that the EU granted to Kenya's institutional capacity to address violent extremism. These actions and the direct support to the Centre is coordinated and directed towards the same objective.

The **Overall Objective** of the action is the operationalisation of The National Strategy to Counter Violent Extremism in Kenya with particular emphasis on preventative aspects.

The **Specific Objective** of the action is that the Centre fulfils its mandate of coordinator of all actors involved in the implementation of the strategy, to deliver a transparent, accountable, inclusive, and integrated approach to CVE, which respects human rights and is conflict sensitive.

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

- a. Guide state and non-state interventions that are research informed and can produce early warning and response opportunities throughout the country.
- b. Connect and coordinate a national network of state and non-state actors united in their determination and credibility in preventing and resisting violent extremism.
- c. Support effective Inter-agency Cooperation.
- d. Provide early warning, information and advice to communities exposed to Al-Shabaab, Daesh and Al-Qaeda radicalisation.
- e. Empower the Centre to fulfil its mandate according to the highest standards of accountability.

Progress on the attainment of strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic, and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified to track progress and performance measurement. Overall, the "Kenya — EU partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya" project achieved great strides in PCVE within the country.

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

Project	Objective	Outcome	Indicator	Performance
Kenya-EU Partnership for the Implementation of the National Strategy to Counter Violent Extremism in Kenya	To guide state and non-state interventions that are research informed and can produce early warning and response throughout the country	Recommendations shared and received by partners; actions taken to foster dialogue and collaboration among partners and Kenyans	Number of polling studies conducted	2 Polling Studies Conducted - Understanding the Conveyor Belt towards Kenyan Muslim & Prevalence of radicalization to VE and PCVE Interventions in Kenya
		Increased collaboration between the government, communities, religious institutions, education institutions and CSOs in PCVE	Number of local knowledge forums conducted Number of LKF members trained in PCVE	856 members of the County Engagement Forums (County Action Plans in 14 Counties Trained) trained leading to Vibrant dialogue and consultations /collaboration between county level partners, supporting GOK to respond to VE and radicalization.
		Informs Prevention and Countering Violent Extremism efforts by	Number of research papers that inform CVE efforts of the government and CVE practitioners	6 Research Studies Commissioned and completed. They have spurred dialogue and

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		government and CVE practitioners.		action to act on recommendations.
To catalyse, connect and coordinate a national network of state and non-state actors united in their determination and credibility in preventing and resisting violent extremism	Better Reporting by media on security related issues.	Number of media practitioners trained in safe reporting of PCVE	Trained 200 (radio, TV, and print) – Media Editors and Reporters Responsible, sensible and sensitive reporting on incidents	
	National and protective values inculcated at a very early-stage using the initiation process to deepen resilience against radicalization and recruitment into VE	Number of youth and community members reached through rites of passage/initiates public awareness campaigns	24,338 initiates Directly reached and actively participating in dialogue and conversations on PCVE	
	Clerics actively participating in countering violent extremism and in disengagement program	Number of inter-faith committees established. Number of inter-faith committee members actively meeting and implementing PCVE strategies	2 Interfaith Committees Created and running in Western Region and Nyanza Region with a strengthened and united network of interfaith leaders	

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		Government officers trained in law enforcement, identification and response to radicalization and Violent Extremism	Number of frontline government workers trained in identifying and responding to radicalisation and violent extremism	1,222 Government officers trained in law enforcement, identification and response to radicalization and Violent Extremism leading to Increased knowledge and skills to PCVE by government workers, Smooth and coherent GOK departments in responding to VE and radicalization
		Jobs directly Created, MSMEs created and supported with Start- Up Kits.	Number of women and youth groups supported with livelihood materials and equipment	Stimulated regional development authorities to consider allocation in engagement of youth and women at risk. 2,940 group members assisted to develop IGAs
	To support effective disengagement and rehabilitation of returning foreign terrorist fighters in	Train disengagement specialists including mentors, counsellors, front-line officers,	Number of Disengagement Specialists trained and offering psychological support, mentoring and	Trained 428 disengagement Specialists and disengaged over 1,000 individuals ranging from hard core terrorists to

