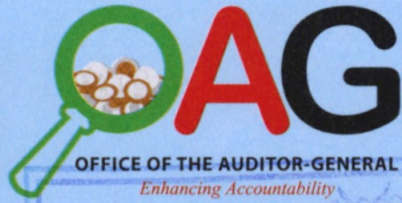


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL
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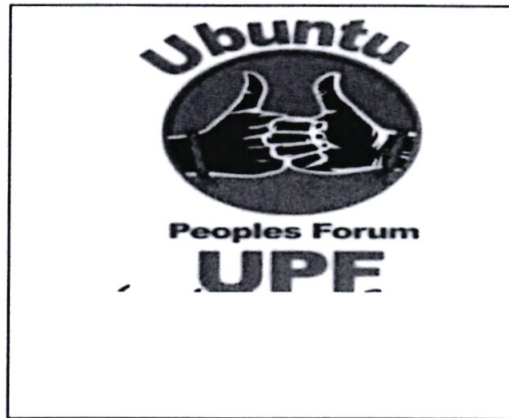
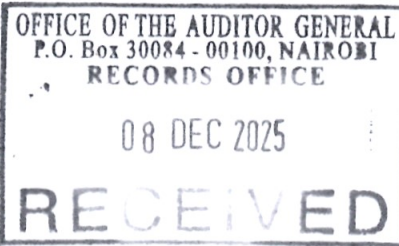
TABLED BY: Hon. Nabni waqoim
Deputy majority whip
CLERK-AT-THE-TABLE: Modbo Atabo

THE AUDITOR-GENERAL

ON

UBUNTU PEOPLES FORUM PARTY

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



UBUNTU PEOPLES FORUM PARTY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

6TH DECEMBER, 2025

Prepared in accordance with the Accrual Basis of Accounting Method under the International
Public Sector Accounting Standards (IPSAS)



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Ubuntu Peoples Forum Party
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1. Acronyms and Definition of Key Terms

A: Acronyms

SG	Secretary General
ED	Executive Director
CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IPSAS	International Public Sector Accounting Standards
NT	National Treasury
OCOB	Office of the Controller of Budget
OAG	Office of the Auditor General
OSHA	Occupational Safety and Health Act of 2007
PFM	Public Finance Management
PPE	Property Plant & Equipment
PSASB	Public Sector Accounting Standards Board
PPA	Political Parties Act
ORPP	Office of Registrar of Political Parties
IDRM	Internal Dispute Resolution Mechanism
NEC	National Executive Council
NDC	National Delegates Council
NGC	National Governing Council
PPF	Political Parties Fund

B: Definition of Key Terms

Fiduciary Management- Members of management who are directly entrusted with the responsibility of managing the organization's financial resources.

The Secretary-General is the accounting officer of the Political Party

Comparative Year- Means the prior period.

Ubuntu Peoples Forum Party
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2. Key Political Party Information and Management

(a) Background information

(b) The Ubuntu Peoples Forum Party was incorporated/ established under the Political Party Act on 2022 This Party was formed as a result of the Amendment of section 2A with a purpose of unifying the county and promote Social, Economic and political development of Kenya.

(c) Principal Activities

The principal activity/mission/ mandate of the Party is to ...

- a. Recruit and enlist members.
- b. Nominate candidates for elections.
- c. Promote representation in Parliament and county assemblies of women, persons with disabilities, youth, ethnic and other minorities, and marginalized communities.
- d. Sensitize the public on the functioning of the political and electoral system.
- e. Promote and enhance national unity.
- f. Mobilize citizens to participate in political decisions.
- g. solicit and articulate public policy priorities as identified by its members; and
- h. Shape and influence public policy.

Vision: A just, fair and prosperous Kenya founded on strong sense of unity and humanity.

Mission: Putting all Kenyans at the heart of social, economic and political processes in order to cultivate a sense of belonging and shared destiny that guarantees prosperity, equality and fairness for all Kenyans.

Aims and Objects:

- a) To educate and organize Party members so as to transform them into active members;
- b) To establish democratic and constitutional national and county governments in Kenya within the Framework of multi-Party democracy, devolved and good governance, and founded on the principles Of Unity, Justice, Liberty, Equality, Transparency and Accountability and respect for the Rule of Law;
- c) To pursue, protect, and promote basic human rights including civil, political, economic, religious, Social and cultural rights and freedoms of the individuals as set out in the Constitution of Kenya 2010, the Universal Declaration of Human Rights, the African Charter on Human and Peoples Rights, and other internationally recognized human rights instruments;
- d) To protect and promote the objects and principles of the Constitution, Rule of Law and separation of the powers between the three arms of Government, namely, the Legislature, Executive and Judiciary
- e) To pursue the provision and improvement of affordable universal health, quality and inclusive Education and social welfare services in order to raise the living standards and quality of life of all the People of Kenya
- f) To promote a free market economy with adequate social safety nets and pursue sound economic Policies in order to achieve rapid and sustainable development;

Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.

- g) To enhance the cultural life of Kenyans in all spheres of national development;
- h) To protect all public lands, utilities, natural resources, enhance sustainable management and Conservation of the environment and utilization of all-natural resources, for the betterment of the lives of present and future generations;
- i) To create awareness among Kenyans of all public issues and policies of interest to them, and to Enhance public participation, with a view to enhancing and maintaining a just, open and democratic Society;
- j) To promote regional integration with a view to achieving rapid social and economic development of Kenya;
- k) To support and promote regional integration, African unity, international co-operation, world peace and the abolition of all forms of oppression, tribalism, racism, chauvinism, sexism, bigotry, nepotism, Exploitation and discrimination
- l) To ensure not more than two-thirds of either gender shall hold elective or appointive positions in the Party and government;
- m) To pursue and promote the full participation of Women and Youth in the management of public Affairs and the development of Kenya;
- n) To nominate Party candidates in respect of the Presidential, National Assembly, Senate, Governor, And Ward Representatives to the County Assembly and appointments to various public offices;
- o) To establish Women Congresses, Young Democrats Congresses and People Living with Disability (PWD) Congresses from wards, constituencies, right up to the county and national levels;
- p) To promote a progressive legislative agenda in the National Assembly and the Senate;
- q) To promote and establish a clean and honest leadership based on the values of integrity, justice and Discipline, devoid of corruption nepotism and discrimination;
- r) To establish County Executive, constituency management, ward steering and polling station Mobilization committees in all parts of Kenya;
- s) To mobilize resources for the implementation of Party programmes and projects;
- t) To acquire land, buildings, movable and immovable properties, securities, business ventures and any other profitable enterprises and activities;
- u) To enter into any agreement, contract, arrangement, partnership, pre or post coalition with any Political Party or organization, and to do all such things as the Party shall deem necessary, Conducive or incidental to attainment of the above aims and objects

(d) Key Management

(e) The Ubuntu Peoples Forum Party day-to-day management is under the following key organs:

No.	Designation	Responsibility
1.	NDC/NGC;	Supreme Party Organs that review, formulate and approve all party policies.
2.	NEC	Top leadership body that steers Ubuntu Peoples Forum Party strategies and operations

**Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.**

No.	Designation	Responsibility
3.	SG	Ubuntu Peoples Forum Party Spokesperson and Accounting Officer
4.	Treasurer	In charge of all financial responsibilities Guide in implementation of policies
5.	National Chairman	Guide in implementation of policies
6.	National Organizing Secretary	Spearhead recruitment of members
7.	Legal Advisor	Provide legal advice on matters law

(f) Fiduciary Management

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

No.	Designation	Name
1.	Secretary General	Beatrice Nyawira
2.	National Treasurer	Sylvester Njihia
3.	National Organising Secretary	Boniface Ngwiri

(g) Fiduciary Oversight Arrangements

- National Executive Committee
- Resource Mobilisation committee
- National Election Board
- National Governing Council
- National Delegates Convention
- Office of the Registrar of Political Parties
- Auditor General

(h) Party Headquarters-

Ubuntu House,
Thingira wa Iregi Road, Nakuru,
Between Sarova Woodlands Hotel and Naivas Supermarket
P.O. Box 13035-20100,
Nakuru, Kenya.

Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.

(i) Party Contacts

Telephone: (+254)725970303

E-mail: info@upfkenya.co.ke

Website: www.upfkenya.co.ke

(j) Party Bankers

KCB Bank Ltd,

Carter Branch,

P.O Box 18-20100

Nakuru, Kenya

(k) Independent Auditor

Auditor-General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(l) Principal Legal Adviser

The Attorney General

State Law Office and Department of Justice

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

Party Legal Advisor

Peris Mwangi




0726748545

P.O Box 234-00100




Nairobi

**Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.**




3. The National Executive Council/Committee

Ref	NEC MEMBER	Details
1.	 National Chairman	<p>Hon. David Mwaniki Ngugi</p> <p>Has over 30 years' experience in leadership and management (both private and public sector). He is a career insurance professional having held various leadership roles from GM, MD, Executive Director & Chairman in several companies, Corporate Insurance Co, Association of Kenya Insurers (AKI), Phoenix Assurance etc. He consulted and trained for State University of New York, Canadian Aid & Development Agency, Westminster Foundation for Democracy & approximately half of the counties on leadership, management, governance and devolution. Served as an M.P of Kinangop Constituency 2008–2012 and Member (Chair) Local Government Authorities.</p>
2.	 National Vice Chairman	<p>Hon. Murgya Wilson</p> <p>He is the National Vice Chairman of the Party. He is an elected member of county Assembly in Narok county .He has a vast knowledge and experience on governance matters and holds a Bachelors degree in Finial Management from Egerton University. He has worked in the public sector for many years.</p>
3.	 Secretary General	<p>Hon. Beatrice Nyawira</p> <p>She is the accounting officer of the Party. She holds a degree in Banking and Finance from Kenyatta University. Her role is to give the strategic direction to the secretariat for their day to day operations and she is the party's accounting officer and spokesperson.</p>

**Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.**

<p>4.</p>	 <p>Deputy Secretary General</p>	<p>Charles Mwangi Waituru</p> <p>He has a Bachelor's degree in Human Resource and Management from Mount Kenya University. He has previously worked as a Director of Nakuru Rural Water and Sanitation Company Ltd (NARUWASCO) for a period of 3 years from year 2021-2024. He is a role model to many as a young entrepreneurs in the country and a Leader who is passionate about creating Leadership opportunities for young people to grow and expand their horizons to build their capacities and address key issues in their communities and political decision making process.</p>
<p>5.</p>	 <p>National Treasurer</p>	<p>Sylvester Njihia</p> <p>He has an impeccable leadership qualities that will benefit in growth of the Party. He holds a Bachelor of Commerce majoring in Banking and Finance from Kabarak University: a higher Diploma in monitoring and evaluation and CPA-K.</p>
<p>6.</p>	 <p>Deputy National Treasurer</p>	<p>Stella wanjiru</p> <p>She was appointed UPF Party Deputy Treasurer early this year, 2025. She holds a Bachelor of Commerce majoring in Human Resource Management from Kabarak University: a higher Diploma in Human Resources Management; a Diploma in Business Administration from Kenya Institute of Finance and Applied Management and a Certificate in Business Finance from European Business University Luxemburg. She is a compassionate community leader, having been elected as a youth President, with over 15 years of experience in government policies on Gender related issues, human rights, community development and champion of good governance. She has worked in several NGO's and taken lead in social work, research, monitoring and evaluation among others.</p>

**Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.**

<p>7.</p>	 <p>National Organising Secretary</p>	<p>Boniface Ngwiri</p> <p>He went to Narok Boys High School and later joined Integrity School of Management to pursue a Diploma in Human Resources and Management. He later joined University of Nairobi to pursue Bachelor's degree in Human Resource management. He has served as a Paralegal with MPIDO organization, a Councilor in the defunct Nakuru Municipal Council from 2008-2013: He has also served as a Board Member of Nakuru County government. He is an active human rights defender and for many years he has advocated for the rights of minorities and indigenous peoples rights.</p>
<p>8.</p>	 <p>Chairperson Women Congress</p>	<p>Hon. Joyce Anyiso</p> <p>Mrs. Joyce Anyiso joined Ubuntu Peoples Forum Party in the year 2021. She holds a Bachelors degree in Information Technology from Mount Kenya University. She was nominated to serve as a Member of County Assembly in Nakuru County. She is an avid community advocate and human rights defender and one of the champions advocating for women empowerment and Special Interest Groups economic support. She is currently UPF Party National Women Representative.</p>
<p>9.</p>	 <p>Legal Advisor</p>	<p>Peris Mwangi</p> <p>She holds an LLB degree from the University of Nairobi. She has been practicing law for the last fifteen years. She has high experience in providing legal counsel, ensuring compliance with rules and regulations as set by the regulator, election and ethics laws, managing disputes, and often leveraging the legal background to transition into political leadership.</p>

Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended 30 June, 2025.

4. Key Management/Secretariat Team

	 Secretary General	<p>Hon. Beatrice Nyawira</p> <p>She is the accounting officer of the Party. She holds a degree in Banking and Finance from Kenyatta University. Her role is to give the strategic direction to the secretariat for their day to day operations and she is the party's accounting officer and spokesperson.</p>
	 Chief Executive Officer	<p>John Mwangi Ng'ang'a</p> <p>Mwangi holds a master's degree in Business Administration of Amity University, A bachelor's of Science degree in Information technology of Makerere University among other qualifications. His role is to implement the party's mandates and oversee day to day activities of the party.</p>
	 Accountant:	<p>Prudence Makini</p> <p>Miss Makini holds a Bachelor's of commerce of University of Nairobi, and specialised in accounting. She has done CPA-K and she is in charge of the party accounts. She sits in the secretariat to guide on financial decisions.</p>

Ubuntu Peoples Forum Party
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5. Chairman's Statement



During the financial year 1st July, 2024 to 30 June, 2025, the Ubuntu Peoples Forum Party recorded key achievements in strengthening its national presence and organizational structure. Notably, the party held successful grassroots elections in 12 counties, opened 10 new county offices, and expanded its membership by over 60%, with a strong focus on youth, women, and inclusivity. Despite limited financial resources and a competitive political environment, the Party remained resilient, achieving nearly half of the goals set out in its 2023–2027 Strategic Plan. Changes in the National Executive Council (NEC) were managed swiftly to maintain leadership continuity and compliance with internal regulations.

