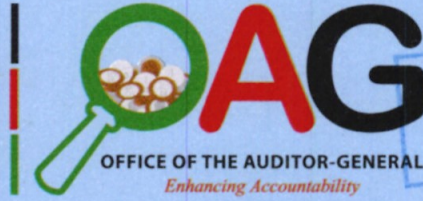


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL  
*Enhancing Accountability*

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**REPORT**

THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 18 FEB 2026 DAY: Wednesday

OF  
BY:

Deputy leader of  
Majority Party  
Irene Ndukus

**THE AUDITOR-GENERAL**

**ON**

**KENYA JOBS AND ECONOMIC  
TRANSFORMATION PROJECT  
(IDA CREDIT NO. 7450-KE)**

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

**MICRO AND SMALL ENTERPRISES  
AUTHORITY**



**PROJECT NAME:  
KENYA JOBS AND ECONOMIC TRANSFORMATION (KJET) PROJECT**

**IMPLEMENTING ENTITY:  
MICRO AND SMALL ENTERPRISES AUTHORITY (MSEA)**

**PROJECT CREDIT NUMBER: 7450 –KE**

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**ANNUAL REPORT AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL PERIOD ENDED  
JUNE 30, 2025**

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

*Kenya Jobs and Economic Transformation (KJET) Project  
Annual Reports and Financial Statements  
For the financial year ended 30<sup>th</sup> June 2025*

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## **1. ACRONYMS AND DEFINITION OF TERMS**

CBK	Central Bank of Kenya
ICPAK	Institute of Certified Public Accountants of Kenya
IMF	International Monetary Fund
IPSAS	International Public Sector Accounting Standards
CT	County Treasury
NT	National Treasury
PFM	Public Finance Management.
PSASB	Public Sector Accounting Standards Board
WB	World Bank
KJET	Kenya Jobs and Economic Transformation (KJET) Project
MSEA	Micro and Small Enterprises Authority
SDMSME	State Department for MSMEs Development
SDIP	State Department of Investment Promotion
KDC	Kenya Development Corporation
MITI	Ministry of Industry, Trade, and Investment
MCMSME	Ministry of Cooperatives, Micro, Small, and Medium Enterprise Development
EAC	East African Community
AfCFTA	African Continental Free Trade Area

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## **2. PROJECT INFORMATION AND OVERALL PERFORMANCE**

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

**Name:** The Project's official name is Kenya Jobs and Economic Transformation (KJET) Project. The Micro and Small Enterprises Authority is implementing Component two (2) which aims to enhance MSME Cluster Competitiveness.

**Objective:** The key objective of the project is to increase private sector investments, access to markets and sustainable finance to create and improve jobs

**Address:** The project headquarters offices are in Nairobi County, Kenya  
Authority's Headquarters  
P.O. Box 48823-00100  
Nairobi, Kenya  
10<sup>th</sup> Floor Utalii House,  
Utalii Lane/ Uhuru Highway  
Nairobi, Kenya

**Contacts:** The Authority's contacts  
Office of the Chief Executive Officer  
Telephone: (254)020-3340006/0700-666000  
E-mail: [msea@mseauthority.go.ke](mailto:msea@mseauthority.go.ke)/ [msekenya@gmail.com](mailto:msekenya@gmail.com)  
Website: [www.mseauthority.go.ke](http://www.mseauthority.go.ke)

### **2.2 Project Information**

Project Start Date:	The project effective date 9 <sup>th</sup> July, 2024
Project End Date:	The project end date is 31 <sup>st</sup> December, 2028
Project Co-ordinator:	The Project Technical lead is Mr. Evans Bullut
Project Sponsor:	The Project Sponsor is World Bank (IDA)

### **2.3 Project Overview**

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Line Ministry/State Department of the project	<p>The Project is under the supervision of the Ministry of Cooperatives and SME Development mandated to ensure that every small business has secure property rights, access to finance and a supportive regulatory framework.</p> <p>The Implementing Partners are the World Bank Group, Micro and Small Enterprises Authority (MSEA), State Department of Investment Promotion (SDIP), State Department for Micro, Small, and Medium Enterprise Development (SD-MSMED), Kenya Development Corporation (KDC)</p>
Project number	74500-KE
Strategic goals of the project	<p>The objective of the Project is to increase private sector access to markets and finance to create and improve jobs:</p> <ul style="list-style-type: none"> <li>i) Enhancing inclusive, high quality, resilient and sustainable job creation.</li> <li>ii) Strengthening business and investment environment.</li> <li>iii) Strengthen competitiveness &amp; build capacity of MSME clusters.</li> <li>iv) Enhance market access for MSMEs.</li> <li>v) Scaling up green MSME Financing</li> </ul>
Summary of Project Strategies for achievement of strategic goals	<p>The project aims to achieve the goals through the following means:</p> <ul style="list-style-type: none"> <li>i) New and improved jobs created.</li> <li>ii) Increased average annual sales of participating firms.</li> <li>iii) Mobilized private capital</li> </ul>

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<p>Other important background information of the project</p>	<p>The project is funded by the International Development Association (IDA) arm of World Bank. The Project total cost is 140.7 million Euros and is to be implemented over five (5) years</p> <p><b>Project components</b></p> <p>The Overall project has three components as per the financing agreement:</p> <p><b>Component 1:</b> Strengthening Business and Investment Enabling Reforms by State Department of Investment Promotion (SDIP)</p> <p><b>Component 2:</b> Enhancing MSME Cluster Competitiveness</p> <p><b>Subcomponent 2.1:</b> Technical Assistance (TA) on Competitive Cluster Development Initiatives by SDMSME</p> <p><b>Subcomponent 2.2:</b> Building Capacities of MSME Clusters by MSEA</p> <p><b>Component 3:</b> Scaling Up Green Financing and Strengthening Climatic Resilience for SMEs by SDIP and KDC</p> <p><b>Component 4:</b> Project Management and Monitoring and Evaluation by MCMSME and MITI</p>
<p>Current situation that the project was formed to intervene</p>	<p>The project was formed to intervene in the following areas:</p> <ul style="list-style-type: none"> <li>(i) Strengthening Business and Investment Enabling Reforms</li> <li>iii) Enhancing MSME Cluster Competitiveness</li> <li>iv) Scaling Up Green Financing and Strengthening Climatic Resilience for</li> </ul>

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	SMEs
Project duration	The project started on 9 <sup>th</sup> July, 2024 until 31 <sup>st</sup> December, 2028

**2.4 Bankers**

HFC Limited  
P.O Box: 30088- 00100  
Rehani House  
Nairobi, Kenya

**2.5 Independent Auditor**

The Auditor General  
Office of the Auditor General  
Anniversary Towers, University Way  
P.O. Box 30084 - 00100  
Nairobi, Kenya

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**2.6. Roles and Responsibilities**

<b>Names</b>	<b>Title designation</b>	<b>Key qualification</b>	<b>Responsibilities</b>
Henry Rithaa	Director General/ Chief Executive Officer	MBA (Strategic Management), Master of Arts in Regional Integration and Bachelor's Degree in Finance	Overall program leadership and direction.
Evans Bullut	Interim Technical Lead	BSc. Computer science	Oversee the coordination of all project activities and outputs of Component 2.2
Edward Munoru	Interim Deputy Technical Lead/BDS Lead	MBA (Entrepreneurship) - Kenyatta University, Bachelor of Business Administration (Marketing)- Kenya Methodist University.	Deputize the Technical lead in overseeing the coordination of all project activities and outputs of Component 2.2 as well as coordinate all BDS activities.
Silas Kiome	Interim Procurement Lead	MSc. Procurement and contract management, BCOM (Purchasing and Supplies Management).	Coordinate procurement and supply chain activities of the project
Elsie Thambu	Financial Management Lead	MBA (Finance), BBM (Finance & Banking), CPA(K)	Oversee all aspect of program financing and financial reporting.
Nancy Munyao	Interim Social Lead	MA in Gender and Development Studies, Bachelor of Environmental Studies	Oversee all aspect of project social safeguards.
Esther Gicheru	Interim Communications officer	BSc. Communications and Public Relations	Oversee all aspects of Communications for the project

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**2.7 Funding summary**

The Project is for a duration of 5 years effective 9<sup>th</sup> July 2024 to 31<sup>st</sup> December 2028 with an approved budget of EUR 79,730,000 equivalent to Kshs 11,171,767,600.

Below is the funding summary:

**A. Source of Funds**

Source of funds	Development Partner Commitment		Amount received to date – (30 <sup>th</sup> June 2025)		Undrawn balance to date	
	EUR	Kshs	EUR	Kshs	EUR	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A') - (B')
<b>(i) Grant</b>						
World Bank - IDA	79,730,000	11,171,767,600	3,649,099	499,162,400	76,080,901	10,672,605,200
<b>Total</b>	<b>79,730,000</b>	<b>11,171,767,600</b>	<b>3,649,099</b>	<b>499,162,400</b>	<b>76,080,901</b>	<b>10,672,605,200</b>

*As per the financing agreement EUR 79,730,000 was allocated to KJET under MSEA.*

The undrawn balance of EUR 76,080,901 as at 30<sup>th</sup> June 2025 represents the amounts that were undrawn during the financial year 2024/2025 out of the entire allocated project budget of EUR 79,730,000.