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	prisons, and those who are not part of the criminal justice process but require direct intervention.	(ATPU, Prison Officers and Probation Officers)	religious guidance and engage in activities aiming to counter and prevent violent extremism	youth in the process of radicalisation
	To provide early warning, information and advice to communities exposed to Al-Shabaab, Daesh and Al-Qaeda radicalisation.	Developed online an online - Citizen Support Mechanism (CSM) to reach out to youth and those directly affected by violent extremism.	Number of people reached by awareness raising activities on the risks of joining extremist groups	NCTC developed the Citizen Support Mechanism (CSM) and YADA that are used in monitoring approximately 1009 entities relevant to the Centre's work and 6,178 online sources that yield more than 4.34 million filtered documents and 1,209,858 People engaged and reached online.
	To empower the Centre as an effective catalyst and connector in the development of CVE networks.	Supported at risk youth and individuals together with their families and communities. Psychologists and counsellors trained in	Number of juveniles at risk of radicalization and family members supported	Developed the Predictive Resilience and Intervention Measure (PRIME) Tool that is in use in the assessment and disengagement of 356 individuals, 1,720 families

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		Individual Response Mechanism and handling cases		together with their communities in Psychotherapeutic interventions and rehabilitation for individuals at risk of radicalization
	Covid 19 Response Support	Development of Crisis Strategic Communications work, social Media handles, CSM & YADA websites revamped to be more responsive	Number of youths reached with the Fake News Campaign through social media platforms and mainstream media.	3.1 million youth reached through combined social media platforms on fake news. Reached 619,743 individuals and directly engaged 89,108 others through online conversations on fake news.
		Psychosocial Support to Health Care Workers	Number of Health Care Workers Supported	Psychosocial issues relating to Covid 19 affecting Health Care 6,091 workers were addressed leading better health service care provision in all 47 Counties

4. Environmental and Sustainability Reporting

(i) Environmental and Sustainability Reporting

Kenya's response to radicalization and violent extremism is necessitated by the need to protect citizens and property from terrorist groups and violent extremists. The key threats are posed by the Salafi-Jihadi ideology perpetrated by Al Shabaab group (Harakat Al-Shabaab Al Mujahidiin), Al Qaeda's affiliate in the Horn of Africa, and other terrorist organizations such as Da'esh (ISIS) that seek 'entry' into the Horn of Africa. Kenya has been targeted by terrorists - the 1998 bomb attack at the American Embassy in Nairobi, Westgate Mall attack, Garissa University, Dusit Complex attack in Riverside, Nairobi, ambushes on security officers and non-local workers in Mandera, Wajir and Garissa counties, community attacks in Mpeketoni, Lamu and destruction of communication masts.

The strategic aim in developing Kenya's National Strategy to Counter Violent Extremism (CVE) was to rally and coordinate all sectors of Kenyan social, religious, and economic life to emphatically and continuously reject violent extremist ideologies and aims to shrink the pool of individuals whom terrorist groups can radicalize and recruit.

The action directly fits into the national strategy for CVE, which was developed in 2016 through a very participatory and inclusive approach. The strategy and the action are implemented by the National Counter Terrorism Centre - Kenya's specialized agency which is constituted by all of Kenya's security formations and government ministries to coordinate multiple stakeholders to counter violent extremism and radicalization. NCTC is directly under the Executive Office of The President, demonstrating the importance and authority bestowed to the agency.

The action supports NCTC to fulfill its mandate to coordinate all actors involved in the implementation of the strategy, to deliver a transparent, accountable, inclusive and integrated approach to CVE, which respects human rights and is conflict-sensitive - which is actually the Specific Objective of the action. It is aligned to the NSCVE Pillars - ideological, psychosocial, political, economic, education, faith based, capacity building, arts and culture, legal and policy and media and internet. It encompassed the crucial dimensions of prevention, countering and reversing radicalization, and engaging the public so that every Kenyan, and every community, resists violent extremism. The stipulated users of the strategy are government agencies and county governments,

religious leaders, civil society, the private sector, the research community, and regional and international partners. Indeed, these are the target groups and beneficiaries of the action.

1. Sustainability strategy and profile

Overall, the implementation mechanism is adequate to deliver the planned outputs. The grant agreement was signed by the EU and the National Treasury, that represented NCTC to comply with the grant administration and adherence to public finance management requirements and defines roles and responsibilities of the partners. The National Treasury is the Government of Kenya accounting office and plays an oversight role in the project. The Office of the Cabinet Affairs and Treasury are members of the technical committee, team that coordinates project implementation.