The Party also engaged various stakeholders, including civil society organizations and political forums, reinforcing its commitment to dialogue, transparency, and issue-based politics. As it prepares for the upcoming November by-elections and ultimately to the 2027 General Elections. The Ubuntu People's forum party is positioning itself for strategic growth through digital transformation, youth leadership development, and building stronger policy platforms that reflect the needs of Kenyans. The Ubuntu Peoples Forum Party political direction remains centered on centrist and people-focused principles, with future opportunities anchored in building inclusive alliances and deepening its grassroots presence nationwide.

Signed

A close-up of a handwritten signature in black ink on a light-colored background. The signature is stylized and appears to be the name of the National Chairman.

National Chairman

Date: 06.12.2025

Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended 30 June, 2025.

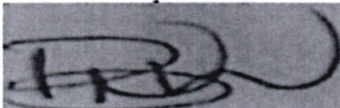
6. Report of the Secretary-General



During the period from 1 July, 2024 to 30 June, 2025, the Ubuntu Peoples Forum Party made notable progress in strengthening its organizational capacity and expanding its national presence. The Ubuntu Peoples Forum Party accessibility and visibility at the grassroots level.

Financial records were independently audited and submitted to the Registrar of Political Parties, reflecting the Ubuntu Peoples Forum Party commitment to transparency. Moving forward, the Democratic Party plans to focus on digitalizing operations, enhancing policy development, and preparing strategically for the upcoming by-elections and subsequent 2027 General Elections.

Yours Faithfully,

A black and white image of a handwritten signature in dark ink on a light background. The signature is stylized and appears to be the name of the Secretary-General.

Secretary General

Date: 06.12.2025

Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended 30 June, 2025.

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

The Political Party has a strategic plan running from Year 2023 to Year 2027. The Strategic Plan is implemented in annual work plans. The performance of the Party during the year is presented in the table below:

No	Program/Activity	Key Performance Indicator	Target	Achievement	Remarks
1.	Membership Recruitment	No of Members	At least 1000 members in at least 24 counties	20/24	More members
2.	<i>SIGS Trainings</i>	<i>Women workshop</i>	<i>2 trainings</i>	<i>achieved</i>	<i>empowerment</i>
3.	<i>SIGS Trainings</i>	<i>Youth empowerment</i>	<i>2 trainings</i>	<i>achieved</i>	<i>empowerment</i>
4.	<i>SIGS Trainings</i>	<i>PWDS</i>	<i>2 trainings</i>	<i>achieved</i>	<i>awareness</i>
5.	<i>Key leadership trainings</i>	<i>NEC & Management</i>	<i>Twice per financial year</i>	<i>achieved</i>	<i>defined roles</i>
6	<i>County Leadership trainings</i>	<i>Chairpersons & cec</i>	<i>Once per Financial year</i>	<i>achieved</i>	<i>recruitment</i>

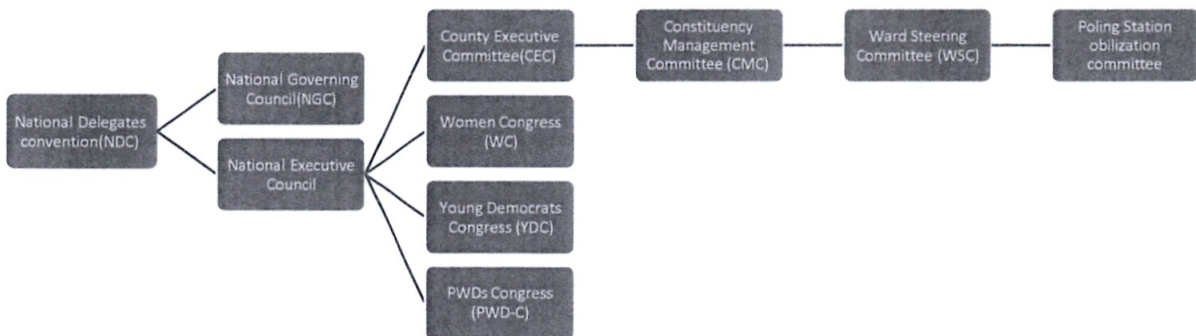
Ubuntu Peoples Forum Party
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8. Governance Statement

Ubuntu Peoples Forum Party is committed to operating in best practice in accordance with political integrity and ethics and maintaining the highest standards of financial reporting and cooperate governance.

The National Executive Committee is delighted that the party has throughout the year complied with the provision set in the code on cooperate governance and equally applied the main principles in the code. Cooperate governance for Ubuntu Peoples Forum Party has gone a long way to define how the party conduct its affairs in line with the founder’s objectives. Also, it has ensured the best interest of the party members and the public are highly protected. Responsibilities of Cooperate governance in Ubuntu Peoples Forum Party are vested in the National Executive Committee.

The Party structure of the party is presented in the diagram below:



Further to the organogram, the party is to present the governance arrangement of the party that may include the following:

- The role of the NDC, the composition of the NDC, how the members are nominated, and the number of meetings held.
- The establishment and Role of the Governing Body/NEC, Composition of members, no of meetings held,

Ubuntu Peoples Forum Party

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

- The committees under the Governing body/NEC, their role, the Composition of members, and meetings held
 - Establishment of the Dispute resolution committee and meetings held
 - Establishment of the Disciplinary Committee
 - Establishment of the election board
 - Finance Committee
 - Audit and Risk Committee
 - Others

9. Management Discussion and Analysis

- Membership 33,398 (The party has to have a continuous members recruitment to reach a target of 60,000 members)
- Revenue from Political Parties Fund (Funded Parties) 1,663,726
- Member's subscriptions-Nil (it has been noted in most cases members tend to subscribe towards the electioneering period and .therefore, party officials are tasked to encourage members to pay the above fee in a bid to support the party.
- Members' Contributions/Donations-Nil
- Number of elected representatives, including SIGs- One elected member
- No of Party Branches-one

10. Environmental and Sustainability Reporting

Introduction

The Ubuntu Peoples Forum Party of Kenya is committed to promoting environmental sustainability as a key component of social justice. In 2024-2025, we have focused on raising awareness, fostering community-led solutions, and integrating sustainable practices into our policy frameworks.

Environmental Impact Assessment

Through the **UPFP Forum**, we have identified key environmental challenges such as waste management, climate change, and resource depletion. Our grassroots approach has engaged local communities in discussions and actions aimed at addressing these challenges through education and sustainable practices.

Ubuntu Peoples Forum Party
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Sustainability Initiatives

The **UPF Forum** continues to serve as a dynamic platform for civic education, empowering citizens to take action on environmental issues. Our forums emphasize practical solutions, such as sustainable farming. In 2024-2025, we reached over 10,000 individuals with educational resources focused on environmental stewardship.

Partnerships and Collaborations

We maintain strategic partnerships with organizations like the **Westminster Foundation for Development (WFD)**, which has supported our efforts to address environmental and social inequalities. By leveraging existing infrastructure, we ensure that civic education on sustainability remains cost-effective and accessible across Kenya.