**B. Application of Funds**

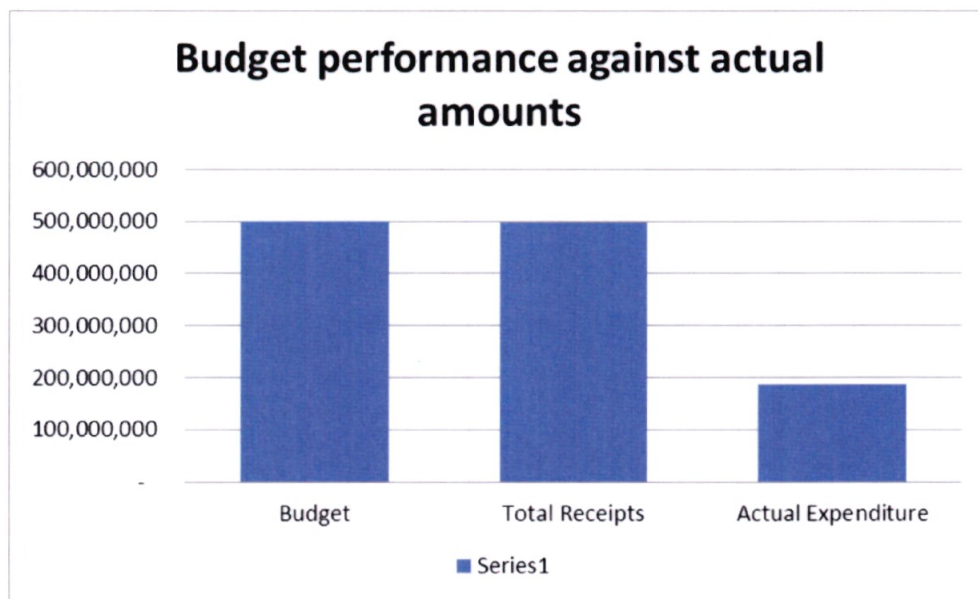
Application of funds	Amount received to date – (30 <sup>th</sup> June 2025)		Cumulative amount paid to date – (30 <sup>th</sup> June 2025)		Unutilised balance to date (30 <sup>th</sup> June 2025)	
	EUR	Kshs	EUR	Kshs	EUR	Kshs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
<b>(i) Grant</b>						
World Bank - IDA	3,649,099	499,162,400	867,199	118,624,615	2,781,900	380,537,785
<b>Total</b>	<b>3,649,099</b>	<b>499,162,400</b>	<b>867,199</b>	<b>118,624,615</b>	<b>2,781,900</b>	<b>380,537,785</b>

**2.8 Summary of Overall Project Performance:**

**Budget performance against actual amounts for current quarter and for cumulative to-date.**

The Authority was allocated a budget of Kshs 500,000,000 for Financial Year 2024/2025. Ksh 499,162,400 was received during FY 2024/2025.

The budget for the period was Ksh 500,000,000 against actual expenditure of Kshs 187,482,554 for the period ended 30<sup>th</sup> June 2025 as summarised in the graph below.



**Physical progress based on outputs and outcomes since project commencement.**

**a) MSEA Regional staff Sensitization Workshop**

The Micro and Small Enterprises Authority (MSEA) conducted a KJET sensitization workshop for its regional staff at Sawela Resort, Naivasha, from 13<sup>th</sup> to 16<sup>th</sup> May 2025. The KJET project, which is set to be implemented nationwide, aims to empower the youth through innovative and inclusive interventions.

Given the national scope of the project, regional staff engagement and capacity-building are critical to ensure effective rollout and sustainability. The workshop provided a platform to familiarize staff with the project's objectives, implementation strategies, and expected outcomes.

The workshop fostered a shared understanding and commitment among staff, setting a solid foundation for the successful implementation of the KJET Project across the country. Below is a glimpse of the sensitization workshop.

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*MSEA CEO, Mr. Henry Rithaa, giving his remarks during the sensitization workshop in Naivasha*



*Regional staff attending sensitization workshop in Naivasha.*

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**b) Nationwide Call for Applications– FY 2024/2025**

During the Financial Year 2024/2025, the KJET project issued a nationwide call for applications.

The KJET project invited Cooperatives, Associations and other cluster-based entities that seek to innovate, scale or access new markets.

The poster features the logos of the Ministry of Co-operatives and Micro, Small and Medium Enterprises (MSME) Development and the Micro and Small Enterprises Agency (MSEA). The main title is 'CALL FOR APPLICATIONS: KJET PROJECT - MSME CLUSTERS'. The text describes the KJET project as a five-year Government of Kenya project (2024-2029) funded by the World Bank, aimed at increasing private sector investment, access to markets, and sustainable finance. It invites Cooperatives, Associations, or other cluster-based entities to apply for support under Component 2: Enhancing Cluster Competitiveness. A red banner highlights the 'DEADLINE 30<sup>TH</sup> JUNE, 2025'. Below this, 'Eligibility Criteria' are listed, including being a registered Cooperative, Association or Cluster-based entity, and operating in one of the following value chains: Dairy, Textiles, Edible Oils, and Construction. A 'Don't miss out on this opportunity to transform and scale your impact!' message is followed by 'Apply today' and the URL <https://kjet.msea.go.ke/>. A QR code is provided for scanning.

**Disclaimer:**  
Submission of an application does not guarantee selection. All applications will undergo a rigorous review and verification to confirm eligibility and operational capacity. Only genuine, operational clusters aligned with the project objectives will be considered for support.

For further enquiries,

✉ [kjetenquiries@msea.go.ke](mailto:kjetenquiries@msea.go.ke)

☎ +254 (0) 770 666 000

Scan QR Code



**c) Site visit by the World Bank regional directors to Ndumberi Dairy Farmers Cooperative Society Limited**



World Bank team led by Hassan Zaman, Regional Practice Director for the Prosperity Vice Presidency for Eastern and Southern Africa, Qimiao Fan Division Director Kenya, Rwanda, Somalia, and Uganda and Alwaleed Alatabani, Practice Manager, Finance, Competitiveness and Innovation (FCI), East Africa visited the Ndumberi Dairy Farmers Cooperative Society one of the clusters operating in the dairy value chain which is a priority value chain under the Kenya Jobs and Economic Transformation (KJET) Project.

**Absorption rate for each year since the commencement of the project.**

During FY 2024/2025, the total budget as per the estimates was Ksh 500,000,000. The expenditure for the period amounted to Kshs 187,482,554, translating to an absorption of 37%.

**List the implementation challenges and recommended way forward.**

The main challenge was getting budget approval in the annual work plan for some key activities. However the project remains on track to meet its objectives.

**2.9 Summary of Project Compliance:**

The project has adhered to the procedures as per the World Bank Financial Management requirements, Government of Kenya Financial Regulations, Fiduciary framework and accountability.

**i) Significant cases of non-compliance with applicable laws and regulations, and essential external financing agreements/covenants**

There were no cases of non-compliance with applicable laws and regulations, and essential external financing agreements/covenants.

**ii) Consequences suffered on account of non-compliance or likely to be suffered**

There were no consequences suffered on account of non-compliance or likely to be suffered.

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

There were no adverse effects of actual or potential consequences of non-compliance.

### **3 STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETERMINED OBJECTIVE**

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

- i. Enhance inclusive, high quality, resilient and sustainable job creation
- ii. Strengthen business and investment environment.
- iii. Strengthen competitiveness & build capacity of MSME clusters.
- iv. Enhance market access for MSMEs.
- v. Scaling up green MSME Financing.

#### **Progress on the attainment of strategic development objectives**

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

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

<b>Project</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Kenya Jobs and Economic Transformation Project (Component 2) – Enhancing MSME Cluster Competitiveness	To increase private sector investments, access to markets and sustainable finance to create and improve jobs	MSME Clusters with increased productivity and enhanced market access due to enhanced access to Business Development Services	No of MSME Clusters receiving BDS Training	In FY2024/2025, we completed the processes required to commence BDS Training. These include; <ul style="list-style-type: none"> <li>• On boarding of a provider to facilitate BDS Curriculum Development. A BDS Curriculum was thus developed.</li> <li>• Onboarding of the BDS Providers mapped according to the 5 regions to facilitate rollout of BDS Activities.</li> <li>• Call for Applications for MSME Clusters to receive BDS support was also done.</li> </ul>

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Kenya Jobs and Economic Transformation Project (Component 2) – Enhancing MSME Cluster Competitiveness	To increase private sector investments, access to markets and sustainable finance to create and improve jobs	MSME Clusters with increased productivity and enhanced market access due to enhanced access to common user machinery	No of MSME clusters receiving Co-Investment in Common User Machinery	In the FY2024/2025, the Authority began the preparatory process to rollout Co-Investment Support by on boarding a provider to develop the Legal Framework for Co-Investment support.
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#### **4 ENVIRONMENTAL AND SUSTAINABILITY REPORTING**

Kenya faces persistent challenges in creating high-quality, sustainable jobs, especially for youth and women. Although micro, small and medium enterprises (MSMEs) form the backbone of the economy, employing over 80 percent of the workforce, they operate in an environment that limits growth, productivity, and resilience. Weak regulatory frameworks, poor market linkages, low adoption of green practices, and vulnerability to climate shocks are key constraints. The Kenya Jobs and Economic Transformation (KJET) Project addresses these challenges by supporting Kenya and the World Bank Group's Jobs and Economic Transformation agenda. The project aims to unlock private sector-led growth, foster MSME competitiveness, and promote sustainable, climate-resilient business practices. It responds directly to the Government of Kenya's priorities of creating decent jobs, attracting investment, and fostering green development. The KJET Project seeks to create quality jobs and drive economic transformation by improving the business environment, enhancing MSME capabilities, mobilizing green finance, and building climate resilience. The project focuses on addressing institutional and market failures that hinder private sector development and sustainable job creation.

