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BY-TABLE:	Irene Nduku

THE AUDITOR-GENERAL

ON

UNCLAIMED ASSETS TRUST FUND

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



**UNCLAIMED
FINANCIAL
ASSETS
AUTHORITY**

UNCLAIMED ASSETS TRUST FUND

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 30 JUNE 2025

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

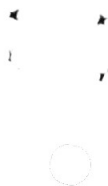


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Key Information and Management

Background Information

The Unclaimed Assets Trust Fund (the "Fund") is created under Section 44 of the Unclaimed Financial Assets Act, 2011 for custody of Unclaimed Assets.

The Fund was created with gazettelement of the UFA Act whose commencement date was 16 December 2011. Section 84 of the PFM Act as read in line with Section 46 of the UFA Act requires the Board to prepare financial statements for the Fund.

Principal Activities

The Unclaimed Financial Assets Authority (UFAA) administers the principal activity of the Unclaimed Financial Assets Trust Fund. This is to receive, safeguard and reunite unclaimed financial assets with rightful owners.

Key Management

The Fund's day-to-day Management is administered under the following UFAA organs:

Board of Directors of UFAA as a Corporate Trustee

Chief Executive Officer of UFAA & Managing Trustee of the Fund

Management of UFAA

Fiduciary Management

No.	Designation	Name	Remarks
1.	Chief Executive Officer (CEO)	FA John Kihara Mwangi, EBS	His term ended 28 th Feb 2025
2	Ag. CEO & Managing Trustee	CHRP Caroline Chirchir	Appointed 15 th August 2024
3.	Ag. Manager Unclaimed Financial Assets Line	CPA Beatrice Chelangat	Term ended 28 th February 2025

No.	Designation	Name	Remarks
4.	Ag. Manager Unclaimed Financial Assets Line	CPA Gideon Nzioki	Appointed 1 st March 2025
5.	Ag Manager Information and Communication Technology	Eric Mwaniki	Appointed 1 st April 2024
6.	Ag. Manager Finance & Accounting	CPA Leonard Langat	Appointed 1 st April 2024
7.	Manager Procurement	Jack Owino Gumboh, Phd	
8.	Corporation Secretary/Head of Legal	David Mwangi Kamau	

Fiduciary Oversight Arrangements

Board Oversight

The Board of Directors has overall oversight responsibility of the Authority. As detailed in the section on Corporate Governance, this responsibility is administered through various committees of the Board that have specific roles, including: the Finance and Human Resource Committee; Audit, Risk and governance committee and the Technical and Investment committee.

Parliamentary committees

The following Parliamentary Committees also have fiduciary oversight responsibilities over the Authority's operations; the Special Funds Committee; Parliamentary Budget Committee oversees budgeting; the Parliamentary Investment Committee oversees investment decisions, and the Parliamentary Accounts Committee oversees financial accountability.

Principal Place of Business

The Fund is managed and administered by the Authority whose principal place of business is:

2nd Floor, Pacis Centre

Slip Road, off Waiyaki Way, Westlands

P.O. Box 28235 - 00200

Nairobi, Kenya

Contacts

The Authority's contacts are:

+254 020 402 3000

+254 706 866 984

+254 736 559 152

info@ufaa.go.ke

www.ufaa.go.ke

Bankers

Central Bank of Kenya

P.O. Box 60000 - 00200

Nairobi, Kenya

KCB Bank

Sarit Centre

P.O. Box 46950-00100

Nairobi, Kenya

Independent Auditor

The Auditor General

Office Of the Auditor General

Anniversary Towers, Loita Street

P.O. Box 30084 - 00100

Nairobi, Kenya

Principal Legal Advisor

The Attorney General

State law office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

Corporation Secretary/Head of Legal Services




Mr David Kamau



Unclaimed Financial Assets Authority



Trustee of the Fund

In line with the UFA Act, Unclaimed Financial Assets Authority (the "Authority") is the Trustee of the Fund.