Conclusion

The Ubuntu Peoples Forum Party remains dedicated to environmental sustainability, recognizing its essential role in achieving broader social and economic justice. Through partnerships, education, and active community engagement, we continue to drive meaningful change for a sustainable future in Kenya.

i) Sustainability strategy and profile

The Ubuntu Peoples Forum Party's sustainability strategy focuses on promoting environmentally responsible development, social equity, and economic resilience. The party aligns its efforts with global best practices such as the UN Sustainable Development Goals (SDGs), prioritizing clean energy, climate action, and sustainable agriculture. Broader political and macroeconomic trends—such as climate change, food insecurity, and shifting global trade dynamics—have increasingly influenced the Ubuntu Peoples Forum Party focus on sustainability. Key achievements include advocating for renewable energy policies, supporting conservation initiatives, and encouraging community-driven development. However, challenges remain in implementation due to limited funding, policy inconsistency, and infrastructural constraints. Moving forward, the party aims to strengthen partnerships, enhance transparency, and build capacity for long-term, inclusive sustainability outcomes. ***Environmental performance***

ii) Employee welfare

The Ubuntu Peoples Forum Party emphasizes employee welfare as a key pillar in promoting fair labour practices, productivity, and social justice. The party advocates for safe and healthy working conditions, fair wages, equal opportunities, and access to social protection such as healthcare, pension, and paid leave. It supports policies that strengthen workers' rights, encourage skill development, and ensure gender equality in the workplace. Additionally, the party promotes dialogue between employers,

Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended 30 June, 2025.

employees, and trade unions to address grievances and improve workplace relations. Through these efforts, the Ubuntu Peoples Forum Party aims to build a motivated, secure, and empowered workforce that contributes meaningfully to national development.

a) Responsible Supply chain and supplier relations

We expect our suppliers to be accountable for managing risk in their operations and to hold their own suppliers accountable to the same high standards. We want to ensure safe and fair working conditions, along with responsible management of environmental and social issues across our supply chains, through a commitment to continuous improvement shared by all our suppliers. Our critical standards in our Code of Ethical Purchasing Policy cover clear expectations on topics such as ensuring the safety of people working with us, no child labour, no forced labour, fair payment and working hours, fair disciplinary practices, no discrimination, anti-bribery, responsible sourcing of minerals and the protection of the environment.

b) Responsible marketing and advertising

The Ubuntu Peoples Forum Party promotes responsible marketing and advertising by upholding ethical standards such as honesty, transparency, and fairness in all communications. The party is committed to avoiding misleading information, respecting all audiences, and ensuring that promotional content reflects integrity, inclusivity, and respect for public trust.

Product stewardship

The Party stewardship process, which in certain aspects exceeds regulatory requirements, **engages stakeholders/members across the 47 counties in Kenya.**

11. Report of the National Executive Council/Committee

The Council/Committee submits their report together with the audited financial statements for the year ended 30 June, 2025, which show the state of the *Ubuntu Peoples Forum Party* affairs.

i) Principal activities

The principal activities of the Party are reported on page iii

Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended 30 June, 2025.

ii) Results

The results of the Ubuntu Peoples Forum Party for the year ended 30 June, 2025, are set out on page 1 to 50.

iii) Council Members

The members of the Governing body/NEC who served during the year are shown on page viii.

During the year 1 member resigned with effect from 10 June, 2025.

iv) Auditors

The Auditor-General is responsible for the statutory audit of the Ubuntu Peoples Forum Party in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015

By Order of the Council/Committee



Name Beatrice Nyawira
Secretary General

Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended 30 June, 2025.

12. Statement of the National Executive Council Responsibilities

Section 31 of the Political Parties Act Cap 7D and Article 36 of the *Ubuntu Peoples Forum Party Constitution* requires the NEC to prepare financial statements in respect of that Party, which give a true and fair view of the state of affairs of the Party at the end of the financial year and the operating results of the Party for that year. The NEC is also required to ensure that the Party keeps proper accounting records which disclose with reasonable accuracy the Ubuntu Peoples Forum Party financial position. NEC is also responsible for safeguarding the assets of the Party.

The NEC is responsible for the preparation and presentation of the Ubuntu Peoples Forum Party financial statements, which give a true and fair view of the state of affairs of the Party for and as at the end of the financial year (period) ended on June 30, 2025. This responsibility includes: (i) Maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Party; (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) Safeguarding the assets of the Party; (v) Selecting and applying appropriate accounting policies; and (vi) Making accounting estimates that are reasonable in the circumstances.

The NEC accepts responsibility for the Ubuntu Peoples Forum Party financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and the Political Parties Act. The NEC is of the opinion that the Ubuntu Peoples Forum Party financial statements give a true and fair view of the state of the Ubuntu Peoples Forum Party transactions during the financial year ended June 30, 2025, and of the Ubuntu Peoples Forum Party financial position as at that date. The NEC further confirms the completeness of the accounting records maintained for the Party, which have been relied upon in the preparation of the Ubuntu Peoples Forum Party financial statements, as well as the adequacy of the systems of internal financial control.

In preparing the financial statements, the NEC assessed the Ubuntu Peoples Forum Party ability to continue as a going concern. Nothing has come to the attention of the Directors to indicate that the *Ubuntu Peoples Forum Party* will not remain a going concern for at least the next twelve months from the date of this statement.

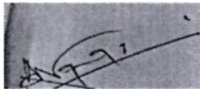
Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended 30 June, 2025.

Approval of the financial statements

The Ubuntu Peoples Forum Party financial statements were approved by the Board on 26/08/2025 and signed on its behalf by:

Name: Hon. David Mwaniki Ngugi

National Chairperson



Name: Beatrice Nyawira

Secretary General



REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON UBUNTU PEOPLES FORUM PARTY FOR THE YEAR ENDED 30 JUNE, 2025

PREAMBLE

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

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

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 the Ubuntu Peoples Forum Party set out on pages 1 to 31, which comprise of the statement of financial position as at 30 June, 2025, and the statement of financial performance, statement of changes in net assets, statement of cash flows and the 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 Ubuntu Peoples Forum Party 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 Political Parties Act, 2011 (Revised, 2022) and the Public Finance Management Act, 2012.

Basis of Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Ubuntu Peoples Forum Party 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 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 Matter

Unresolved Prior Year Matters

In the prior years' audit reports, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. Review of the status during audit of the Party in the financial year 2024/2025 revealed that the following twelve (12) issues remained unresolved:

No.	Financial Year	Audit Issue
1	2023/2024	Inaccurate Comparative Amounts and Balances
2	2023/2024	Inaccuracies in the Statement of Cash Flows
3	2023/2024	Variance in Transfers from other Government Entities
4	2023/2024	Unsupported Cash and Cash Equivalents
5	2023/2024	Inaccurate Property, Plant and Equipment
6	2023/2024	Budgetary Control and Performance
7	2022/2023 and 2023/2024	Non-Compliance with the Public Sector Accounting Standards Board Financial Reporting Template
8	2023/2024	Non-Registration of Leases
9	2022/2023 and 2023/2024	Non-Compliance with the Law on the Establishment of Party Offices

No.	Financial Year	Audit Issue
10	2023/2024	Lack of Annual Budgets and Annual Procurement Plans
11	2022/2023 and 2023/2024	Late Submission of Financial Statements
12	2023/2024	Weak Internal Control System over Processing of Payments and Imprests

Other Information

Management is responsible for the Other Information set out on page iii to xx which comprise of Key Political Party Information and Management, National Executive Council/Committee, Key Management/Secretariat Team, Chairman's Statement, Report of the Secretary General, Statement of Performance Against Predetermined Objectives, Governance Statement, Management Discussion and Analysis, Environmental and Sustainability Reporting, Report of the National Executive Committee and the Statement of National Executive Committees' Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Party'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 conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Late Submission of Financial Statements

The Party Management submitted the annual report and financial statements on 15 October, 2025, which was after the statutory deadline of 31 August, 2025. This was contrary to Paragraph 1.8 of The National Treasury's Circular No. AG.3/88 Vol.VII (41) dated 4 December, 2024, which required all public sector entities, at both the National and County Governments, to prepare and submit annual financial statements by 31 August, 2025.