Specifically, the project:

- i. Reduces regulatory and compliance barriers for businesses.
- ii. Strengthens MSME competitiveness through cluster development.
- iii. Provides green financing to support adoption of eco-friendly technologies.
- iv. Enhances MSME resilience to climate shocks.
- v. Builds institutional capacity for effective implementation and sustainability.

##### **1. Sustainability strategy and profile**

The Authority is guided by various sustainability trends as well as political and macroeconomic factors that in one or the other affect the implementation of the project. These include;

- i. **Political Stability and Policy Alignment:** Kenya's Bottom-Up Economic Transformation Agenda (BETA) and Vision 2030 prioritize MSME development, industrialization, and job creation—providing a supportive policy framework.
- ii. **Sustainability Imperatives:** Climate change adaptation, green growth, and inclusive employment are now central to Kenya's industrial and trade policies, aligning with global ESG (Environmental, Social, and Governance) frameworks.
- iii. **Value Chain Strengthening:** Support MSME clusters in priority value chains to enhance productivity, innovation, and market access.
- iv. **Access to Finance & Co-Investment:** Leverage a 70% co-investment model for common user facilities to crowd-in private capital.
- v. **Market Diversification:** Promote entry into regional and international markets, leveraging EAC and AfCFTA opportunities.

- vi. **Inclusivity and Equity:** Mainstream women, youth, and persons with disabilities in cluster development, training, and co-investment opportunities.
- vii. **Job Quality and Security:** Facilitate formalization, improved working conditions, and access to social protection for MSME workers.
- viii. **Climate-Smart Production:** Integrate renewable energy use, waste reduction, and resource efficiency in MSME operations.
- ix. **Blue and Green Economy Integration:** Support MSMEs in fisheries, agro-processing, and eco-tourism with environmentally responsible practices.

## **2. Environmental performance**

The following are environmental policies guiding the KJET project:

### **a) World Bank Environmental and Social Framework:**

- i) Environmental and Social Standards 1 (SS1) - Assessment & Management of E&S Risks/Impacts.
- ii) Environmental and Social Standards 3 (ESS3) - Resource Efficiency & Pollution Prevention/Management.
- iii) Environmental and Social Standards 4 (ESS4) - Community Health & Safety.
- iv) Environmental and Social Standards 6 (ESS6) - Biodiversity Conservation & Sustainable Management of Living Natural Resources.
- v) Environmental and Social Standards 10 (ESS10) - Stakeholder Engagement.

### **b) Kenyan Law/Policy:**

The Authority will implement the project in a manner that **avoids, minimizes, and mitigates** environmental risks and impacts, uses resources efficiently, prevents pollution, protects biodiversity and ecosystem services, and complies with **World Bank Environmental & Social Framework (ESF)** and **Kenyan law** throughout the project lifecycle.

## **3. Employee welfare**

- i) **Legal Basis:** Recruitment is guided by the Kenya Constitution (2010), Public Service Commission Act, Public Service (Values and Principles) Act (2015), and the Authority's internal Human Resource Policies and Procedures Manual.
- ii) **Merit and Fair Competition:** Positions are filled based on clearly defined job descriptions, open advertisement, objective shortlisting criteria, and competency-based interviews.
- iii) **Transparency:** Recruitment processes are publicly announced via official channels

(website, mainstream media, Public Service Commission portal), and candidates are assessed by a panel to minimize bias.

- iv) Two-Thirds Gender Rule: The Authority aligns with Article 27(8) of the Constitution, ensuring that no more than two-thirds of employees are of the same gender.
- v) Affirmative Action: Where gender gaps exist, qualified candidates from the underrepresented gender are given priority consideration, especially in technical and leadership roles.

#### **4. Marketplace practices**

##### **a) Responsible Supply chain and supplier relations**

- i) Legal Compliance: All procurement and contracting are conducted in line with the Public Procurement and Asset Disposal Act (2015), the World Bank Procurement Regulations, and the Authority's internal procurement manual.
- ii) Fair Competition: Tenders and Requests for Quotations are openly advertised, evaluation criteria are disclosed in advance, and selection is based strictly on merit, price competitiveness, and quality standards.
- iii) Anti-Corruption Measures: All suppliers must sign a declaration of integrity, and procurement processes are subject to internal and external audits to prevent favoritism or irregularities.

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

- i) Code of Conduct and Ethics: All staff and project implementers operate under the Public Officer Ethics Act (2003) and MSEA's internal Code of Conduct, which defines acceptable behavior, conflict of interest rules, and disclosure obligations.
- ii) Zero-Tolerance to Corruption: Explicit prohibition of bribery, kickbacks, collusion, or misuse of public resources in any form.
- iii) World Bank Anti-Corruption Guidelines: All project procurement and financial management adhere to the Bank's Fraud and Corruption provisions (covering fraud, collusion, coercion, and obstruction).
- iv) Mandatory Declarations: Staff and suppliers must sign conflict-of-interest and integrity declarations before engagement.
- v) Non-Partisan Operations: Staff and contractors are prohibited from using their position or project resources to support any political party or candidate.
- vi) Service to All: Project benefits, such as access to co-investment funding or training, are allocated based on eligibility criteria—not political affiliation.
- vii) Equal Opportunity in Representation: Efforts are made to ensure that stakeholder forums have balanced representation from diverse social, economic, and political backgrounds.

**c) Regulatory impact assessment**

- i) Constitutional Alignment: All project activities adhere to the Kenya Constitution (2010)—particularly the Bill of Rights—ensuring equality, non-discrimination, and fair administrative action.
- ii) World Bank Environmental and Social Framework (ESF): Compliance with ESS10 (Stakeholder Engagement and Information Disclosure), ESS2 (Labor and Working Conditions), and ESS4 (Community Health and Safety) ensures that stakeholder rights are respected and promoted throughout project cycles.
- iii) Human Rights-Based Approach (HRBA): Embedding principles of participation, accountability, non-discrimination, empowerment, and legality in all interventions.
- iv) Equal Access to Opportunities: Transparent eligibility criteria for grants, co-investments, and training ensure that citizens’ benefit without bias based on gender, age, disability, ethnicity, or political affiliation.
- v) Special Focus Groups: Deliberate mainstreaming of women, youth, and persons with disabilities into project benefits, in line with the two-thirds gender rule and Access to Government Procurement Opportunities (AGPO) requirements.

**5. Community Engagements**

The project actively promotes community engagement through the continuous training of project officers. By equipping staff with updated skills, knowledge, and practical tools, the project ensures that officers are better prepared to interact effectively with community members, address their needs, and implement project activities efficiently.

**5 STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES**

The *Accounting Officer* and the *Program Co-ordinator* of the KJET Project are responsible for the preparation and presentation of the Program’s financial statements, which give a true and fair view of the state of affairs of the Program for and as at the end of the financial year (period) ended on June 30, 2025. This responsibility includes: (i) maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Program; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the Program; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The *Accounting Officer* and the *Program Co-ordinator* of KJET Project accept responsibility for the Program’s financial statements, which have been prepared on the Accrual Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The *Accounting Officer* and the *Program Co-ordinator* of KJET Project are of the opinion that the Program’s financial statements give a true and fair view of the state of Program’s transactions during the financial year/period ended June 30, 2025, and of the Program’s financial position as at that date. The *Accounting Officer* and the *Program Co-ordinator* of KJET Project further confirm the completeness of the accounting records maintained for the Program, which have been relied upon in the preparation of the Program financial statements as well as the adequacy of the systems of internal financial control.

The *Accounting Officer* and the *Program Co-ordinator* of KJET Project confirm that the Program has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Program funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

**Approval of the Program financial statements**

The Program financial statements were signed by The *Accounting Officer* and the *Program Co-ordinator* of KJET Project on ..... 21.08 ..... 2025

  
**Henry M. Rithaa**  
**Accounting Officer**

  
**Evans Bullut**  
**Project Co-ordinator**

# REPUBLIC OF KENYA

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NAIROBI

## REPORT OF THE AUDITOR-GENERAL ON KENYA JOBS AND ECONOMIC TRANSFORMATION PROJECT (IDA CREDIT NO. 7450-KE) FOR THE YEAR ENDED 30 JUNE, 2025 – MICRO AND SMALL ENTERPRISES AUTHORITY

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### 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.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

### REPORT ON THE FINANCIAL STATEMENTS

#### Opinion

I have audited the accompanying financial statements of Kenya Jobs and Economic Transformation Project set out on pages 1 to 27, which comprise of the statement of financial position as at 30 June, 2025 and the statement of financial performance, statement of changes in net assets, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended and a summary of significant

accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Kenya Jobs and Economic Transformation Project as at 30 June, 2025 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Public Finance Management Act, 2012 and the Financing Agreement IDA Credit No 7450-KE between the International Development Association (IDA) and the Republic of Kenya dated 28 February, 2024.

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

### **Basis for Opinion**

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Kenya Jobs and Economic Transformation Project Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### **Emphasis of Matter**

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

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis amounting to Kshs.500,000,000 against actual of Kshs.499,162,400 resulting to an under-funding of Kshs.837,600 of the budget. Similarly, the Project spent Kshs.187,482,544 against actual receipts of Kshs.499,162,400 resulting to an under-expenditure of Kshs.311,679,846 or 62% of the actual receipts.