	<p>Hon. Dr. CPA Francis Kigo Njenga – Chairman of the UFAA Board of Directors</p> <p>Hon. Dr. CPA Francis Kigo Njenga is the Chief Executive Officer at Regional Africa Consultants Limited and the Lead Consultant for Management and Business Division.</p> <p>Prior to the current appointment, Hon. Kigo served as a County Executive Committee Member (CECM) in charge of Trade, Industry, Investments, Tourism and Cooperative development in Kiambu County and at Finance, ICT and Economic Planning docket. He is a former Member of Parliament for Gatundu North Constituency. During his term in the National Assembly, he served on the Budget and Appropriation Committee, and the Committee on Lands.</p> <p>He holds a doctorate degree in Social Transformation and Entrepreneurship from Catholic University of Eastern Africa, a Master of Business Administration from the University of Nairobi, Bachelor of Science -Business Administration degree (Accounting and Finance) from United States International University and accounting professional qualification from Strathmore College.</p> <p>Hon Kigo is a Certified Public Accountant with over 29 years career in accounting and auditing which began at Mbaya and Associates. He has also worked at Waitthaka Mwangi & Co. Certified Accountants, Central Finance (K) Limited, Ernest & Young, and at Regional Africa Consultants Limited.</p> <p>Born in 1961, Hon Njenga was appointed as member and Chairman of the Board on February 10, 2023.</p>
	<p>Dr. Chris Kiptoo – Principal Secretary, The National Treasury</p> <p>Dr. Chris Kiptoo was appointed Principal Secretary by President William Samoei Ruto on 1st December 2022. Dr. Kiptoo is the immediate former Principal Secretary, Ministry of Environment and Forestry. Before that, he also served as a Principal Secretary at the State Department of Trade, Ministry of Industry, Trade & Cooperatives.</p> <p>In his working career, Dr. Kiptoo has acquired a rich wealth of experience in economic policy analysis, mainly gained at the Central Bank of Kenya, Capital Market Authority and the International Monetary Fund, where he has served in various capacities. His expertise especially relates to the design and implementation of monetary policy; balance of payments and exchange rates; fiscal operations and policy; financial sector matters including capital markets; national accounts/real sector and macroeconomic accounting, and modelling and forecasting.</p>

	<p>Additionally, Dr. Kiptoo has proven experience in environment and climate change policies, trade policy and regional integration, private sector development and advocacy, infrastructure development, institutional development of Government institutions and organizational management, all mainly gained at the Ministry of Environment and Forestry, State Department of Trade as well as Trademark East Africa. Noteworthy, he also has four years of experience in economic policy coordination gained while working at the then Office of the Prime Minister.</p> <p>Dr. Chris Kiptoo holds a Doctor of Philosophy Degree (PhD) in Finance (<i>International Macroeconomics Finance specialization</i>) from The Nairobi University, as well as a Master of Science (Ag. Economics) and Bachelor of Science (Ag. Economics) degree from Egerton University. He is also an Accredited Fellow in Macroeconomic Management Macroeconomic & Financial Management Institute of Eastern & Southern Africa (MEFMI).</p>
	<p>Mr. Jonah Orumoi – Alternate Member to the PS, The National Treasury</p> <p>Mr. Arumoi was appointed as an alternate to the Principal Secretary, National Treasury, in the Board on January 11, 2024.</p>
	<p>Mr. Benson Rono Benhard</p> <p>CPA Ronoh Benson Benhard is an Accounting and Financial Management expert. He possesses over 12 years of experience in accounting with stints at Kenya Rural Roads Authority (KeRRA), Christ is the Answer Ministries (CITAM), and the Kenya Professional Association of Women in Agriculture and Environment.</p> <p>He holds a Bachelor of Commerce degree (Accounting and Finance) from Strathmore University and is a continuing student for an MBA degree (Corporate Management) at KCA University. Rono is a certified public accountant (CPA).</p> <p>He was appointed as a member of the Board on August 18, 2023.</p>
	<p>Mr. Samuel D Kachumbo Mkonu</p> <p>Samuel Mkonu is an educationist and a researcher with experience in Kenya, East African Community member states, and globally. He possesses excellent operational and administrative skills in quality assurance in higher education and other levels of education.</p> <p>During his over 12-year career, Mkonu has served as an Assistant Commission Secretary (Program Accreditation) of the Commission for University Education and as a Personal Assistant to the Permanent Secretary of the Ministry of Education. He previously worked as a Chief Staffing Officer in the Primary Department with the</p>

	<p>Teachers Service Commission and as a teacher at Star of the Sea High School, Mombasa, and Dr. Aggrey High School.</p> <p>Mr. Mkonu holds an MBA (Educational Management) from the University of Leicester, England, and a Diploma in Education (Science) from Kenyatta University.</p> <p>He was appointed as a member of the Board on August 18, 2023.</p>
	<p>Ms. Joyce Mwendu Mutegi</p> <p>Joyce Mutegi is an Advocate of the High Court of Kenya.</p> <p>She specializes in Corporate and commercial law practice, public-private partnerships, public law and legal reform and related consulting. She has acted for and advised several clients on various assignments involving financing and construction of public infrastructure, creation of legal frameworks, Corporate legal advisory in mergers and acquisitions, real estate development among others. Her experience spans working with government institutions, private corporations, and non-governmental organizations.</p> <p>She was appointed as a member of the Board on August 18, 2023.</p>
	<p>Ms. Rebecca Nabwire Osogo</p> <p>Ms. Rebecca Nabwire Osogo – Okwara has over a decade of expertise in the Capital Markets and Pension Industry. With a profound grasp of pension funds and investment management strategies she is a driving force for financial excellence.</p> <p>Rebecca is dedicated to achieving financial integrity and responsible financial stewardship. She is currently serving as the Chief Executive Officer of the Kweli Capital Group.</p> <p>She's presently pursuing a master's program in public policy & management (MPPM) from Strathmore Business School and holds a Bachelor of Science in Information Technology from Guru Nanak Dev University – India</p> <p>Her impressive credential includes a certificate in The Trustee Development Program Kenya (TDPK) from Humbler University (CA) in collaboration with the College of Insurance and the Retirement Benefits Authority and is an associate of the Chartered Institute for Securities and Investments (CISI).</p> <p>Rebecca is not only a Technophile but a key partner at innovation. Through her work at Kweli Capital Group and collaboration with the Government of Kenya (PPPs), Rebecca is advancing one of the Big 4 Agendas – Affordable Housing for all Kenyans through the Amaka Umbrella Fund.</p> <p>She was appointed as a member of the Board on August 18, 2023.</p>