In the circumstances, Management was in breach of The National Treasury's Circular.

2. Non-compliance with the Public Sector Accounting Standards Board Reporting Template

Review of the annual report and financial statements submitted for audit revealed that the table of contents does not align with the corresponding pages of the financial statements on pages xvi, xvii, xix, xx, xxii. Further, the ICPAK number of the Head of Finance is missing on pages 1 and 2. In addition, the property, plant and equipment schedule provided under Note 12 does not clearly show the movement of assets from one year to the next as required by the reporting template.

In the circumstances, the financial statements have not been presented in accordance with the reporting template issued by the Public Sector Accounting Standards Board.

3. Non-compliance with Climate Change Financing Requirements

Review of records revealed that the Party did not dedicate resources in its annual budget towards Climate Change activities. This was contrary to Regulations 6(1)(d) and 15(2)(a) of the Climate Change Regulations, 2021, which require each public entity at both the National and County Governments to dedicate an amount in its annual budget towards Climate Change activities. The regulations also require each entity to designate a unit with adequate staff and financial resources and appoint a senior officer as Head of the Unit to coordinate the mainstreaming of the Climate Change action plan and other statutory Climate Change functions into sectoral strategies.

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

4. Failure to Prepare and Submit Quarterly Reports and Bank Reconciliation Statements

During the year under review, the Party Management did not prepare monthly bank reconciliation statements and quarterly reports as required by Regulations 90(1) and 65 of the Public Finance Management (National Government) Regulations, 2015. The regulations require Accounting Officers to prepare monthly bank reconciliation statements by the 10th of the following month and quarterly reports by the 15th day of each quarter and submit a copy to The National Treasury, with a copy to the Auditor-General.

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

5. Non-Compliance with the Law on Establishment of Party Offices

As previously reported, the Party had only one (1) Office in Nakuru County, instead of the required minimum of twenty-four (24) Counties. This was contrary to Section 7(2)(f)(iii) of the Political Parties Act, 2011, which states that a provisionally registered Political Party shall be qualified to be fully registered if it has submitted to the Registrar the location and addresses of the branch offices of the political party, which shall be in more than half of the Counties.

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

6. Non-Compliance with the Public Procurement and Asset Disposal Act, 2015

During the year under review, the Party Management procured various goods and services amounting to Kshs.976,350, comprising special interest groups' expenses of

Kshs.624,420 and Kshs.351,930 spent on advocacy and electoral expenses, as disclosed in Notes 9 and 10 to the financial statements. However, the following anomalies were noted:

- i. The Party did not have qualified procurement personnel to oversee the procurement of goods and services, and issue a professional opinion. Further, there was no Annual Procurement Plan aligned to the budget and the work plan, contrary to Section 45(3) of the Public Procurement and Asset Disposal Act, 2015, which requires that all procurement processes be within the approved budget of the procuring entity and planned through an annual procurement plan;
- ii. The Party did not prequalify suppliers of goods and services, nor were the required Procurement Committees, such as Opening, Evaluation and Inspection Committees, established to oversee procurement processes;
- iii. Goods and services were procured using cash payments, even in instances where the cost exceeded Kshs.50,000 threshold, contrary to Section 107 (b) of the Public Procurement Act, 2025 and related regulations, which restrict the use of low-value procurement to goods, works or services whose estimated value does not exceed the set maximum per financial year; and,
- iv. No records were provided showing requisitions for goods, delivery, quantities received, or dates when the goods were taken on charge in stores.

In the circumstances, the regularity and value for money on the expenditure of Kshs.976,350 could not be confirmed.

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

REPORT ON 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 governance were not effective.

Basis for Conclusion

1. Understaffing in Key Party Positions

Review of records revealed that the Party had engaged only two (2) staff members, namely an Executive Director and a clerk. This has resulted to understaffing, weak reporting structures and lack of segregation of duties. Further, no recruitment records were provided to verify that the hiring process was fair, competitive, or transparent.

In the circumstances, the adequacy of internal controls and the Party's ability to manage its operations effectively could not be confirmed.

2. Lack of an Internal Audit Function and Audit Committee

The Party did not have an internal audit unit to conduct internal auditing. This is contrary to Section 73(1)(a) of the Public Finance Management Act, 2012, which requires every National Government entity to have appropriate arrangements for conducting internal audit according to the guidelines of the Accounting Standards Board. Further, the Party did not establish an Audit Committee contrary to Section 73(5) of the Public Finance Management Act, 2012, which states that every National Government public entity shall establish an Audit Committee whose composition and functions shall be as prescribed by the regulations.

In the circumstances, the effectiveness of internal controls and risk management measures put in place by Management 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.

Responsibilities of the Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Party'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 Party'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

15 December, 2025

Ubuntu Peoples Forum Party

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

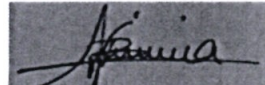
14. Statement of Financial Performance for the year ended 30 June, 2025

	Notes	2024/2025	2023/2024
		Kshs	Kshs
Revenue			
Transfers from Political Parties Fund (PPF)	6	1,934,626	1,022,491
Membership Fees	7	0	1,034,280
Total Revenue		1,934,626	2,056,771
Expenses			
Administrative Expenses	8	1,113,736	-
Special Interest Groups expenses	9	624,420	-
Advocacy and Electoral expenses	10	351,930	-
Employee cost		-	120,000
Rent		-	660,000
Depreciation and amortization expense		-	151,010
Repairs and maintenance		-	15,410
General expenses		-	293,810
Use of Goods and services (Training and Seminars)		-	850,690
Finance Cost		-	13,926
Total expenses		2,090,086	2,104,846
Surplus/Deficit		(155,460)	(48,075)

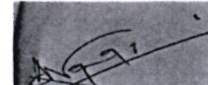
The notes set out on pages to form an integral part of these Financial Statements. The Financial Statements set out on pages 1 to 46 were signed on behalf of the NEC by:



Name: Beatrice Nyawira
Secretary General
Date 06.12.2025



Name: Sylvester Njihia
National Treasurer
Date: 06.12.2025



Name: Hon. David M. Ngugi
National Chairman
Date: 06.12.2025

Ubuntu Peoples Forum Party

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

15. Statement of Financial Position as at 30 June 2025

	Notes	FY 2024/25	FY 2023/24
		Kshs	Kshs
Assets			
Current Assets			
Cash and Cash equivalents	11	52,525	102,935
Total Current Assets		52,525	102,935
Non-Current Assets			
Property Plant and Equipment	12	555,063	650,959
Total Non- Current Assets		555,063	650,959
Total Assets (A)		607,588	753,894
Liabilities			
Total Liabilities(B)		0	0
Net Assets(A-B)		607,588	753,894
Represented by:			
Accumulated Surplus/deficits		607,588	753,894
Net Assets		607,588	753,894