The under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

### **Other Information**

The Management is responsible for the Other Information set out on page iv to xxxv which comprise of Project Information and Overall Performance, Statement of Performance Against Predetermined Objectives, Environmental and Sustainability Reporting,

Statement of Project Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

## REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

### **Conclusion**

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

### **Basis for Conclusion**

#### **Lack of a Subsidiary Agreement**

The statement of comparison of budget and actual amounts reflects actual receipts and actual expenditure amounting to Kshs.499,162,400 and Kshs.187,482,544 respectively. However, Management did not provide a subsidiary agreement provided between Kenya Jobs and Economic Transformation (KJET) Project - MSEA and The Government of the Republic of Kenya to justify the transactions during the year under review. This was contrary to Part B of Schedule 2 of the Financing Agreement between Republic of Kenya and International Development Association, Credit No. 7450 which states that to facilitate the carrying out of each Project Implementing Entity's respective part of the project, the recipient shall make part of the process of the financing available to respective Project Implementing Entity under a corresponding subsidiary agreement between the recipient and the Project Implementing Entity.

In the circumstances, Management was in breach of the Financing Agreement.

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

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

### **Conclusion**

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

### **Basis for Conclusion**

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

## REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by International Development Association, I report, based on my audit, that:

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

### **Responsibilities of the Management and those Charged with Governance**

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

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements

comply with the authorities which govern them and that public resources are applied in an effective way.

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

### **Auditor-General's Responsibilities for the Audit**

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

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.

  
FCPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

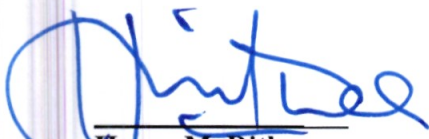
**03 November, 2025**


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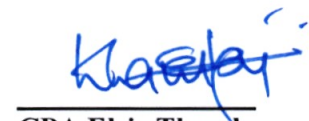
**7 STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2025**

	NOTES	FY 2024/2025
		Kshs
<b>Revenue</b>		
Revenue Transfers	6	499,162,400
Miscellaneous Revenue	7	
<b>Total revenue</b>		<b>499,162,400</b>
<b>Expenses</b>		
Employee costs	8	-
Use of goods and services	9	185,584,489
Depreciation and amortization expense	10	1,898,066
<b>Total expenses</b>		<b>187,482,554</b>
<b>Other gains/(losses)</b>		
<b>Surplus/ (deficit)</b>		<b>311,679,846</b>

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

  
Henry M. Rithaa  
Accounting Officer

  
Evans Bullut  
Project Co-ordinator


  
CPA Elsie Thambu  
Head of Finance  
ICPAK NO.16628


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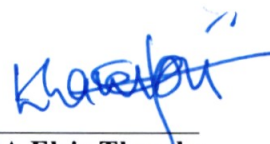
**8 STATEMENT OF FINANCIAL POSITION AS AT 30<sup>TH</sup> JUNE 2025**

	NOTES	FY 2024/2025	1st July 2024
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash equivalents	17	380,537,785	-
Receivables	17		-
Inventories	18	1,333,925	-
<b>Total Current Assets</b>		<b>381,871,710</b>	-
<b>Non-Current Assets</b>			
Property, Plant and Equipment	21	18,592,014	-
<b>Total Non- Current Assets</b>		<b>18,592,014</b>	-
<b>Total Assets (a)</b>		<b>400,463,717</b>	-
<b>Liabilities</b>			
<b>Current Liabilities</b>	23	88,783,871	-
<b>Total Current Liabilities(b)</b>		<b>88,783,871</b>	-
<b>Total Liabilities</b>		<b>88,783,871</b>	-
<b>Net Assets (a-b)</b>		<b>311,679,846</b>	
<b>Represented By:</b>			
Fund balance b/fwd		-	
Accumulated Surplus		311,679,846	-
<b>Total Net Assets</b>		<b>311,679,846</b>	-

The financial statements were approved on 21.08.2025 and signed by:

  
Henry M. Rithaa  
Accounting Officer

  
Evans Bullut  
Project Co-ordinator

  
CPA Elsie Thambu  
Head of Finance  
ICPAK NO.16628

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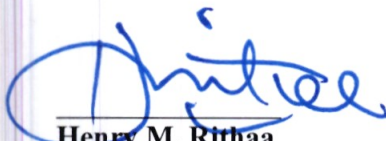
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**9 STATEMENT OF CHANGES IN NET ASSETS**


Description	Accumulated Surplus
	Kshs
As at 30th June 2024 (Cash Basis)	-
Adjustments: (to recognize assets and liabilities)	-
As at 1st July 2024	-
Surplus/(Deficit) for the period	311,679,846
As at 30th June 2025	311,679,846

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

The financial statements were approved on 31.08 2025 and signed by:

  
Henry M. Rithaa  
Accounting Officer

  
Evans Bullut  
Project Co-ordinator

  
CPA Elsie Thambu  
Head of Finance  
ICPAK NO.16628

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**10. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2025**

Description	Notes	FY 2024/2025 Kshs
<b>Cashflow from operating activities</b>		
<b>Receipts</b>		
Revenue Transfers		499,162,400
<b>Total receipts</b>		<b>499,162,400</b>
<b>Payments</b>		
Employee costs		-
Use of goods and services		98,134,543
<b>Total payments</b>		<b>98,134,543</b>
<b>Net cash flow from operating activities</b>	26	<b>401,027,857</b>
<b>Cashflow from investing activities</b>		
Acquisition of non-financial assets		20,490,080
<b>Net cash flows from investing activities</b>		<b>20,490,080</b>
<b>Cash flow from financing activities</b>		
<b>Net cash flow from financing activities</b>		
Net increase/Decrease in cash and cash equivalents		<b>380,537,785</b>
<b>Cash and cash equivalent at 1st July 2024</b>	17	-
<b>Cash and cash equivalent as at 30th June 2025</b>	17	<b>380,537,785</b>

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**11 . STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS FOR  
THE YEAR ENDED 30<sup>TH</sup> JUNE 2025**

Receipts/Payments Items	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=d-c	f=d/c
	Kshs	Kshs	Kshs	Kshs	Kshs	%
<b>Budget Carry Overs from previous periods</b>						
<b>Receipts</b>						
Transfers	500,000,000	-	500,000,000	499,162,400	(837,600)	100%
<b>Total Revenue</b>	<b>500,000,000</b>	<b>-</b>	<b>500,000,000</b>	<b>499,162,400</b>	<b>(837,600)</b>	<b>100%</b>
<b>Payments</b>						
Employee costs	-	-	-	-	-	-
Use of goods and services	497,264,334	-	497,264,334	185,584,489	311,679,846	37%
Depreciation and amortization expense	1,898,066	-	1,898,066	1,898,066	-	100%
<b>Total Payments</b>	<b>499,162,400</b>	<b>-</b>	<b>499,162,400</b>	<b>187,482,544</b>	<b>311,679,846</b>	<b>38%</b>
<b>Surplus or Deficit</b>	<b>837,600</b>	<b>-</b>	<b>837,600</b>	<b>311,679,846</b>	<b>310,842,246</b>	<b>0%</b>

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**Budget Reconciliation**

	Description of Particulars	Amount in Kshs
	Actual Surplus Amounts as per the statement of Budget	<b>310,842,246</b>
1	Reason for differences	The surplus relates to contingent liabilities
	Closing Cash and Cash Equivalent as per the statement of Cash flows	<b>380,537,785</b>

## **12 NOTES TO THE FINANCIAL STATEMENTS**

### **1. General Information**

The Micro and Small Enterprises Authority (MSEA) is a State Corporation established under the Micro and Small Enterprise Act No. 55 of 2012. The entity is wholly owned by the Government of Kenya and is domiciled in Kenya. The entity's principal activity is to regulate, promote and develop the Micro and Small Enterprise Sector.

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

#### **Statement of compliance**

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

These financial statements were authorized for issue by the accounting officer on August .....

#### **Basis of Preparation**

These financial statements have been prepared on a going concern basis, and the accounting policies have been applied consistently throughout the period. These financial statements have been prepared on an accrual basis unless otherwise specified (for example, the Statement of Cash Flows). Under an accrual basis, revenues are recognized when rights to assets are earned or levied rather than when cash is received, and expenses are recognized when obligations are incurred rather than when they are settled. The financial statements have been prepared and presented in Kenya Shillings, which is the functional and reporting currency of the Entity. The accounting policies adopted have been consistently applied to all the years presented.

#### **Reporting period**

The reporting period for these financial statements is for the period ended 30<sup>th</sup> June 2025.

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

#### **Early adoption of standards**

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

#### **4. Summary of Significant Accounting Policies**

##### **a) Revenue recognition**

##### **i) Revenue from non-exchange transactions**

##### **Transfers from other government entities**

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

##### **ii) Revenue from exchange transactions**

##### **Interest income**

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

##### **b) Budget information**

The original budget for FY 2024/2025 was approved on *July 2024*. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the entity upon receiving the respective approvals to conclude the final budget. The entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts. In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget. A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented on page 5 under section *I* of these financial statements.

**e) Property, plant, and equipment**

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

**d) Leases**

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

**e) Intangible assets**

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

**f) Research and development costs**

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

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

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

**g) Financial instruments**

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

**Financial assets**

**Classification**

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

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net assets/ equity unless an entity has made an irrevocable election at initial recognition for particular investments in equity instruments.