	<p>FA John K. Mwangi, EBS - CEO of UFAA & Managing Trustee</p> <p>FA John is the CEO of the Authority & Managing Trustee of the Trust Fund.</p> <p>Prior to his appointment as CEO and Managing Trustee, he was the Manager, Unclaimed Financial Assets Line at UFAA, a position he held for four years.</p> <p>John has served for over 20 years in several financial institutions within investment and a commercial banking. He joined the Authority in April 2015 from Bank of Africa (BOA) where he was a Relationship Manager in institutional banking. Prior to joining BOA, Mr. Mwangi also worked at African Alliance Investment Bank, Old Mutual Asset Managers and ICEA Asset Managers.</p> <p>John is a Certified Investment and Financial Analyst and Member of the Institute of Certified Investment and Financial Analysts (ICIFA). He is also a member of Kenya Institute of Management (KIM). He holds an Executive MBA from Strathmore Business School and underwent a Modular course on Corporate Entrepreneurship and Global Strategy at IESE Business School, University of Navarra in Barcelona. John is a Certified Trustee by College of Insurance and holds an undergraduate degree in Economics and Business Studies from the University of Nairobi.</p> <p>Born in 1977, John was re-appointed as the CEO & Managing Trustee on 1 March 2022.</p> <p>Term ended 28th February 2025</p>
	<p>CPA Laban Molonko-CEO and Managing Trustee</p> <p>CPA Laban is the CEO and Managing Trustee. Before joining UFAA, Molonko served as Chief Finance Officer at Access Bank Kenya, where he led mergers, digital transformation, and growth strategies.</p> <p>Molonko has over 20 years of work experience in finance, corporate governance, and strategy, spanning banking, healthcare, manufacturing, and regulatory sectors. His expertise spans financial management surveillance and risk oversight. He has held senior leadership positions at East African Portland Cement Ltd., The Nairobi Hospital, Central Bank of Kenya, and Access Bank (K) Limited. In his previous tenure, he demonstrated a strong track record in policy formulation, stakeholder management, and institutional transformation.</p> <p>Molonko holds an MBA in Finance from the University of Nairobi, an MA in Counselling Psychology from Daystar University, and a BA in Economics (First Class Honours) from Kenyatta University. He is currently pursuing a PhD in Finance at Daystar University. He is a member of the Institute of Certified Public Accountants of Kenya (ICPAK) and a member of the Kenya Association of Psychologists.</p> <p>He Joined 1st October 2025</p>





CHRP Caroline Chirchir - Ag.CEO & Managing Trustee




Appointed on 15th August 2024.

Caroline also acted as CEO of UFAA following appointment on 1st November 2018 until 28th February 2019. She joined the Authority in October 2016 following a successful career in Human resource management and consultancy at institutions in the manufacturing and financial services sector.