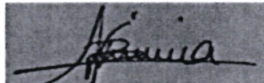
The financial statements set out on pages 1 to 46 were signed on behalf of the NEC by:



Name: Beatrice Nyawira

Secretary General

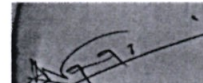
Date: 06.12.2025



Name: Sylvester Njihia

National Treasurer

Date: 06.12.2025



Name: Hon. David M. Ngugi

Chairman of the Party

Date: 06.12.2025

Ubuntu Peoples Forum Party

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

16. Statement of Changes in Net Assets for the year ended 30 June 2025

Description	Revaluation reserve	Accumulated Surplus	Total
	Kshs	Kshs	Kshs
As at July 1, 2023	0	151,009	151,009
Surplus/ deficit for the year	0	(48,074)	(48,074)
As at June 30, 2024	0	102,935	102,95
As at July 1,2024	0	102,935	102,935
Surplus/ (deficit) for the year	0	(155,461)	(155,461)
As at June 30, 2025	0	(52,526)	(52,926)

Note:

1. *For items not common in the financial statements, the Entity should include a note on what they relate to – either on the face of the statement of changes in equity/net assets or among the notes to the financial statements.*
2. *A prior-year adjustment should have an elaborate note describing what the amounts relate to. In such instances, a restatement of the opening balances is needed.*

Ubuntu Peoples Forum Party

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

17. Statement of Cash Flows for the year ended 30 June 2025

	Notes	2024/2025	2023/2024
		Kshs	Kshs
Cash flows from operating activities			
Receipts			
Transfers from Political Parties Fund (PPF)	6	1,934,626	1,022,491
Public contributions and donations	7	-	1,034,280
Total receipts		1,934,626	2,056,771
Payments			
Administrative Expenses	8	1,113,736	960,346
Special Interest Groups expenses	9	624,420	850,690
Advocacy and Electoral expenses	10	351,930	293,810
Total payments		2,090,086	1,953,836
Net cash flows from/(used in) operating activities		(155,460)	(102,935)
Net cash flows from/(used in) investing activities			
Net increase/(decrease) in cash & Cash equivalents		(155,460)	(102,935)
Cash and cash equivalents at 1 July 2024	11	102,935	
Cash and cash equivalents at 30 June 2025	11	52,525	102,935

(PSASB has now prescribed the direct method of cashflow presentation for all entities under the IPSAS Accrual basis of accounting).

The Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.

18. Statement of Comparison of Budget and Actual amounts for the year ended 30 June 2025.

	Original budget	Adjustments	Final budget	Actual on comparable basis	Performance difference	% of utilization
	Kshs	Kshs	Kshs	Kshs	Kshs	
	a	B	c=(a+b)	d	e=(c-d)	f=d/c*100
Receipts						
Transfers from Political Parties Fund (PPF)	2,000,000	-	2,000,000	1,934,625	65,375	97%
Total	2,000,000	-	2,000,000	1,934,625	65,375	97%
Payments						
Administrative costs	847,000	-	847,000	1,113,736	266,736	96%
Special Interest Groups expenses	801,000	-	801,000	624,420	176,580	94%
Advocacy and Electoral expenses	352,000	-	352,000	351,930	70	98%
Total payments	2,000,000		2,000,000	2,090,086	574,136	94%
Surplus/Deficit for the period				(155,461)		

The Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.

Budget notes

1. *Provide a commentary on significant underutilization (below 90% of utilization) and any overutilization (IPSAS 24.14)*
2. *Explain changes between the original and final budget, indicating whether the difference is due to reallocations or other causes. (IPSAS 24.29)*
3. *Where the total of actual on a comparable basis does not tie to the statement of financial performance totals due to differences in accounting basis (budget is cash basis, statement of financial performance is accrual) provide a reconciliation.*

Budget Reconciliation

No	Description	
	Actual Surplus Amounts as per the statement of Budget	43,096
	Closing Cash and Cash Equivalent as per the statement of Cash flows	52,525
	Total	9,429

19. Notes to the Financial Statements

1. General Information

Ubuntu Peoples Forum Party is established by and derives its authority and accountability from Political Parties Act.

2. Statement of Compliance and Basis of Preparation

The financial statements have been prepared on a historical cost basis except for the measurement at re-valued amounts of certain items of property, plant and equipment, marketable securities and financial instruments at fair value, impaired assets at their estimated recoverable amounts and actuarially determined liabilities at their present value. The preparation of financial statements in conformity with International Public Sector Accounting Standards (IPSAS) allows the use of estimates and assumptions. It also requires management to exercise judgement in the process of applying the Ubuntu Peoples Forum Party's accounting policies. The areas involving a higher degree of judgment or complexity, or where assumptions and estimates are significant to the financial statements, are disclosed in Note 5 of these financial statements.

The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Ubuntu Peoples Forum Party. The financial statements have been prepared in accordance with the PFM Act, the State Corporations Act (include any other applicable legislation), and International Public Sector Accounting Standards (IPSAS). The accounting policies adopted have been consistently applied to all the years presented.

The Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.

Notes to the Financial Statements (Continued)

3. Adoption of New and Revised Standards

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

There were no new and amended standards issued in the financial year.

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

Standard	Effective date and impact
IPSAS 43: Leases	Applicable 1st January 2025 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 Ubuntu Peoples Forum Party. 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 Discontinued Operations	Applicable 1st January 2025 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.
IPSAS 45: Property Plant and Equipment	Applicable 1st January 2025 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

The Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.

Standard	Effective date and impact:
	<p>illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p>
<p>IPSAS 46: Measurement</p>	<p>Applicable 1st January 2025</p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>
<p>IPSAS 47: Revenue</p>	<p>Applicable 1st January 2026</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 Ubuntu Peoples Forum Party 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>
<p>IPSAS 48: Transfer Expenses</p>	<p>Applicable 1st January 2026</p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p>

The Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.

Standard	Effective date and impact:
<p>IPSAS 49: Retirement Benefit Plans</p>	<p><i>Applicable 1st January 2026</i></p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p>
<p>IPSAS 50: Exploration For & Evaluation of Mineral Resources</p>	<p><i>Applicable 1st January 2027</i></p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <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. <p>Disclosures that identify and explain the amounts in the Ubuntu Peoples Forum Party'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.</p>

The Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.