The project is delivered through the NCTC organizational structure - supported by the Project Team composed of Program Manager, Program Analyst and M&E Officer, Finance and Accounting Officer, Information, Technology and Communications Officer and Program Assistant. NCTC has the mandate to coordinate all collaborations, partnership initiatives and CVE outputs delivered by government ministries, agencies and non-governmental actors. Prior to the project, NCTC already had functional partnerships with the Ministry of Interior, Ministry of Foreign Affairs, Ministry of Education, the Kenya Defence Forces, Kenya Police Service, National Intelligence Service, National Parents Association, Universities, the Prisons Service, Probation officers. The Regional Coordinators, County Commissioners under the Ministry of Interior - in particular County Security and Intelligence Committees lead all County-level CVE initiatives.

The steering mechanism of the action is appropriate. At overall level, the action is supported by a Project Board whose role is steering and oversight. The Project Board is composed of the Director NCTC, the EU Ambassador, National Treasury and Office of the President with EUD Operational Manager and NCTC Program Manager also attending. It is chaired by NCTC and was planned to have meetings twice a year.

The project receives support from the Technical Committee that is composed of the Project Team, NCTC Heads of Departments and the EU Operational Manager and EU technical team. The TC

meeting schedule was anticipated to be quarterly - with the key role of project coordination, addressing implementation challenges and monitoring of progress against plans and indicators.

The action has built human and institutional capacity that can sustain interest, momentum, and commitment over the long term. However, there is still possibility of emerging VE and radicalization issues and risks – therefore strengthening capacity, linkages and response actions remain continuous and dynamic processes.

The front-line government workers, media professionals, members of interfaith committees, youth initiates and their mentors, disengaged youth and their mothers and beneficiaries of the women and youth projects, representatives of National Parents Association, county officials and county level stakeholders have gained knowledge on VE, radicalization and CVE that has spurred their individual and collective effort to be aware, track and report any cases they find in their line of work and sphere of control. They have also created awareness to colleagues and counterparts, thus expanding the audience reached. Media houses have used their platforms to reach their audiences.

To a great extent, these persons are representative of, and influential amongst the Kenyan population - however there are very significant and influential target groups that are not yet reached by the project. The action supported good linkages between target groups and NCTC, and has contributed to efficient relay and verification of information reported to NCTC. These relations are likely to last beyond the project life time.

CVE work is well adopted by County Security and Intelligence Committees, which is a permanent structure and function of government. County Action Plans are well integrated in the Counties structures and functions - therefore they have the buy-in and commitment from all county level actors and partners. The action has supported 11 CAPs, thus all the 47 counties of Kenya now have CAPs. The action has supported development of tools such as the Child Safety and Security against Violent Extremism (CSSAVE) Guide - a tool that adopts a multi-sectoral approach for education stakeholders to detect, prevent and respond to learners that are vulnerable to radicalization.

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.

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)

4. Marketplace practices-

(The project should outline its efforts to):

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.

b) Responsible ethical practices

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

c) Regulatory impact assessment

Safeguard citizen and stakeholder's rights.

5. Community Engagements

The Centre worked with 4 Regional Development Authorities (RDAs) under the **Economic & Gender Pillars** of the NCSVE and *EU Strategic Indicators 1.1 Number of direct jobs created or supported through EUTF-funded projects, 1.2 Number of Micro, Small and Medium Sized Enterprises (MSMEs) created and supported and 1.3 Number of People assisted to develop income generating activities (IGAs)*. In partnership with the Lake Basin Development Authority (LBDA), Coast Development Authority (CDA), Ewaso Ng'iro Development Authority (ENNDA) and Kerio Valley Development Authority (KVDA), the Centre coordinated with the Department for Social Development Services (DSDS) to

Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.
Annual Report and Financial Statements for the financial year ended June 30, 2025

identify 120 women and youth groups in 5 Counties for training and livelihood support. 423 women and youth groups officials were taken through Basic Business Skills and Entrepreneurship Development (BBSED) training in Kisumu, Siaya, Baringo, Kilifi and Isiolo counties. 86 groups were eventually supported creating 1,559 direct jobs for the women and youth.