Her term ended 30th September 2025

Management of UFAA

Name	Designation
<p data-bbox="204 421 550 450">FA John Kihara Mwangi, EBS</p> 	<p data-bbox="707 421 1217 450">Chief Executive Officer & Managing Trustee</p> <p data-bbox="707 479 1444 539">John is the CEO of the Authority & Managing Trustee of the Trust Fund.</p> <p data-bbox="707 568 1444 674">Prior to his appointment as CEO and Managing Trustee, John was the Manager, Unclaimed Financial Assets Line at UFAA since April 2015.</p> <p data-bbox="707 703 1444 763">He was re-appointed as the CEO & Managing Trustee with effect from 1st March 2022.</p> <p data-bbox="707 792 1098 822">His term ended 28th February 2025.</p>
<p data-bbox="204 916 454 945">CPA Laban Molonko-</p> 	<p data-bbox="707 916 1031 945">CEO and Managing Trustee</p> <p data-bbox="707 974 1412 1111">CPA Laban is the CEO and Managing Trustee. Before joining UFAA, Molonko served as Chief Finance Officer at Access Bank Kenya, where he led mergers, digital transformation, and growth strategies.</p> <p data-bbox="707 1140 1444 1462">Molonko has over 20 years of work experience in finance, corporate governance, and strategy, spanning banking, healthcare, manufacturing, and regulatory sectors. His expertise spans financial management surveillance and risk oversight. He has held senior leadership positions at East African Portland Cement Ltd., The Nairobi Hospital, Central Bank of Kenya, and Access Bank (K) Limited. In his previous tenure, he demonstrated a strong track record in policy formulation, stakeholder management, and institutional transformation.</p> <p data-bbox="707 1491 1412 1742">Molonko holds an MBA in Finance from the University of Nairobi, an MA in Counselling Psychology from Daystar University, and a BA in Economics (First Class Honours) from Kenyatta University. He is currently pursuing a PhD in Finance at Daystar University. He is a member of the Institute of Certified Public Accountants of Kenya (ICPAK) and a member of the Kenya Association of Psychologists.</p> <p data-bbox="707 1771 1007 1800">He Joined 1st October 2025</p>

<p>Mrs. Caroline Chepkurui Chirchir</p> 	<p>Ag Chief Executive Officer & Managing Trustee</p> <p>Caroline is responsible for the facilitation, co-ordination and implementation of human resource and administration policies, strategies and systems and provision of a conducive working environment for the Authority.</p> <p>Caroline also acted as CEO of UFAA following appointment on 1st November 2018 until 28th February 2019. She joined the Authority in October 2016 following a successful career in Human resource management and consultancy at institutions in the manufacturing and financial services sector.</p> <p>Her term ended 30th September 2025</p>
<p>Mr David Mwangi Kamau</p> 	<p>Corporation Secretary & Manager Legal Services</p> <p>David is responsible for the Legal, Governance and Corporation Secretary functions of the Authority.</p> <p>As a legal and corporate governance professional with over 20 years' experience, he has held senior management roles in the private and public sectors in Kenya. He joined UFAA on 1st November 2021.</p> <p>David is a Member of the Law Society of Kenya, the Institute of Certified Public Secretaries of Kenya and the Chartered Institute of Arbitrators (London & Kenya).</p>
<p>Mr Eric Mwaniki</p> 	<p>Ag Manager ICT</p> <p>Eric is responsible for management of the Unclaimed Assets database and planning, developing, coordinating and ensuring delivery of the Authority's ICT needs.</p> <p>Eric joined the Authority in September 2015 after an extensive career in the private sector, where he specialized in IT infrastructure, project management, cybersecurity, and team leadership. His work in the Education, Manufacturing, and Telecommunications sectors focused on aligning technology strategies with business objectives</p>

<p>CPA Pius Kibet Kimutai</p> 	<p>Manager Audit, Risk & Assurance</p> <p>Pius is responsible for ensuring the effective operation of the internal audit function. The role is also responsible for ensuring that UFAA has a Risk Management Strategy in place with appropriate systems to identify and mitigate identified risks.</p> <p>Pius joined the Authority in August 2015, following long service in academia in various schools and in different capacities in Accounting and Audit at Postbank.</p>
<p>Jack Owino Gumboh, PhD</p> 	<p>Manager Procurement</p> <p>Jack is responsible for procurement and supply function and overseeing aspects of purchasing, negotiations and management of the procurement of goods, works and services in line with the law.</p> <p>Jack joined the Authority in January 2018 having served in various capacities in Supply Chain management in many public and private sector institutions.</p>
<p>CPA Beatrice Chelangat</p> 	<p>Acting Manager Unclaimed Financial Assets Line</p> <p>Beatrice is responsible for overall management of the Unclaimed Financial Assets Trust Fund, including overseeing compliance by holders, investment of received funds and re-unification to the rightful owners.</p> <p>Beatrice joined the Authority as a Senior Auditor (Claims) in September 2015 after long service in financial management at various institutions including EACC. She was appointed as Ag Manager UFAL in March 2019.</p> <p>Her term ended 28th February 2025.</p>
<p>CPA Gideon Nzioki</p> 	<p>Acting Manager Unclaimed Financial Assets Line</p> <p>CPA Gideon M. Nzioki is the Ag. Manager Unclaimed Financial Assets Line department. He is responsible for overall management of the Unclaimed Financial Assets Trust Fund, including overseeing compliance by holders, investment of received funds and re-unification to the rightful owners</p> <p>He has over 18 years of experience in the Public Sector where he has held several responsibilities in Internal Audit, Risk management, Compliance audits and project Audits.</p> <p>Gideon previously served as a Senior Auditor – Holders, heading the compliance section at UFAA. He also served as the Head of</p>