**Subsequent measurement**

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

**Amortized cost**

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

**Fair value through net assets/ equity**

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

**Fair value through surplus or deficit**

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

**Trade and other receivables**

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

### **Impairment**

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

### **Financial liabilities**

#### **Classification**

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

### **h) Inventories**

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

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

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

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

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 KJET Project.

### **i) Provisions**

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

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***Contingent liabilities***

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

***Contingent assets***

The *KJET Project* 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 *KJET Project* in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

**j) Nature and purpose of reserves**

The *KJET Project* does not maintain reserves.

**k) Changes in accounting policies and estimates**

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

**l) Employee benefits**

**Retirement benefit plans**

The *KJET Project* does not provide retirement benefits for its employees

**m) Foreign currency transactions**

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

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**n) Borrowing costs**

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

**o) Related parties**

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

**p) Service concession arrangements**

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

**q) Cash and cash equivalents**

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

**r) Subsequent events**

There have been no events subsequent to the reporting period with a significant impact on the financial statements for the period ended, 30<sup>th</sup> June 2025.

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

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

### **Estimates and assumptions.**

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

### **Useful lives and residual values**

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

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

### **Provisions**

Provisions were raised and management determined an estimate based on the information available. Additional disclosure of these estimates of provisions is included in Note 15.

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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**6. Revenue Transfers**

Description	FY 2024/2025
	Kshs
<b>Unconditional Transfers</b>	
GoK Counter Part funding	
Transfers from Development partners	499,162,400
<b>Total Unconditional Transfers (a)</b>	<b>499,162,400</b>
<b>Conditional Transfers</b>	
Transfers from Development partners 1	-
Transfers from Development partner 2	-
<b>Total Conditional Transfers (b)</b>	<b>-</b>
<b>Total Transfers for the Period (a +b)</b>	<b>499,162,400</b>

**a) Details to Revenue Transfers**

KJET	Amount recognized to Statement of Financial performance	Amount deferred under deferred income.	Amount moved to Capital fund	Total transfers (Current Period)
	Kshs	Kshs		Kshs
GOK Funding				
IDA- World Bank	499,162,400.00		-	499,162,400
<b>Subtotal</b>	<b>499,162,400.00</b>	<b>-</b>	<b>-</b>	<b>499,162,400</b>
Deferred Income realized	-			
Transfers in Kind	-			
<b>Total</b>	<b>499,162,400.00</b>	<b>-</b>	<b>-</b>	<b>499,162,400</b>

**7. Miscellaneous revenue**

Description	FY 2024/2025
	Kshs
Interest Income	
<b>Total</b>	<b>-</b>

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**8. Employees Costs**

Description	FY 2024/2025
	Kshs
Basic salaries of permanent employees	
<b>Total</b>	-

**9. Use of Goods and Services**

Description	FY 2024/2025
	Kshs
Utilities, supplies and services	
Bank charges	43,948
Communication, supplies and services	2,991,000
Domestic travel and subsistence	4,138,043
Local Travel Costs (Airline, bus, railway etc)	4,165,000
Foreign Travel and Subsistence Costs	9,979,998
Foreign Travel Costs (Airline, bus, railway etc)	6,604,482
Fuel and lubricants	1,100,000
General office supplies	6,694,100
Printing, advertising, and information supplies	1,062,521
Office rent	16,790,800
Staff Training	-
Hospitality supplies and services	916,400
Security services	528,000
Cleaning Services	839,850
Consultancy -Value Chain Mapping	19,730,000
Consultancy -Development of Legal Framework for Co-Investment	12,096,850
Consultancy -Development of BDS Curriculum	51,275,500
Internet Connectivity	559,740
Supplies and Access. for Comps. and Printers	4,075,500
Routine maintenance – vehicles and other transport equipment	865,410
Repair and maintenance of office equipment's	740,800
Repairs and maintenance of ICT equipment's	2,640,100
Project Training and Workshop	15,686,947
Regional Sensitization of MSEs and Training Materials	12,059,500
Staff Medical Cover	10,000,000
<b>Total</b>	<b>185,584,489</b>

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**10. Depreciation and Amortization expense**

<b>Description</b>	<b>FY 2024/2025</b>
	<b>Kshs</b>
Property, Plant and Equipment	1,898,066
Intangible Assets	
<b>Total</b>	<b>1,898,066</b>

**11. Transfer to Other Government**

**Entities**

There were no transfers

**12. Other Transfers/Subsidies/Grants**

There were no Other Transfers/Subsidies/Grants

**13. Certified Works**

There were no certified works

**14. Gain/Loss on Sale of Assets**

There were no Gain/Loss on Sale of Assets

**15. Gain/Loss on foreign exchange transactions**

There were no Gain/Loss on foreign exchange transactions

**16. Impairment Loss**

There was no Impairment Loss

**17. Cash and Cash Equivalents**

<b>Description</b>	<b>FY 2024/2025</b>
	<b>Kshs</b>
Cash in Bank	380,537,785
Cash on hand	
<b>Total Cash and Cash Equivalents</b>	<b>380,537,785.00</b>

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**Project Bank Accounts**

<b>Details</b>	<b>FY 2024/2025</b>	<b>1st July 2024</b>
	<b>Kshs</b>	<b>Kshs</b>
<u>Local Currency Accounts</u>		-
Housing Finance Corporation [A/c No 9783897214]	380,537,785	-
<b>Total local currency balances</b>	<b>380,537,785</b>	-
<b>Total bank account balances</b>	<b>380,537,785</b>	-

**18. Receivables**

<b>Description</b>	<b>FY 2024/2025</b>	<b>1st July 2024</b>
	<b>Kshs</b>	<b>Kshs</b>
Contractor's Advance payments		-
		-
<b>Total Receivables</b>	<b>-</b>	<b>-</b>

**19. Inventories**

<b>Description</b>	<b>FY 2024/2025</b>	<b>1st July 2024</b>
	<b>Kshs</b>	<b>Kshs</b>
Consumable stores	1,333,925	-
Less: allowance for impairment		-
<b>Total inventories</b>	<b>1,333,925</b>	<b>-</b>

**20. Prepayments**

<b>Description</b>	<b>FY 2024/2025</b>	<b>1st July 2024</b>
	<b>Kshs</b>	<b>Kshs</b>
Insurance		-
Rent		-
<b>Total prepayments</b>	<b>-</b>	<b>-</b>

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**21. Property, Plant and Equipment**

Cost	Motor vehicles	Furniture and fittings	ICT	Other Assets	Capital	Total
			Equipme nt	(specify)	Work in progress	
	Kshs	Kshs	Kshs	Kshs	Kshs	
	25%	12.5%	33.3%			
As At 1 July 2024 (opening balances)	-	-	-	-	-	-
Additions		14,553,200	5,936,880			20,490,080
Disposals						-
Transfers/Adjustments						-
As at 30th June 2025	-	14,553,200	5,936,880	-	-	20,490,080
<b>Depreciation And Impairment</b>						
As At 1 July 2024 (opening balances)	-	-	-	-	-	-
Depreciation charge for the year		909,575	988,491			1,898,066
Impairment loss						-
Transfers/ Adjustments						-
As at 30th June 2025	-	909,575	988,491	-	-	1,898,066
<b>Net Book Values</b>						
As At 1 July 2024 (opening balances)	-	-	-	-	-	-
As at 30th June 2025	-	13,643,625	4,948,389	-	-	18,592,014

**22. Intangible Assets**

Description	1 <sup>st</sup> July 2024
	Kshs
<b>Cost</b>	
As at 1 <sup>st</sup> July 2024	-
Additions	-
As at 30th June 2025	-
<b>Amortization and impairment</b>	
As at 1 <sup>st</sup> April 2025	-
As at 1 <sup>st</sup> July 2024	-
Impairment loss	-
As at 30th June 2025	-
NBV as at 30th June 2025	-

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**23. Trade and Other Payables**

Description	FY 2024/2025	1st July 2024
	Kshs	Kshs
Trade payables	-	
Provisions	88,783,871	-
Employee payables		-
<b>Total trade and other payables</b>	<b>88,783,871</b>	<b>-</b>

Ageing analysis: (Trade and other payables)	Current Period	% of the Total	Comparative	% of the Total
			FY	Total
Under one year	88,783,871	100%	-	100%
1-2 years	-	-	-	-
2-3 years	-	-	-	-
Over 3 years	-	-	-	-
<b>Total (tie to above total)</b>	<b>88,783,871</b>	<b>100%</b>	<b>-</b>	<b>100%</b>

**24. Third-Party Deposits**

Description	FY 2024/2025	1st July 2024
	Kshs	Kshs
Contractor's Retention		
Gratuity		
<b>Total deposits</b>	<b>-</b>	<b>-</b>

**25. Deferred Income**

Description	FY 2024/2025	1st July 2024
	Kshs	Kshs
Development partner-World Bank		-
<b>Total Deferred Income</b>	<b>-</b>	<b>-</b>

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**Deferred Income Movement Schedule**

	Development partner- World Bank	Total
	Kshs	Kshs
Balance as at 1st July 2024	-	-
Additions	-	-
Transfers To Performance Statement as Revenue	-	-
Balance as at 30th June 2025	-	-

**26. Cash Generated from Operations**

Description	FY 2024/2025
	Kshs
<b>Surplus/Deficit for the period</b>	<b>311,679,846</b>
<b>Adjusted for:</b>	-
Depreciation	1,898,066
Non-cash grants received	-
Impairment	-
Gains and losses on disposal of assets	-
<b>Working capital adjustments</b>	
Increase in inventory	(1,333,925)
Increase in receivables	
Increase in deferred income	
Increase in payables	88,783,871
Increase in payments received in advance	
<b>Net cash flow from operating activities</b>	<b>401,027,857</b>

**27. Special Deposit Accounts**

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

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

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Statement of Receipts and Payments.