5. Statement of Project Management Responsibilities

The **Director General** for the National Counter Terrorism Centre and the **Project Manager** for the **Kenya-EU Partnership project** are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the financial year (period) ended on June 30, 2025.

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

The **Director General** for the National Counter Terrorism Centre and the Project Manager for the **Kenya - EU Partnership project** accept responsibility for the Project's financial statements, which have been prepared on the Accrual Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

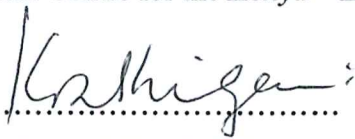
The **Director General** for the National Counter Terrorism Centre and the Project Manager for the **Kenya - EU Partnership project** is of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year/period ended June 30, 2025, and of the Project's financial position as at that date. The **Director General** for the National Counter Terrorism Centre and the **Project Manager** for the **Kenya - EU Partnership project** further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

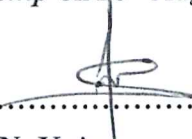
The **Director General** for the National Counter Terrorism Centre and the Project Manager for the **Kenya - EU Partnership project** confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.


Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.
Annual Report and Financial Statements for the financial year ended June 30, 2025

Approval of the Project Financial Statements

The Project financial statements were approved by the Director General of National Counter Terrorism Centre for the *Kenya – Eu Partnership* on 26th August, 2025 and signed by:

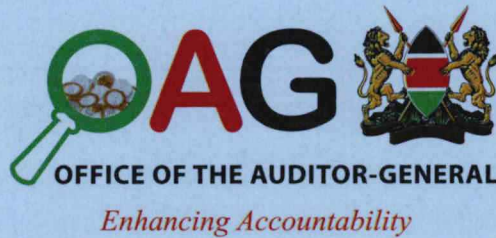

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K. R. Kigen, EBS, OGW 'nsc' (AU)
Director General, NCTC


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F. N. Koigu
Chief Liaison Officer


.....
B. Agara
Budget Officer

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON KENYA - EU PARTNERSHIP FOR THE IMPLEMENTATION OF THE NATIONAL STRATEGY TO COUNTER VIOLENT EXTREMISM IN KENYA FOR THE YEAR ENDED 30 JUNE, 2025 - NATIONAL COUNTER TERRORISM CENTRE

PREAMBLE

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Kenya - EU Partnership for the Implementation of the National Strategy to Counter Violent Extremism in Kenya set out

on pages 1 to 14, which comprise of the statement of financial position as at 30 June, 2025, and the statement financial performance, 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 the Kenya - EU Partnership for the Implementation of the National Strategy to Counter Violent Extremism 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 Public Finance Management Act, 2012 and the Grant Contract No. EUTF05-HoA-KE-34-01 (COMTO5.534) dated 27 June, 2018 between the Government of Kenya and the European Union.

In addition, the special accounts statements present fairly, transactions for the year, and the closing balance has 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 the Kenya - EU Partnership for the Implementation of the National Strategy to Counter Violent Extremism in Kenya Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, 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

The Management is responsible for the other information set out on page v to xxviii which comprise of Project Information and Overall Performance, Statement of Performance against Project's 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.

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, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards requires 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 are in compliance in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

Auditor-General's Responsibilities for the Audit

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

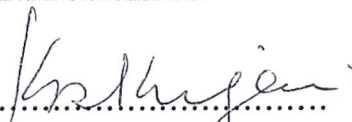
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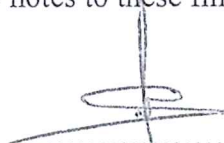
*Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.
Annual Report and Financial Statements for the financial year ended June 30, 2025*


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

	Notes	2024/2025
		Kshs
Revenue		
Revenue Transfers	4	25,706,472
Total revenue		-
Expenses		
Employee costs		-
Use of goods and services	5	262,695
Depreciation and amortization expense		-
Transfer to other Government Entities		-
Other Transfers/Subsidies/Grants		-
Certified Works		-
Total expenses		262,695
Other gains/(losses)		
Gain/Loss on sale of assets		-
Gain/Loss on foreign exchange transactions		-
Impairment loss		-
Surplus/ (deficit)		25,443,777

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


.....
K. R. Kigen, EBS, OGW 'nsc' (AU)
Director General, NCTC


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F. N. Koigu
Chief Liaison Officer


.....
B. Agara
Budget Officer

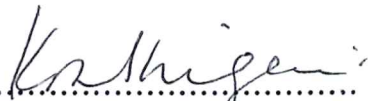
Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.