	<p>Internal Audit at Media Council of Kenya, Project Auditor at Tana Waters Services Board, Assistant Internal Auditor at the National Treasury.</p> <p>Appointed 1st March 2025.</p>
<p>CPA Leonard Langat</p> 	<p>Ag Manager Finance & Accounting</p> <p>Leonard is responsible for managing the Authority's financial operations and ensuring that there is efficient utilization of financial resources within established policies of the Authority. He is also responsible for financial accounting and reporting, cash and bank operations and tax management.</p> <p>CPA Langat joined the Authority in February 2017 after long service in Financial reporting, Grant Management , Risk & Audit management, Investment management, Treasury management and Budget management in Public and Private sector.</p> <p>Appointed 1st April 2024</p>

Chairman's Statement

On behalf of the Board of Directors, Management, and Staff of the Unclaimed Financial Assets Authority (UFAA), I am happy to present the Authority's Annual Report for the fiscal year 2024/2025.

During the year, we hosted the Cabinet Secretary for National Treasury, John Mbadi, on a familiarisation tour at the Authority's premises. This occasion served to appraise the CS on key achievements touching on the Authority's mandate and milestones.

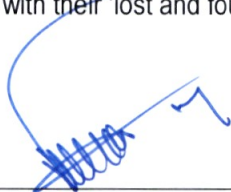
In the year, FA. John Mwangi, the immediate former CEO & Managing Trustee, retired, having served two terms. FA Mwangi's leadership, in tandem with the Board of Directors' vision, at the Authority was instrumental in the sustained successes recorded in holders' compliance, investment income and reunification of unclaimed financial assets. Following FA Mwangi's exit, the Board began the recruitment of a new CEO and Managing Trustee to take up the mantle of leadership at the Authority. In the meantime, we appointed CHRP Caroline Chirchir to step into the role. We acknowledge Mrs. Chirchir's steadfastness in offering leadership continuity during this transition period.

During the year, the Authority's human resource instruments were approved by the Public Service Commission, setting in motion the process of recruiting more staff to add to the capacity, skills and competencies of delivering the mission and vision.

Besides, holders' remittances of unclaimed financial assets, safeguarding and the reunification mandates registered an upward trajectory. Sustained collaboration with stakeholders has also been maintained within the strategic plan 2023-2028 focus areas during the year. While great successes have been registered in delivering the Authority's mandate, we project to continue deepening the implementation of the mandate well into the foreseeable future.

As I conclude, I extend my gratitude for the support received from the National Treasury and all stakeholders with whom we have worked together to sustain a vibrant unclaimed financial assets industry. I would like to thank the members of the Board for their dedication and focus, which have contributed significantly to achieving several milestones over the years. Finally, I thank the entire Authority's management team and staff for their efforts and dedication.

We remain committed to ensuring the safe custody of unclaimed financial assets and reunifying rightful owners with their 'lost and found' financial assets.



Hon. Dr. CPA. Francis Kigo Njenga
Chairman of The Board of Directors
Unclaimed Financial Assets Authority

Date: 3/19/25

Report of the Chief Executive Officer/Managing Trustee

I am glad to report on the outcomes of the first year of implementation of the Strategic Plan 2023-2028 result areas: Unclaimed Financial Assets Receipt; Trust Fund and other Financial Resources Management; Unclaimed Financial Assets Re-unification; and Institutional Development.

The year began with an outreach program with the Authority conducting five reunification clinics across the country. The program, dubbed 'reunification clinic,' was hosted in Kisumu, Mombasa, Meru, Kisii and Nairobi Counties. National Government Administration Officers were sensitized in the counties to build their capacity to facilitate reunification for members of the public. Public awareness campaigns through traditional and social media platforms were also conducted. The Authority also provided a dedicated customer service desk and enhanced the automation of the reunification processing using Unclaimed Financial Assets Management system (UFAMS). Consequently, 6,056 rightful owners were reunited with their unclaimed financial assets.

On the compliance front, we collected Kshs 4.7 billion in cash, representing 112.5% achievement of target. This success was attributable to holders' sensitization and enforcement initiatives. Sector-specific forums were held in Nairobi, Bomet, Kisii, Narok, Machakos, Embu, Kakamega and Meru counties.

In the period under review, the Authority was able to strengthen compliance partnerships, monitoring and reporting besides engaging with regulatory bodies namely ICPAK, CBK, CMA and PSASB. The collaboration focused on several key areas: UFA disclosure and surrender framework for private sector entities, strengthening the holder compliance enforcement mechanism, promoting mediation/arbitration as a tool of conflict resolution with holders, and spearheading sector-focused holders' education and awareness campaigns. Seventeen compliance audits were conducted across institutions in the water sector, Sacco societies, pension and insurance companies.