Standard	Effective date and impact:
<p>IPSAS 43: Leases</p>	<p>Applicable 1st January 2025</p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Ubuntu Peoples Forum Party.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p>
<p>IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations</p>	<p>Applicable 1st January 2025</p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p>
<p>IPSAS 45: Property Plant and Equipment</p>	<p>Applicable 1st January 2025</p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p>
<p>IPSAS 46: Measurement</p>	<p>Applicable 1st January 2025</p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> ii. Providing further detailed guidance on the implementation of commonly

	<p>used measurement bases and the circumstances under which they should be used.</p> <p>iii. Clarifying transaction costs guidance to enhance consistency across IPSAS.</p> <p>iv. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures.</p> <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p>
IPSAS 47: Revenue	<p>Applicable 1st January 2026</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 Ubuntu Peoples Forum Party shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flow arising from revenue transactions.</p>
IPSAS 48: Transfer Expenses	<p>Applicable 1st January 2026</p> <p>The objective of the standard is to establish the principles that a transfer provider shall apply to report useful information to users of financial statements about the nature, amount, timing and uncertainty of expenses and cash flow arising from transfer expense transactions. This is a new standard for public sector entities geared to provide guidance to entities that provide transfers on accounting for such transfers.</p>
IPSAS 49: Retirement Benefit Plans	<p>Applicable 1st January 2026</p> <p>The objective is to prescribe the accounting and reporting requirements for the public sector retirement benefit plans which provide retirement to public sector employees and other eligible participants. The standard sets the financial statements that should be presented by a retirement benefit plan.</p>
IPSAS 50: Exploration For & Evaluation of Mineral Resources	<p>Applicable 1st January 2027</p> <p>The objective of this Standard is to specify the financial reporting for the exploration for and evaluation of mineral resources. The Standard requires:</p> <p>i. Limited improvements to existing accounting practices for exploration and evaluation expenditures.</p>

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	<p>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.</p> <p>Disclosures that identify and explain the amounts in the Ubuntu Peoples Forum Party'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.</p>
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ii. Early adoption of standards

The Ubuntu Peoples Forum Party did not early – adopt any new or amended standards in the financial year or *the Ubuntu Peoples Forum Party adopted the following standards early (state the standards, reason for early adoption and impact on Ubuntu Peoples Forum Party's financial statements.)*

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Notes to the financial statements (continued)

4. Summary of Significant Accounting Policies

- a) **Revenue recognition**
 - i) **Revenue from non-exchange transactions**

Transfers from the Political Parties Fund

Revenues transfers from the Political Parties Fund 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 Party 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 upon meeting the set conditions.

- ii) **Revenue from exchange transactions**

Rendering of services

The Ubuntu Peoples Forum Party recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

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Sale of goods

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, usually on delivery of the goods and when the amount of revenue can be measured reliably, and it is probable that the economic benefits or service potential associated with the transaction will flow to the party.

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.

Dividends

Dividends or similar distributions must be recognized when the shareholder's or the Entity's right to receive payments is established.

Rental income

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis over the lease terms and included in revenue.

b) Budget information

The original budget for the Current FY was approved by the National Assembly on **05/07/2024** Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the **Ubuntu Peoples Forum Party** upon receiving the respective approvals in order to conclude the final budget. Accordingly, the **Ubuntu Peoples Forum Party** recorded additional appropriations of **120,000** on the **2025** budget following the governing body's approval.

Budget information (continued)

The *Ubuntu Peoples Forum Party's* budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actual cash and cash equivalents from the statement of cash flows.

c) Investment property

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property. Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition. *Subsequent to initial recognition, investment properties are measured using the cost model and are depreciated over an subsequent year period or investment property is measured at fair value with gains and losses recognised through surplus or deficit.* **(Ubuntu Peoples Forum Party to amend appropriately based on the model adopted)** Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition. Transfers are made to or from investment property only when there is a change in use.

d) 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 of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the Ubuntu Peoples Forum Party recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration, the asset is initially measured at its fair value.

e) Leases

Finance leases are leases that transfer substantially all of the risks and benefits incidental to ownership of the leased item to the *Ubuntu Peoples Forum Party*. 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 *Ubuntu Peoples Forum Party* 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 so as 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 *Ubuntu Peoples Forum Party* 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.

Operating leases are leases that do not transfer substantially all the risks and benefits incidental to ownership of the leased item to the *Ubuntu Peoples Forum Party*. Operating lease payments are recognized as an operating expense in surplus or deficit on a straight-line basis over the lease term.

f) 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.

g) Research and development costs

The *Ubuntu Peoples Forum Party* expenses research costs as incurred. Development costs on an individual project are recognized as intangible assets when the *Ubuntu Peoples Forum Party* can demonstrate:

- i) The technical feasibility of completing the asset so that the asset will be available for use or sale.
- ii) Its intention to complete and its ability to use or sell the asset.
- iii) How the asset will generate future economic benefits or service potential
- iv) The availability of resources to complete the asset.
- v) 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.

h) Financial instruments

IPSAS 41 addresses the classification, measurement and de-recognition of financial assets and financial liabilities, introduces new rules for hedge accounting and a new impairment model for financial assets. The Ubuntu Peoples Forum Party does not have any hedge relationships and therefore the new hedge accounting rules have no impact on the Company's financial statements. A financial instrument is any contract that gives rise to a financial asset of one Ubuntu Peoples Forum Party and a financial liability or equity instrument of another Ubuntu Peoples Forum Party. At initial recognition, the Ubuntu Peoples Forum Party 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.

a) Financial assets

Classification of financial assets

The Ubuntu Peoples Forum Party 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 Ubuntu Peoples Forum Party'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 Ubuntu Peoples Forum Party has made irrevocable election at initial recognition for particular investments in equity instruments.

Subsequent measurement

Based on the business model and the cash flow characteristics, the Ubuntu Peoples Forum Party 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.

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.

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.

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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 Ubuntu Peoples Forum Party 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.

Impairment

The Ubuntu Peoples Forum Party 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 Ubuntu Peoples Forum Party 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*.

b) Financial liabilities

Classification

The Ubuntu Peoples Forum Party classifies its liabilities as subsequently measured at amortized cost except for financial liabilities measured through profit or loss.

i) 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. 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. 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 *Ubuntu Peoples Forum Party*.

j) Provisions

Provisions are recognized when the *Ubuntu Peoples Forum Party* 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 *Ubuntu Peoples Forum Party* 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.

k) Contingent liabilities

The *Ubuntu Peoples Forum Party* 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.

l) Contingent assets

The Entity does not recognize a contingent asset but discloses details of a possible asset The *Ubuntu Peoples Forum Party* 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 *Ubuntu Peoples Forum Party* 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.

m) Nature and purpose of reserves

The Ubuntu Peoples Forum Party creates and maintains reserves in terms of specific requirements

n) Changes in accounting policies and estimates

The Ubuntu Peoples Forum Party recognizes the effects of changes in accounting policy retrospectively. The effects of changes in accounting policy are applied prospectively if retrospective application is impractical.

o) Employee benefits

Retirement benefit plans

The *Ubuntu Peoples Forum Party* provides retirement benefits for its employees and directors. Defined contribution plans are post-employment benefit plans under which an Ubuntu Peoples Forum Party pays fixed contributions into a separate Ubuntu Peoples Forum Party (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.

Foreign currency transactions

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

Notes to the Financial Statements (Continued)

Summary of Significant Accounting Policies (Continued)

p) 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.

q) Related parties

The *Ubuntu Peoples Forum Party* regards a related party as a person or an Ubuntu Peoples Forum Party with the ability to exert control individually or jointly, or to exercise significant influence over the *Ubuntu Peoples Forum Party*, or vice versa. Members of key management are regarded as related parties and comprise NEC Members and other officials as per the Ubuntu Peoples Forum Party constitution and the Political Parties Act.

r) 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.

s) Comparative figures

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

t) Subsequent events

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

Summary of Significant Accounting Policies (Continued)

5. Significant Judgments and Sources of Estimation Uncertainty

The preparation of the *Ubuntu Peoples Forum Party'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. State all judgements, estimates and assumptions made:

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 Ubuntu Peoples Forum Party 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 Ubuntu Peoples Forum Party. Such changes are reflected in the assumptions when they occur.