**Special Deposit Accounts Movement Schedule**

Description	Insert Current FY	1 <sup>st</sup> July 2024
	Kshs	Kshs
<b>(i) A/C Name: Kenya Jobs and Economic Transformation Project [A/c No 1000742607]</b>		
Opening balance	-	-
Total amount deposited in the account	-	-
Total amount withdrawn	-	-
<b>Closing balance (as per SDA bank account reconciliation attached)</b>	-	-
<b>(ii) A/c Name [A/c No.....]</b>		-
Opening balance (as per the SDA reconciliation)	-	-
Total amount deposited in the account	499,162,400	-
Total amount withdrawn	499,162,400	-
<b>Closing balance (as per SDA bank account reconciliation attached)</b>	-	-

*(The Special Deposit Account reconciliation statement has been attached as Annex 6 support these closing balance)*

**28. Related Party Disclosures**

**Nature of related party relationships**

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

**Government of Kenya**

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

**Other related parties include:**

- i) The Parent Ministry.
- ii) County Governments
- iii) Other SCs and SAGAs
- iv) Key management.
- v) Board of Directors.

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Description	FY 2024 /2025
	Kshs
<b>Transactions with related parties</b>	
<b>a) Sales to related parties</b>	
Sales of electricity to govt agencies	-
Rent income from govt. Agencies	-
<b>Total</b>	-
<b>B) purchases from related parties</b>	
Purchases of electricity from KPLC	-
Purchase of water from govt service providers	-
Rent expenses paid to govt agencies	16,790,800
<b>Total</b>	<b>16,790,800</b>
<b>b) Grants /transfers from the government</b>	
Grants from national govt	
Grants from county government	
Donations in kind	
<b>Total</b>	-
<b>c) Expenses incurred on behalf of related party</b>	
Payments of salaries and wages for employees	
Payments for goods and services for KJET	
<b>Total</b>	-
<b>d) Key management compensation</b>	
Directors' emoluments	
Compensation to key management	
<b>Total</b>	-

**29. Events after the Reporting Period**

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

**30. Ultimate And Holding Entity**

Micro and Small Enterprises Authority is a State Corporation under the Ministry of Cooperatives, Micro, Small, and Medium Enterprise Development. Its ultimate parent is the Government of Kenya.

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**31. Currency**

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

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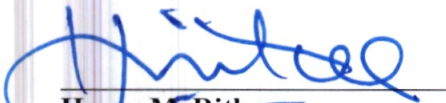
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**13 ANNEXES**

**Annex 1: Prior Year Auditor-General's Recommendations**

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
N/A	N/A	N/A	N/A	N/A

There were no prior year auditor-general's recommendations.

  
Henry M. Rithaa  
Accounting Officer

  
Evans Bullut  
Project Co-ordinator

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



**Reconciliation of inter-entity transfers**

Project Name:		KJET		
Breakdown of transfers from the State Department of MSMED				
<b>a.</b>	<b>Government Counterpart funding</b>			
		Bank Statement Date	Amount (Kshs)	FY
		<b>Total</b>		
<b>B.</b>	<b>Direct payments</b>			
		Bank Statement Date	Amount (Kshs)	FY
		08/01/2025	447,162,400	FY 2024/2025
		09/06/2025	52,000,000	FY 2024/2025
		<b>Total</b>	<b>499,162,400</b>	
<b>C.</b>	<b>Others</b>			
		Bank Statement Date	Amount (Kshs)	FY
		<b>Total</b>		
		<b>Total (A+B+C)</b>	<b>499,162,400</b>	

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

**Project Coordinator**

**KJET**

Sign \_\_\_\_\_

**Head of Accounting Unit**

**State Department for MSMED**

Sign \_\_\_\_\_

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**Annex 3: Fixed Asset Register**

	Asset Description	Financed by/source of funds	Serial number	Tag number	Make & Model	Location	Purchase amount	Depreciation rate	Annual depreciation	Accumulated depreciation	Net Book Value	Responsible officer	Asset condition
1	VIP Executive Desk	World Bank		MSEA/KJET/4/0001	wooden	MSEA HQ	580,000.00	12.5%	36,250.00	36,250.00	543,750.00	Isaac Kipsang	New
2	Executive Office Desk	World Bank		MSEA/KJET/4/0002	wooden	MSEA HQ	345,000.00	12.5%	21,562.50	21,562.50	323,437.50	Silas Kiome	New
3	Executive Office Desk	World Bank		MSEA/KJET/4/0003	wooden	MSEA HQ	345,000.00	12.5%	21,562.50	21,562.50	323,437.50	Evans Bullut	New
4	Executive Office Desk	World Bank		MSEA/KJET/4/0004	wooden	MSEA HQ	345,000.00	12.5%	21,562.50	21,562.50	323,437.50	Esther Gicheru	New
5	Executive Office Desk	World Bank		MSEA/KJET/4/0005	wooden	MSEA HQ	345,000.00	12.5%	21,562.50	21,562.50	323,437.50	Elsie Thambu	New
6	Executive Office Desk	World Bank		MSEA/KJET/4/0006	wooden	MSEA HQ	345,000.00	12.5%	21,562.50	21,562.50	323,437.50	Edward Munoru	New
7	Executive Office Desk	World Bank		MSEA/KJET/4/0007	wooden	MSEA HQ	345,000.00	12.5%	21,562.50	21,562.50	323,437.50	Joy Karwira	New
8	Executive Office Desk	World Bank		MSEA/KJET/4/0008	wooden	Uasin Gishu	345,000.00	12.5%	21,562.50	21,562.50	323,437.50	Alton Kogo	New

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9	Executive Office Desk	World Bank		MSEA/KJET/4/0009	wooden	Meru	345,000.00	12.5%	21,562.50	21,562.50	21,562.50	323,437.50	Ivyjoy Mwendwa	New
10	Executive Office Desk	World Bank		MSEA/KJET/4/0010	wooden	Mombasa	345,000.00	12.5%	21,562.50	21,562.50	21,562.50	323,437.50	Abdirahman Abdullahi Omar	New
11	Executive Office Desk	World Bank		MSEA/KJET/4/0011	wooden	Western	345,000.00	12.5%	21,562.50	21,562.50	21,562.50	323,437.50	Moses Njoroge	New
12	Executive Office Desk	World Bank		MSEA/KJET/4/0012	wooden	Kakamega	345,000.00	12.5%	21,562.50	21,562.50	21,562.50	323,437.50	Doreen Nadwa	New
13	Executive Office Desk	World Bank		MSEA/KJET/4/0013	wooden	MSEA HQ	345,000.00	12.5%	21,562.50	21,562.50	21,562.50	323,437.50	Caroline Kata	New
14	Executive Office Desk	World Bank		MSEA/KJET/4/0014	wooden	Garissa	345,000.00	12.5%	21,562.50	21,562.50	21,562.50	323,437.50	Abdimalik Abdullahi Maalim	New
15	Executive Office Desk	World Bank		MSEA/KJET/4/0015	wooden	MSEA HQ	345,000.00	12.5%	21,562.50	21,562.50	21,562.50	323,437.50	Nancy Munyao	New
16	Executive Office Desk	World Bank		MSEA/KJET/4/0016	wooden	MSEA HQ	345,000.00	12.5%	21,562.50	21,562.50	21,562.50	323,437.50	Silas Kiome	New
18	orthopedic Office chairs	World Bank		MSEA/KJET/4/0018	Leather/Fabric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Isaac Kipsang	New
19	orthopedic Office chairs	World Bank		MSEA/KJET/4/0019	Leather/Fabric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Silas Kiome	New

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20	Orthope dic Office chairs	World Bank	MSEA/ KJET/4/ 0020	Leather/Fa bric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Elsie Thambu	New
21	Orthope dic Office chairs	World Bank	MSEA/ KJET/4/ 0021	Leather/Fa bric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Marsela Tumo	New
22	Orthope dic Office chairs	World Bank	MSEA/ KJET/4/ 0022	Leather/Fa bric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Evans Bullut	New
23	Orthope dic Office chairs	World Bank	MSEA/ KJET/4/ 0023	Leather/Fa bric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Edward Munoru	New
24	Orthope dic Office chairs	World Bank	MSEA/ KJET/4/ 0024	Leather/Fa bric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Esther Gicheru	New
25	Orthope dic Office chairs	World Bank	MSEA/ KJET/4/ 0025	Leather/Fa bric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Nancy Munyao	New
26	Orthope dic Office chairs	World Bank	MSEA/ KJET/4/ 0026	Leather/Fa bric	Uasin Gishu	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Alton Kogo	New
27	Orthope dic Office chairs	World Bank	MSEA/ KJET/4/ 0027	Leather/Fa bric	Busia	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Moses Njoroge	New
28	Orthope dic Office chairs	World Bank	MSEA/ KJET/4/ 0028	Leather/Fa bric	Mombasa	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Abdirahman Abdullahi Omar	New