In the period under review, UFAA invested available funds in line with the approved investment policy statement (IPS) as aligned to the UFA Act; 2011, ensured safe custody of all reported UFAs; ensured optimal management of financial resources, and ensured timeliness, prudence, and transparency in reporting. A total of Kshs. 6.46 billion was realised in investment income, bolstered by high-yielding rates from the Treasury bills and Treasury bonds portfolio.

The Authority maintained a call management system to ensure efficiency in managing customer inquiries. Other customer touchpoints, namely USSD *361#, E-Citizen portal, Huduma Centre service desks, and a queuing system and service desks deployed at office premises were maintained. WhatsApp API was launched to facilitate search, claim and status check on claims lodged.

The Authority continued to invest in a Corporate Social Responsibility (CSR) program on empowerment for social economic development and resilient livelihoods dubbed 'Wezesha mjane'. The program is dedicated to benefit widows and orphans. During the year, Kahangi Widowhood Initiative CBO project at Nyandarua County was funded. The program also provides scholarships for needy and bright students alongside the widows' livelihood project. Nine students in various secondary schools were on-boarded under this program. Additionally, the Authority, in collaboration with the Kenya Forest Service undertook a three-year tree growing partnership project to rehabilitate sections of the degraded Ngong forest.

In the foreseeable future, the Authority will fast-track implementation of initiatives in the Strategic Plan 2023-2028 including its mid-term review to better achieve targets for shared prosperity and socio-economic development of the country.



CPA Laban Molonko
CEO and Managing Trustee

Date: 3/19/25 2025.

Statement of UFAA Performance for FY 2024/2025

UFAA Corporate Strategic Plan 2023-2028

Anchored on the philosophy of what gets measured, gets done the Authority is implementing its strategic plan 2023-2028. The strategic plan remains a dynamic tool for progress in the Authority's delivery of its vision and mission, while delivering results to its stakeholders and transforming the lives of the citizens.

It is acknowledged that this is the 3rd generational strategic plan since the Authority began operations in 2014. The plan was prepared when Kenya's development process was geared in the 4th Medium Term Plan (MTP IV, 2023-2028) of Vision 2030 while anchoring the Bottom-Up Economic Transformation Agenda.

The Plan envisions the Authority as "A trusted institution in the management of Unclaimed Assets" – be achieved by 'Receiving, Safeguarding and Reuniting Unclaimed Financial Assets for Social-Economic Prosperity.' Towards this end, the Authority sustained fidelity to its core values of customer focus, transparency and accountability, professionalism, innovativeness, and partnership and collaboration.

In the period under review, the plan implementation continued to realize progressive outcomes across its varied key result areas:

- a. Unclaimed Financial Assets Receipt
- b. Trust Fund and other Financial Resources Management
- c. Unclaimed Financial Assets Re-unification, and
- d. Institutional Development

This is in line with its outlined strategic objectives:

- a) To enhance holders' compliance in declaration and surrender of unclaimed financial assets.
- b) To strengthen accountability and sustainability in safeguarding unclaimed financial assets and other financial resources.
- c) To increase the reunification rate of unclaimed financial assets with the rightful owners; and
- d) o strengthen Unclaimed Financial Assets Authority institutional capacity

Unclaimed Assets Trust Fund
Annual Report & Financial Statements
Key Corporate Information
For the year ended 30th June 2025

Strategic Pillar	Strategic Objective	Key Performance Indicators	Activities	Achievements
Pillar 1: Receive	Objective 1: Enhance holders' compliance in declaration and surrender of unclaimed financial assets	Holders' declaration and surrender of Unclaimed Financial Assets	Collect Ksh 4.0 billion unclaimed financial assets from holders.	Kshs 4.7 billion in cash, representing 112.5% achievement of the target, was collected. Enhancement of cash collections of UFAs from holders was attributable to Voluntary UFA Disclosure Programme (VUDP) executed, and holders' enforcement action was undertaken in addition to partnerships with other Government agencies rolled out. In the period under review, the Authority was able to strengthen compliance partnerships, monitoring and reporting besides engaging with regulatory bodies, such as ICPAK, CBK, CMA and PSASB on disclosure and reporting framework/roadmap for private sector entities' financial statements; strengthened holder compliance assessments and enforcement; promoted mediation/arbitration as a tool of conflict resolution with holders and spearheaded sectors-focused holders' education and awareness campaigns.
Pillar 2: Safeguard	Objective 2: Strengthen accountability and sustainability in safeguarding unclaimed financial assets and other financial resources	Investment rate of return Budget funding and absorption	Attain investment income of Ksh 5.0 billion 100 % Budget funding and absorption	Kshs. 6.46 billion realized, representing 129.2% achievement on investing activities, as bolstered by enabling Investment Policy Statement and high-yielding rates from Treasury bills and Treasury bonds that the fund invested into, in the period under review. 100% Budget funding, with 74 % budget utilization for FY 2024/2025. Principally, the funds underutilization was attributable to delay in approval of HR instruments and attendant staff recruitment as well as delayed enforcement action against non-compliant holders, in the period.