IPSAS 1.140

Useful lives and residual value

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 Ubuntu Peoples Forum Party.
- 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 40. 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.

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Notes to the Financial Statements (Continued)

6. Transfers from Political Parties Fund (PPF)

Description	2024/2025	2023/2024
	Kshs	Kshs
Registrar of political parties	270,899	198,552
Registrar of political parties	483,656	499,572
Registrar of political parties	483,656	324,368
Registrar of political parties	483,656	-
Registrar of political parties	212,757	-
Totals	1,934,625	1,022,491

7. Membership Fees

Description	2024/2025	2023/2024
	Kshs	Kshs
Subscription fees	-	1,034,280
Total	-	1,034,280

(Provide brief explanation for this revenue)

8. Administrative Expenses

Description	Note	PY 2024/2025	PY 2023/2024
		Kshs	Kshs
Salaries and Wages	11(a)	0	0
Office Rent		660,000	660,000
Utilities	11(b)	164,614	145,340
Professional Fees	11(c)	50,000	50,000
Depreciation		95,896	151,010
Repairs		11,613	15,410
Bank charges		11,613	13,926
Staff Allowances		120,000	120,000
Total Administrative Expenses		1,113,736	1,155,686

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9. Special Interest Groups

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Transport	37,500	74,000
Conference Facility	518,810	178,320
Stationery/printing	42,430	24,470
Trainers fee	25,680	0
Total	624,420	276,790

10. Advocacy and Electoral Expenses

Description	FY 2024/2025	FY 2023/2024
	Kshs	Kshs
Media and Publicity	71,000	50,000
Civic education and retreat	192,900	179,000
IEC Materials	88,030	75,690
Total	351,930	304,690

11. Cash and Cash Equivalent

Financial Institution	Account number	FY 2024/2025	FY 2023/2024
Bank balances at KCB bank	1294054392	43,042	101,305
Cash at hand and in transit		9,483	1,630
Total Cash and Cash Equivalent		52,525	102,935

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12. Property, Plant and Equipment

Cost	Water Dispenser	Furniture and fittings	Computers	Printer	Tent & Kettle	Total
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
As at 1st July 2022	9,495	548,000	242,000	280,000	111,095	1,190,590
As at 30 June 2023	9,495	548,000	242,000	280,000	111,095	1,190,590
As at 1st July 2024	9,495	548,000	242,000	280,000	111,095	1,190,590
As at 30 June 2025	9,495	548,000	242,000	280,000	111,095	1,190,590
Depreciation And Impairment						
At 1 July 2022	1,187	68,500	72,600	35,000	13,887	191,174
At 1 July 2023	1,039	59,938	50,820	73,500	12,151	197,448
At 1 July 2024	909	52,445	35,574	51,450	10,632	151,010
Charge for the Year	795	45,890	24,902	15,006	11,207	97,800
As at 30 June, 2025	3,929	226,773	183,896	174,956	45,973	635,527
Net Book Values						
As at 30 June, 2023	8,308	479,500	169,400	245,000	97,208	999,416
As at 30 June, 2024	6,361	367,117	83,006	120,050	74,425	650,959
As at 30 June, 2025	5,565.89	321,229.19	58,104	105,044	65,122	555,063

Valuation

Land and buildings/ Equipment (be specific) were valued by XXX professional valuers from the government in line with the National Assets and Liabilities Management Policy and Guidelines (issued 30th June 2020). The assets were revalued by xxx professional valuers on this date xxx. These amounts were adopted by the Board on xxx with concurrence from the National Treasury.

12 (b) Property, Plant and Equipment at Cost

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

Description	Kshs	Kshs	Kshs
Water Dispenser	9,495	3,929	5,566
Furniture & Fittings	548,000	226,773	321,229
Computers and related equipment	242,000	183,896	58,104
Printer	280,000	174,956	105,044
Tents and kettle	111,095	45,973	65,122
Total	1,190,590	635,527	555,063

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Notes to the Financial Statements (Continued)

13. Related Party Disclosures

Nature of related party relationships

Entities and other parties related to the *Ubuntu Peoples Forum Party's* 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.

Related parties include:

- i) Office of the Registrar of Political Parties
- ii) NEC Members
- iii) Secretary General
- iv) The Treasurer
- v) Executive Directors

Description	2024/2025	2023/2024
	Kshs	Kshs
a) Grants /transfers from the government		
Grants from Political Parties Fund	1,934,626	1,022,491
Total	1,934,626	1,022,491
Total	1,934,626	1,022,491

14. Contingent Assets and Contingent Liabilities

Give a disclosure of any Contingent assets or liability held by the Party.

15. Events after the Reporting Period

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

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20. Appendices

Appendix I: Implementation Status of Auditor-General's Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Timeframe (Put a date when you expect the issue to be resolved)
OAG/GJL/AUD/UPF/23-24	Late submission of financial statements	We will endeavour to submit the report on time in the subsequent years	Resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Budgetary Control and performance	We will look into the issue	Resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Unsupported cash and cash equivalent	Updated bank reconciliation and cashbook	Resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Non-compliance with law on establishment of party offices	Offices will be established	Not resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Weakness in payment processing	we will improve on internal controls	Resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Lack of annual budgets and annual procurement plans	It will be available in the subsequent years	Resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Unsupported Expenditures	The expenditures have been supported	Resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Lack of insurance cover against party assets	Insurance cover to be taken for the assets	Resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Lack of internal controls for the management of temporary imprest	Internal controls to be strengthened	Resolved	2024/2025

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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)
OAG/GJL/AUD/UPF/23-24	Non registration of leases	Leases will be registered	Not resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Accuracy of Property, plant and equipment account balance kshs.712,799	The schedule has been updated	Resolved	2024/2025
OAG/GJL/AUD/UPF/23-24	Non- disclosure of full receipts from registrar of political parties	Reconciliation has been done	Resolved	2024/2025

Guidance Notes:

- (i) Use the same reference numbers as contained in the external audit report.
- (ii) Obtain the "Issue/Observation" and "management comments", required above, from final external audit report that Management signs;
- (iii) Before approving the report, discuss the timeframe with the appointed Focal Point persons within Ubuntu Peoples Forum Party responsible for the implementation of each issue.
- (iv) Indicate the status of "Resolved" or "Not Resolved" by the date of submitting this report to the National Treasury.



Secretary General

Date: 06.12.2025

The Ubuntu Peoples Forum Party
Annual Report and Financial Statements for the year ended June 30, 2025.

Appendix II: Transfers from Political Parties Fund

No	Source of Funds (Ubuntu Peoples Forum Party)	Amount	Date Received	Financial Year the funds relates to
	<i>Political Parties Fund</i>	270,899	<i>1/7/2024</i>	<i>FY 2024/25</i>
	<i>Political Parties Fund</i>	483,656.25	22/11/2024	<i>FY 2024/25</i>
	<i>Political Parties Fund</i>	483,656.25	3/12/2024	<i>FY 2024/25</i>
	<i>Political Parties Fund</i>	483,656.25	29/4/2025	<i>FY 2024/25</i>
	<i>Political Parties Fund</i>	212,757.25	28/5/2025	<i>FY 2024/25</i>