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

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

	Note	2024/2025	Restated 1 st July 2024
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash equivalents	6	0	262,695
Receivable for Non exchange transactions	8	25,706,472	
Total Non- Current Assets		25,706,472	262,695
Non-Current Assets			
Total Non- Current Assets		-	-
Total Assets (a)		25,706,472	262,695
Liabilities			
Current Liabilities			
Total Current Liabilities		-	-
Total Liabilities (b)		-	-
Net Assets (a-b)		25,706,472	262,695
Represented By:			
Accumulated Surplus		25,706,472	262,695
Total Net Assets		25,706,472	262,695


The financial statements were approved on 26th August, 2025 and signed by:



K. R. Kigen, EBS, OGW 'nsc' (AU)
Director General, NCTC



F. N. Koigu
Chief Liaison Officer



B. Agara
Budget Officer


Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.
Annual Report and Financial Statements for the financial year ended June 30, 2025

9. Statement of Changes in Net Assets

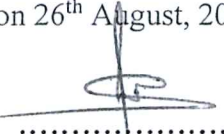
Description	Accumulated Surplus
	Kshs
Restated-As at 30 th June 2024 (Cash Basis)	262,695
Adjustments:	
Asset Recognition	-
Liabilities recognition	
As at 1st July 2024	262,695
Surplus/(Deficit) for the year	25,443,777
As at 30th June 2025	25,706,472

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


The financial statements were approved on 26th August, 2025 and signed by:



K. R. Kigen, EBS, OGW 'nsc' (AU)
Director General, NCTC



F. N. Koigu
Chief Liaison Officer



B. Agara
Budget Officer

*Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.
Annual Report and Financial Statements for the financial year ended June 30, 2025*

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

Description	Note	2024/2025
		Kshs
Cashflow from operating activities		
Receipts		
Revenue Transfers	4(a)	-
Miscellaneous Revenue		-
Total receipts		-
Payments		
Employee costs		-
Use of goods and services	5	262,695
Transfer to other Government Entities		-
Other Transfers/Subsidies/Grants		-
Certified Works		-
Total payments		262,695
Net cash flow from operating activities		(262,695)
Cashflow from investing activities		
Acquisition of non-financial assets		-
Proceeds from sale of Assets		-
Acquisition of Intangible assets		-
Net cash flows from investing activities		-
Cash flow from financing activities		
<i>Specify the activity</i>		-
Net cash flow from financing activities		-
Net increase/Decrease in cash and cash equivalents		(262,695)
Cash and cash equivalent at 1st July 2024	6	262,695
Cash and cash equivalent at end June 2025		-

*Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism 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 30th June 2025

Receipts/Payments Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kshs	Kshs	Kshs	Kshs	Kshs	
Budget Carry Overs from previous periods		-	-	-	-	-
Receipts						
Revenue Transfers	50,000,000	(24,293,528)	25,706,472	0	25,706,472	0%
Miscellaneous Revenue	-	-	-	-	-	-
Total Revenue	50,000,000	(24,293,528)	25,706,472	0	25,706,472	0%
Payments	-	-	-	-	-	-
Employee costs	-	-	-	-	-	-
Use of goods and services	50,000,000	(24,293,528)	25,706,472	262,695	25,443,777	1%
Transfer to other Government Entities	-	-	-	-	-	-
Other Transfers/Subsidies/Grants	-	-	-	-	-	-
Certified Works	-	-	-	-	-	-
Total Payments	50,000,000	(24,293,528)	25,706,472	262,695	25,443,777	1%
Surplus				(262,695)	262,695	

Budget notes

The 1% budget utilization was because of late disbursement of funds. As at 30.06.2025 the funds had been withdrawn from the special account but had not reflected in the project account for utilization.