Unclaimed Assets Trust Fund
 Annual Report & Financial Statements
 Key Corporate Information
 For the year ended 30th June 2025

				Additionally, in the period under review, UFAA invested available funds in line with the approved investment policy statement (IPS) as aligned to the UFA Act; ensured safe custody of all reported UFAs; ensured optimal management of financial resources; and ensured timeliness, prudence, and transparency in reporting.
Pillar 3: Reunite	Objective 3: Increase the reunification rate of Unclaimed Financial Assets with the rightful owners	Increase the reunification rate	Realize the reunification rate of 8% Reunite 10,000 claimants.	A reunification rate of 8.42% posted, representing 105.25% achievement on reunification of unclaimed financial assets with the rightful owners. Reunification efforts is progressively being scaled up. 5014 claimants reunified representing 50.14% achievement of target. In review period, UFAA was able to conduct five reunification clinics across the country and sustained implementation of different modes of payments; provided a dedicated customer service desk; and utilized the UFAM system in the reunification processing.

Statement of Corporate Governance

Unclaimed Financial Assets Authority is the Trustee of the Trust Fund in accordance to the UFA Act.

The Authority recognizes that high standards of Corporate Governance throughout the Authority are essential for the delivery of the Authority's strategic objectives. To this end, the Board of the Authority is committed to conducting the Authority's business in accordance with high standards of corporate governance with a view to creating and delivering value to its stakeholders. The Authority has adopted a system of internal controls, a risk management framework and corporate governance policies and practices, which are designed to support and promote the responsible management and conduct of the Authority. As a public sector organization dedicated to promoting good governance, the Authority's decisions are guided by the core tenets prescribed in the Public Officers Ethics Act, Internal Codes of Conduct and Corporate Governance guidelines, as well as the Board Charter and its committees.

One of the Authority's core values is "Integrity – We will safeguard all unclaimed financial assets entrusted to us with honesty and transparency". Consistent with this, the Authority reiterates its' commitment to good corporate governance as an essential foundation of the Authority's performance and sustainability.

The Board Charter

The Board Charter is a commitment by the members of the Board to discharge the mandate of the Authority. It seeks to ensure the effectiveness of each Director's contribution in the governance of the Authority by facilitating full and free exercise of independent judgment and professional competencies. It outlines the rules that guide the Board and does not in any way replace or supersede any laws and regulations that govern the Authority.

As per the Unclaimed Financial Assets Act, 2011, the Board consists of six (6) non-executive members and the Chief Executive Officer & Managing Trustee. As at 30th June 2025, the following were serving as members of the Board of Directors:

Name	Position	Remarks
Hon Dr CPA Francis Kigo Njenga	Chairman	Appointed on 6/2/2023
FA John Mwangi, EBS	CEO & Managing Trustee	Chief Executive Officer
Samuel Mkonu	Member	Appointed on 18/8/2023
Rebecca Osoro	Member	Appointed on 18/8/2023
Joyce Mutegi	Member	Appointed on 18/8/2023
Benhard Ronoh	Member	Appointed on 18/8/2023
Jonah Orumoi	Alt. Member/PS, The National Treasury	Appointed on 11/1/2024

Board Responsibilities

The independence of the Board of Directors from the Authority's management is ensured by the separation of functions of the Chairman and Chief Executive Officer & Managing Trustee and a clear definition of their responsibilities. This helps in achieving an appropriate balance of power, increased accountability, improved capacity for decision-making and independence of management. The Board is assigned a clear mandate and retains ultimate responsibility for the Authority's performance.

The Board takes the primary responsibility of determining the Authority's vision, mission and values, deciding the Authority's strategic objectives and key elements of governance processes underpinning operations of the Authority. It retains full and effective control over the Authority by monitoring Management in its implementation of plans and strategies, review of management accounts, and major capital investments and expenditure. The Board strives to act beyond the minimum requirements and benchmarks the Authority's performance against international best practice.