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29	Orthopedic Office chairs	World Bank	MSEA/KJET/4/0029	Leather/Fabric	Garissa	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Abdimalik Abduh Maalim	New
30	Orthopedic Office chairs	World Bank	MSEA/KJET/4/0030	Leather/Fabric	Meru	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Ivyjoy Mwendwa	New
31	Orthopedic Office chairs	World Bank	MSEA/KJET/4/0031	Leather/Fabric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Caroline Kaur	New
32	Orthopedic Office chairs	World Bank	MSEA/KJET/4/0032	Leather/Fabric	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	7,812.50	117,187.50	Joy Karwira	New
33	4 seater waiting bench	World Bank	MSEA/KJET/4/0034	padded	MSEA HQ	62,000.00	12.5%	3,875.00	3,875.00	3,875.00	58,125.00	Martha Kiugu	New
34	4 seater waiting bench	World Bank	MSEA/KJET/4/0035	padded	MSEA HQ	62,000.00	12.5%	3,875.00	3,875.00	3,875.00	58,125.00	Martha Kiugu	New
35	Visitors Chairs	World Bank	MSEA/KJET/4/0036	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	3,437.50	51,562.50	Silas Kiome	New
36	Visitors Chairs	World Bank	MSEA/KJET/4/0037	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	3,437.50	51,562.50	Silas Kiome	New
37	Visitors Chairs	World Bank	MSEA/KJET/4/0038	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	3,437.50	51,562.50	Dr. Caroline Kaur	New
38	Visitors Chairs	World Bank	MSEA/KJET/4/0039	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	3,437.50	51,562.50	Dr. Caroline Kaur	New
39	Visitors Chairs	World Bank	MSEA/KJET/4/	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	3,437.50	51,562.50	Edward Munoru	New

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40	Visitors Chairs	World Bank	0040	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Edward Munoru	New
41	Visitors Chairs	World Bank	MSEA/KJET/4/0041	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Evans Bullut	New
42	Visitors Chairs	World Bank	MSEA/KJET/4/0042	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Evans Bullut	New
43	Visitors Chairs	World Bank	MSEA/KJET/4/0043	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Isaac Kipsang	New
44	Visitors Chairs	World Bank	MSEA/KJET/4/0044	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Isaac Kipsang	New
45	Visitors Chairs	World Bank	MSEA/KJET/4/0045	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Elsie Thambu	New
46	Visitors Chairs	World Bank	MSEA/KJET/4/0046	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Elsie Thambu	New
47	Visitors Chairs	World Bank	MSEA/KJET/4/0047	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
48	Visitors Chairs	World Bank	MSEA/KJET/4/0048	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
49	Visitors Chairs	World Bank	MSEA/KJET/4/0049	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
50	Visitors Chairs	World Bank	MSEA/KJET/4/0050	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
51	Visitors Chairs	World Bank	MSEA/KJET/4/0051	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
			MSEA/KJET/4/0052	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New

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52	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0053	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
53	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0054	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
54	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0055	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
55	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0056	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
56	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0057	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
57	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0058	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
58	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0059	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
59	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0060	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Abdirahman Abdullahi Omar	New
60	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0061	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	abdirahman Abdullahi Omar	New
61	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0062	Fabric	MSEA HQ	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Josephine Nginjiri	New
62	Visitors Chairs	World Bank	MSEA/ KJET/4/ 0063	Fabric	Uasin Gishu	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Alton Kogo	New

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63	Visitors Chairs	World Bank		MSEA/ KJET/4/ 0064	Fabric	Uasin Gishu	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Alton Kogo	New
64	Visitors Chairs	World Bank		MSEA/ KJET/4/ 0065	Fabric	Kakamega	55,000.00	12.5%	3,437.50	3,437.50	51,562.50	Doreen Nadwa	New
65	Executive coffee Table	World Bank		MSEA/ KJET/4/ 0067	wooden	MSEA HQ	75,000.00	12.5%	4,687.50	4,687.50	70,312.50	Isaac Kipsang	New
66	Executive coffee Table	World Bank		MSEA/ KJET/4/ 0068	wooden	MSEA HQ	75,000.00	12.5%	4,687.50	4,687.50	70,312.50	Isaac Kipsang	New
67	Kyocera Ecosys MA4500 ix	World Bank	WDG4825039	MSEA/ KJET/1/ 0001	Kyocera	MSEA HQ	540,000.00	33.3%	89,910.00	89,910.00	450,090.00	Elsie Thambu	New
68	Kyocera Ecosys MA4500 ix	World Bank	WDG4825311	MSEA/ KJET/1/ 0002	Kyocera	MSEA HQ	540,000.00	33.3%	89,910.00	89,910.00	450,090.00	Silas Kiome	New
69	Kyocera Ecosys FS-1025MFP	World Bank	H7RX3X10274	MSEA/ KJET/1/ 0003	Kyocera	MSEA HQ	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Henry Rithaa	New
70	Kyocera Ecosys FS-1025MFP	World Bank	R7R2X32728	MSEA/ KJET/1/ 0004	Kyocera	MSEA HQ	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Evans Bullut	New
71	Kyocera Ecosys FS-1025MFP	World Bank	R7R2X33670	MSEA/ KJET/1/ 0005	Kyocera	MSEA HQ	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Caroline Kaula	New

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72	Kyocera Ecosys FS-1025MF P	World Bank	R7R3834727	MSEA/ KJET/1/ 0006	Kyocera	MSEA Mombasa	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Abdirahman Abdullahi Omar	New
73	Kyocera Ecosys FS-1025MF P	World Bank	R7R3834729	MSEA/ KJET/1/ 0007	Kyocera	MSEA Garissa	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Abdimalik Abdullahi Maalim	New
74	Kyocera Ecosys FS-1025MF P	World Bank	R7R3834794	MSEA/ KJET/1/ 0008	Kyocera	MSEA Usin Gishu	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Alto Kogo	New
75	Kyocera Ecosys FS-1025MF P	World Bank	R7R3835184	MSEA/ KJET/1/ 0009	Kyocera	MSEA HQ	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Esther Gicheru	New
76	Kyocera Ecosys FS-1025MF P	World Bank	R7R3835185	MSEA/ KJET/1/ 0010	Kyocera	MSEA Meru	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Ivyjoy Mwendwa	New
77	Kyocera Ecosys FS-1025MF P	World Bank	R7R3835190	MSEA/ KJET/1/ 0011	Kyocera	MSEA HQ	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Edward Munoru	New
78	Kyocera Ecosys FS-1025MF P	World Bank	R7R3835286	MSEA/ KJET/1/ 0012	Kyocera	MSEA Western	189,600.00	33.3%	31,568.40	31,568.40	158,031.60	Moses Njoroge	New
79	HP Spectre	World Bank	5CD45138W0	MSEA/ KJET/2/ 0001	HP	MSEA HQ	280,320.00	33.3%	46,673.28	46,673.28	233,646.72	Henry Rithaa	New

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80	HP Envy	World Bank	8CG4380L50	MSEA/ KJET/2/ 0002	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Caroline Kaua	New
81	HP Envy	World Bank	8CG4380N1B	MSEA/ KJET/2/ 0003	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Maureen Chogo	New
82	HP Envy	World Bank	8CG4363WMM	MSEA/ KJET/2/ 0004	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Evans Bullut	New
83	HP Envy	World Bank	8CG43819T8	MSEA/ KJET/2/ 0005	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Edward Munoru	New
84	HP Envy	World Bank	8CG4381G7R	MSEA/ KJET/2/ 0006	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Silas Kiome	New
85	HP Envy	World Bank	8CG416248N	MSEA/ KJET/2/ 0007	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Nancy Munyao	New
86	HP Envy	World Bank	8CG4375LTS	MSEA/ KJET/2/ 0008	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Elsie Thambu	New
87	HP Envy	World Bank	8CG4362W4S	MSEA/ KJET/2/ 0009	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Esther Gicheru	New
88	HP Envy	World Bank	8CG4363X0K	MSEA/ KJET/2/ 0010	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Silas Kiome	New
89	HP Envy	World Bank	8CG4381936	MSEA/ KJET/2/ 0011	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Joy Karwitha	New
90	HP Envy	World Bank	8CG4380L63	MSEA/ KJET/2/ 0012	HP	MSEA HQ	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Sharon Chelangat	New
91	HP Envy	World Bank	8CG4370GDJ	MSEA/ KJET/2/ 0013	HP	Uasin Gishu	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Alton Kogo	New
92	HP Envy	World Bank	8CG4361KBH	MSEA/ KJET/2/ 0014	HP	Meru	148,920.00	33.3%	24,795.18	24,795.18	124,124.82	Ivyjoy Mwend	New



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101	4	Drawer fireproof filing cabinet	World Bank	30900806	MSEA/ KJET/3/ 0006	Metal	MSEA HQ	678,200.00	12.5%	42,387.50	42,387.50	635,812.50	Silas Kiome	New
102	4	Drawer fireproof filing cabinet	World Bank		MSEA/ KJET/3/ 0007	Metal	MSEA HQ	678,200.00	12.5%	42,387.50	42,387.50	635,812.50	Edward Munoru	New
103	4	Drawer fireproof filing cabinet	World Bank	30900821	MSEA/ KJET/3/ 0008	Metal	MSEA HQ	678,200.00	12.5%	42,387.50	42,387.50	635,812.50	Elsie Thambu	New
104	2	Door Filling Cabinet	World Bank		MSEA/ KJET/3/ 0009	Metal	MSEA HQ	125,000.00	12.5%	7,812.50	7,812.50	117,187.50	Isaac Kipsang	New
105	Executive Glass Filling Cabinet	World Bank			MSEA/ KJET/3/ 0010	Metal	MSEA HQ	155,000.00	12.5%	9,687.50	9,687.50	145,312.50	Isaac Kipsang	New
106	4 Door Bulk Cabinet	World Bank			MSEA/ KJET/3/ 0011	Metal	MSEA HQ	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Isaac Kipsang	New
107	4 Door Bulk Cabinet	World Bank			MSEA/ KJET/3/ 0012	Metal	MSEA HQ	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Evans Bullut	New
108	4 Door Bulk Cabinet	World Bank			MSEA/ KJET/3/ 0013	Metal	MSEA HQ	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Edward Munoru	New
109	4 Door Bulk Cabinet	World Bank			MSEA/ KJET/3/ 0014	Metal	Uasin Gishu	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Alton Kogo	New