The initial budget was Kshs.50,000,000 which was revised to Kshs.25,706,472. The initial budget was based on 10% reimbursement of NCTC expenditure on the project. Upon verification, part of the 10% expenditure was deemed ineligible and therefore not reimbursable.

*Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism 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	(262,695)
	Opening Cash and Cash Equivalents	262,695
	Closing Cash and Cash Equivalent as per the statement of Cash flows	-

12. Notes to the Financial Statements

1. General Information

The National Counter Terrorism Centre is established by and derives its authority and accountability from the Prevention of Terrorist Act. The entity is wholly owned by the Government of Kenya and is domiciled in Kenya. The entity's principal activity is:

- (1) The Centre shall be responsible for the co-ordination of national counter-terrorism efforts in order to detect, deter and disrupt terrorism acts.
- (2) Without prejudice to the provisions of subsection (1) the Centre shall: —
 - (a) establish a database to assist law enforcement agencies;
 - (b) conduct public awareness on prevention of terrorism;
 - (c) develop strategies such as counter and de-radicalization;
 - (d) facilitate capacity building for counter-terrorism stakeholders;
 - (e) co-ordinate with other government agencies to provide security
- (2) Certification for aviation schools or companies.

2. Statement of Compliance and Basis of Preparation

The financial statements are for Kenya-EU Partnership project under the National Government of Kenya. The financial statements are for the reporting entity ((Kenya-EU Partnership project) as required by Section 81/ Section 164 of the PFM Act, 2012.

and with the International Public Sector Accounting Standards (IPSAS).

These financial statements were authorized for issue by the accounting officer on June 2025

Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.

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

3. Adoption of New and Revised Standards

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

Standard	Effective date and impact:
IPSAS 43	<p><i>Applicable 1st January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity. The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations	<p><i>Applicable 1st January 2025</i></p> <p>The Standard requires, Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and: Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>
IPSAS 45- Property Plant and Equipment	<p><i>Applicable 1st January 2025</i></p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be 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</p>

Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.

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

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

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

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

Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.

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

Standard	Effective date and impact:
IPSAS 48- Transfer Expenses	<i>Applicable 1st 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 1st 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 1st 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"> i. Limited improvements to existing accounting practices for exploration and evaluation expenditures. 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. 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.

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 (state the standards, reason for early adoption and impact on entity's financial statements.)*

Kenya-EU Partnership for the implementation of the National Strategy to Counter Violent Extremism in Kenya.

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

Notes to the financial statements

4. Revenue Transfers

Description	2024/2025	1 st July
	Kshs	Kshs
Donor Funds	25,706,472	
<i>Others (Specify)</i>	-	-
Total	25,706,472	

4(a) Revenue Transfers Adjusted for Cashflow Statement

Description	2024/2025	Restated 1 st July
	Kshs	Kshs
Donor Funds	25,706,472	
Adjust Receivables	(25,706,472)	-
<i>Others (Specify)</i>	-	-
Total	-	

5. Use of Goods and Services

Description	FY 2024/25
c	<u>Kshs</u>
Utilities, supplies and services	-
Bank charges	
Communication, supplies and services	262,695
Domestic travel and subsistence	-
Total	262,695

6. Cash and Cash Equivalents

Description	2024/2025	Restated 1 st July
	Kshs	Kshs
Cash in Bank	-	262,695
<i>Others (Specify)</i>	-	-
Total Cash and Cash Equivalents	-	262,695

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7. Project Bank Accounts

Details	2024/2025	Restated 1 st July 2024
	Kshs	Kshs
Foreign Currency Accounts		
Central Bank of Kenya [A/c No 1000390077]	-	-
Kenya Commercial Bank [A/c No.....]	-	-
Co-operative Bank of Kenya [A/c No.....]	-	-
Others (<i>specify</i>)	-	-
Total Foreign Currency balances	=	=
Local Currency Accounts		
Central Bank of Kenya [A/c No.....]	-	-
Kenya Commercial Bank [A/c No.....]	-	-
Co-operative Bank of Kenya [A/c No.....]	-	-
ABC Bank Ltd [A/c No 011215001005050]	0	262,695
Total local currency balances	<u>0</u>	<u>262,695</u>
Total bank account balances	<u>0</u>	<u>262,695</u>

Special Deposit Accounts

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

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

Special Deposit Accounts Movement Schedule

Description	Insert Current 2024/2025	Insert Comparative 2023/2024
	Kshs	Kshs
(i) A/C Name [A/c No.1000390077...]		
Opening balance	0	0
Total amount deposited in the account	25,706,472	0

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Total amount withdrawn (as per Statement of Receipts & Payments)	25,706,472	<u>0</u>
Closing balance (as per SDA bank account reconciliation attached)	<u>0</u>	<u>0</u>
(ii) A/c Name [A/c No.1000390077]		
Opening balance (as per the SDA reconciliation)	0	0
Total amount deposited in the account	25,706,472	0
Total amount withdrawn (as per Statement of Receipts & Payments)	<u>25,706,472</u>	<u>0</u>
Closing balance (as per SDA bank account reconciliation attached)	<u>0</u>	<u>0</u>

8. Receivables

Description	2024/2025	1 st July
	Kshs	Kshs
Receivables from Executive Office of the President	25,706,472	
<i>Others (Specify)</i>	-	-
Total	25,706,472	-

Notes to the financial statements

9. Events after the Reporting Period

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

10. Ultimate And Holding Entity

The Entity a Department under the Executive Office of the President Its ultimate parent is the Government of Kenya.

11. Currency

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

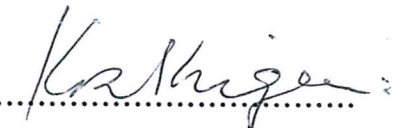
12. Annexes

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)
Other Matter	The Auditor observed that the project did commence on the planned date, also that the amount of funds committed by the donor was less than the amount received by the end of the project	According to the grant agreement, an amount of 10% is withheld by the donor pending final audit. The EU withheld EURO 530,000 to be paid after final audit. The Centre has made a claim of EUROs 174,462.44 As the outstanding eligible amount as given by the donor auditors.	This issue has been partially resolved. The project extended beyond the stipulated time to cover for the late inception. The Centre has requested EU for the outstanding amount	The Centre is awaiting response from National Treasury


Guidance Notes:

1. Use the same reference numbers as contained in the external audit report;
2. Obtain the “Issue/Observation” and “management comments”, required above, from final external audit report that is signed by Management;
3. Before approving the report, discuss the timeframe with the appointed Focal Point persons within your entity responsible for implementation of each issue;
4. Indicate the status of “Resolved” or “Not Resolved” by the date of submitting this report to National Treasury.

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K. R. Kigen, EBS, OGW ‘nsc’ (AU)
Director General NCTC

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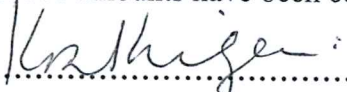
F. N. Koigu
Chief Liaison Officer

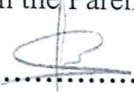
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B. Agara
Budget Officer

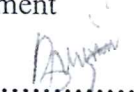
Annex 2: Reconciliation of inter-entity transfers

Project Name:				
Break down of transfers from the Executive Office of the President				
a.	Government Counterpart funding			
		Bank Statement Date	Amount (Kshs)	Indicate the FY 2024/2025
			-	
			-	
		Total	-	
B.	Direct payments			
		Bank Statement Date	Amount (Kshs)	Indicate the FY 2024/2025
			-	
		Total	-	
C.	Others			
		Bank Statement Date	Amount (Kshs)	Indicate the FY 2024/2025
			-	
			-	
		Total	-	
		Total (A+B+C)	-	

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

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K. R. Kigen, EBS, OGW 'nsc' (AU)
Director General NCTC

.....

F. N. Koigu
Chief Liaison Officer

.....

B. Agara
Budget Officer

Annex 3: Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) Previous Year	Additions during the year (Kshs)	Disposals during the year (Kshs)	Transfers in/(out) during the year	Historical Cost c/f (Kshs) Current Year
Land					
Buildings and structures					
Transport equipment					
Office equipment, furniture and fittings					
ICT Equipment					
Machinery and Equipment					
Biological assets					
Infrastructure Assets- Roads, Rails					
Heritage and cultural assets					
Intangible assets					
Work in Progress					
Total					

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Annex 4: Other Support Documents

1. Bank statement as at 30th June 2025
2. Bank statement as at 15th August, 2025