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110	4 Door Bulk Cabinet	World Bank	MSEA/KJET/3/0015	Metal	Mombasa	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Josephine Mukiira	New
111	4 Door Bulk Cabinet	World Bank	MSEA/KJET/3/0016	Metal	Kakamega	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Doreen Nadwa	New
112	4 Door Bulk Cabinet	World Bank	MSEA/KJET/3/0017	Metal	MSEA HQ	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Silas Kiome	New
113	4 Door Bulk Cabinet	World Bank	MSEA/KJET/3/0018	Metal	MSEA HQ	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Joy Karwitha	New
114	4 Door Bulk Cabinet	World Bank	MSEA/KJET/3/0019	Metal	Meru	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Ivyjoy Mwendwa	New
115	4 Door Bulk Cabinet	World Bank	MSEA/KJET/3/0020	Metal	Western	65,000.00	12.5%	4,062.50	4,062.50	60,937.50	Moses Njoroge	New
						20,490,080.00		1,898,065.52	1,898,065.52	18,592,014.48		

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**Annex 4: Other support documents**  
**i. KJET Bank Reconciliation**

**MICRO AND SMALL ENTERPRISES AUTHORITY**  
**KJET BANK RECONCILIATION**  
**HFC-REHANI BRANCH**  
**ACC. NO.9783897214**  
**AS AT 30TH JUNE 2025**

**Summary**

1	Balance As Per Bank Statement			<b>381,211,584.00</b>
	<b>Less:</b>			
2	Payments in Cashbook not in Bank statement	673,799.00		
3	Receipts in Bank Statement not in cashbook	-		-
4	<i>(1-2-3)</i>			<b>380,537,785.00</b>
	<b>Add:</b>			
5	Payments in Bank statement not in Cash book			
6	Receipts in Cashbook not in Bank statement	-		-
7	<i>(4+5+6)</i>			<b>380,537,785.00</b>
8	<b>Balance as per Cashbook balance</b>			<b>380,537,785.00</b>
				-

Prepared By: Brian Mwangi  Date: 2/7/2025  
 ACCOUNTS ASSISTANT

Checked By: Hazel Kimani  Date: 02/07/2025  
 ACCOUNTANT

Approved By: Babirye D  Date: 2/7/25  
 SENIOR ACCOUNTANT

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**Annex 4: ii. Board of Survey**



**MICRO AND SMALL ENTERPRISES  
AUTHORITY**

**REPORT ON THE ANNUAL STOCK FOR YEAR ENDING 30<sup>TH</sup> JUNE, 2025.**

**MEMBERS PRESENT**

1. Mr. Reynold Njue – Ag. Director Strategy (Team leader)
2. Mr. Jackson Ndaka – Supply Chain Management
3. Ms. Martha Kiugu - Administration
4. Ms. Lydia Manono - Accounts
5. Ms. Purity Gakii – Supply Chain Management

**AGENDA**

Conduct the annual stock Verification at MSEA Store, KJET Store and NYOTA Store.

**MINUTE 01/2025: INTRODUCTION**

The Team Leader called the meeting to order at 10.00a.m. and invited the members to introduce themselves. He then gave a brief introduction regarding the agenda of the day.

**MINUTE 02/2025: ANNUAL STOCK TAKE.**

The team Visited the Store and verified all the stock balances as at 30<sup>th</sup> June, 2025.

The committee Noted:

- Both MSEA Store and KJET Store had some stock balances, the items were well arranged and the store was accessible.
- NYOTA store had no stock left since all the items purchased were issued out.

The Committee Contacted a physical Count of all the Items at MSEA Store and KJET store and analyzed the reports as attached.

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**For the financial year ended 30<sup>th</sup> June 2025**



Name of Procuring Entity :Micro and Small Enterprises Authority (MSEA)-KJET Store

S/no	Item Description	Date of Purchase	Annual stock/inventory as of June 30th 2025	Unit cost	Total cost	Annual Consumption rate	Condition (Obsolete/in good condition)	Remarks
1	Document wallets	6/3/2025	10 Ctns	21,800	210,000	50	Good Condition	
2	File folders	10/4/2025	11 Ctns	71,850	790,350	30	Good Condition	
3	Box files	28/3/2025	300 Pcs	540	162,000	500	Good Condition	
4	Staple pins 26/6	19/7/2024	10 Boxes	545	5,450	25	Good Condition	
5	Toner 26A	28/3/2025	3 Pcs	23,000	69,000	10	Good Condition	
6	Toner 80A	28/4/2025	3 Pcs	27,000	81,000	10	Good Condition	
7	Biro pens	28/3/2025	15 Pkts	1,075	16,125	10	Good Condition	

Signed By:  
 Reynold Njue \_\_\_\_\_  
 Lydia Manono \_\_\_\_\_  
 Martha Kiugu \_\_\_\_\_  
 Jackson Ndaka \_\_\_\_\_  
 Purity Gakii \_\_\_\_\_

Total 1333,925

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**Annex 4: iii. Special Deposit Account reconciliation statement**

**KENYA JOBS AND ECONOMIC TRANSFORMATION PROJECT  
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION  
FOR THE YEAR ENDED 30 JUNE 2025**

Credit No.: IDA LOAN CREDIT NO.74500-KE (DA-A)

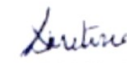
Bank Account No.: 1000742607 Held with CENTRAL BANK OF KENYA

	NOTES	AMOUNT EURO	AMOUNT EURO
1	Amount advanced by IDA		-
	<b>Less:</b>		
2	Total amount documented		-
3	<b>Outstanding amount to be documented</b>		-
	<b>Represented by:</b>		
4	Ending Special account Balance as at 30 June 2025		-
5	Amounts claimed but not credited as at 30 June 2025		
6	<b>Amounts withdrawn and not claimed</b>		-
7	Service Charges (if not included in lines 5 and 6 above)		-
8	Interest earned (if included in Special Account)		-
9	<b>Total advance to Special Account Year ended 30 June 2025</b>		-

Discrepancy between total appearing on line 3 and 9

**Notes:**

- 1 Explain the discrepancy between totals appearing on lines 3 and 9 above (e.g. amount due to be refunded to cover ineligible expenditures paid from the Special/Designated Account)
- 2 Indicate if amount appearing on line 6 is eligible for financing by IDA and provide reasons for not claiming the expenditures

  
AUTHORISED REPRESENTATIVE  
RESOURCE MOBILISATION DEPARTMENT  
THE NATIONAL TREASURY

DATE: 05-08-2025

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**ANNEX 5: PROVISIONS**

No.	Description	Amount
1	Pelt Security Services	96,000
2	Pelt Security Services	144,000
3	Pelt Security Services	144,000
4	Pelt Security Services	144,000
5	Government Advertising Agencies	233,669
6	Government Advertising Agencies	233,669
7	Government Advertising Agencies	233,669
8	Government Advertising Agencies	180,757
9	Government Advertising Agencies	180,757
10	Smart Edge Solutions Limited- Development of BDS Curriculum	19,730,000
11	Kogai and Company Advocates- Development of legal framework for co-investment	12,096,850
12	Covergence Systems Limited-Value chain mapping	51,275,500
16	Champions Travels	1,100,000
17	Supply of brochures -NYOTA	2,991,000
	<b>Total</b>	<b>88,783,871</b>

**Contingent Liability Register**

Serial No	Description of assignment	Currency	Payable to	Cost of assignment	Expected date of payment
1	Provision of Business Development service curriculum	Ksh	Smart Edge Limited	19,730,000	1&2 Instalments done
2	Provision of legal framework for co-investment	Ksh	Kogai and Company Advocates	12,096,850	1&2 instalments done
3	Provision of value chain mapping/analysis	Ksh	Convergence System Limited	51,275,500	1 Instalments done

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4	Provision of business Development services	Ksh	Momentum Consulting Africa Limited	69,460,695	08/10/2025
5	Provision of business Development services	Ksh	EKV Consultants	68,352,198.00	08/10/2025
6	Provision of business Development services	Ksh	MK Changwony and Associates Consultants Limited	69,163,866.00	08/10/2025
7	Provision of business Development services	Ksh	Edmany Consult	69,014,613.00	08/10/2025
8	Provision of business Development services	Ksh	Aayden Consulting Limited	67,687,203.00	08/10/2025
9	Provision of business Development services	Ksh	IPAID	24,768,000.00	08/11/2025
10	Provision of business Development services	Ksh	E4Ipact Africa Foundation JV Spineberg Limited	24,494,907.00	08/11/2025
11	Provision of business Development services	Ksh	MK Changwony and Associates Consultants Limited	24,311,598.00	08/11/2025
12	Provision of business Development services	Ksh	Lead edge Consults Limited	58,045,098.00	08/11/2025
			Total	<b>558,400,528</b>	