Full Board meetings attendance

No.	Directors Name	Total Meetings	Attended	Absent	Remarks
	Hon. Dr. CPA. Francis Kigo Njenga	5	5	0	Appointed on 6/2/2023
	Samuel Mkonu	5	5	0	Appointed on 18/8/2023
	Rebecca Osoro	5	5	0	Appointed on 18/8/2023
	Joyce Mutegi	5	3	2	Appointed on 18/8/2023
	Benhard Ronoh	5	5	0	Appointed on 18/8/2023
	Joseph Kimemia	5	4	1	Term ended on 11/1/2024
	Jonah Orumoi	5	5	0	Appointed on 11/1/2024

Special Board meetings attendance

No.	Directors Name	Total Meetings	Attended	Absent	Remarks
	Hon. Dr. Francis Kigo Njenga	4	4	4	Appointed on 6/2/2023
	Samuel Mkonu	4	4	4	Appointed on 18/8/2023

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	Rebecca Osoro	4	4	4	Appointed on 18/8/2023
	Joyce Mutegi	4	4	4	Appointed on 18/8/2023
	Benhard Ronoh	4	4	4	Appointed on 18/8/2023
	Joseph Kimemia	4	4	4	Term ended on 11/1/2024
	Jonah Orumoi	4	2	4	Appointed on 11/1/2024

Board Committees

The Board Committees facilitate decision-making to assist the Board in execution of its duties, powers and authority. However, delegation of authority to the committees does not in any way mitigate or dissipate the discharge by the Board of its duties and responsibilities. Board committees have been established with formal written terms of reference and observe the same rules of conduct and procedures as the Board. The following three (3) committees have been set up:

Finance and Human Resource Committee

This committee assesses and advises on the integrity of the Authority's financial statements, financial plans and budgets. It reviews periodic financial performance, management accounts and the Authority's general financial health. It also advises the Board on the organizational structure, core functions and staff establishment. It provides guidance on Human Resource policies and makes recommendations that promote operational efficiency and capacity enhancement.

The Committee was reconstituted during the year. Members as at 30th June 2025:

Name	Position	Remarks
Samuel Mkonu	Chairperson	Appointed on 18/8/2023
Rebecca Osoro	Member	Appointed on 18/8/2023
Jonah Orumoi	Member	Appointed on 18/8/2023

Finance and Human Resource Committee Meetings attendance

No.	Directors Name	Total Meetings	Attended	Absent
	Samuel Mkonu	8	8	0
	Rebecca Osoro	8	8	0
	Jonah Orumoi	8	8	0

Audit and Risk Committee

This committee reviews the scope and effectiveness of internal controls and risk management systems which guide and monitor financial and non-financial risks. It monitors the Authority's compliance with the code of conduct and ethics. The Committee was reconstituted during the year. Members as at 30th June 2025:

Name	Position	Remarks
Joyce Mutegi	Chair	Appointed on 18/8/2023
Benhard Ronoh	member	Appointed on 18/8/2023
Jonah Orumoi	member	11/2/2024
Samuel Mkonu	member	Appointed on 18/8/2023

Audit and Risk Committee Meeting attendance.

Name	Meetings	Attended	Absent
Samuel Mkonu	5	4	1
Joyce Mutegi	5	5	0
Benhard Ronoh	5	1	4
Livingstone Mburu	5	1	4
Jonah Orumoi	5	5	0

Note: There was no member who missed any sitting but there was change in Committee membership

Technical and Investment Committee

The primary responsibility of the Technical and Investment Committee is to advise the Board on pertinent issues regarding the realization of the Authority's core mandate. The Committee advises the Board on the level of compliance with the provisions of the Unclaimed Financial Assets Act, 2011 and advise the Board on proper management of records relating to unclaimed financial assets, including the establishment and maintenance of a reliable unclaimed financial assets database.

The Committee was reconstituted during the year. Members as at 30th June 2025:

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Name	Position	Remarks
CPA Ronoh B. Benhard	Chair	18/8/2023
Joyce Mutegi	Mem	18/8/2023
Jonah Orumoi	Member	11/2/2024

Technical and Investment Committee Meeting attendance

No.	Directors Name	Total Meetings	Attended	Absent	Remarks
	CPA Ronoh B. Benhard	5	5	0	
	Joyce Mutegi	5	5	0	
	Jonah Orumoi	5	3	2	

Note: There was no member who missed any sitting but there were changes in Committee membership

Strategy and Efficiency Enhancement Committee

The primary responsibility of the Strategy and Efficiency Committee is to advise the Board on pertinent issues regarding the realization of the Authority's core mandate. The Committee advises the Board on the level of compliance with the provisions of the Unclaimed Financial Assets Act, 2011 and also advise the Board on proper management of records relating to unclaimed financial assets, including the establishment and maintenance of a reliable unclaimed financial assets database.

The Committee was reconstituted during the year. Members as at 30th June 2025:

Name	Position	Remarks
Rebecca N. Osogo	Chair	18/8/2023
CPA Ronoh B. Benhard	member	18/8/2023
Jonah Orundi	member	11/2/2024
Samuel Mkonu	member	18/8/2023

Strategy and Efficiency Enhancement Committee

No.	Directors Name	Total Meetings	Attended	Absent	Remarks
1.	Rebecca N. Osogo	5	5	0	
2	CPA Ronoh B. Benhard	5	4	1	
3	Jonah Orundi	5	3	2	
4	Samuel Mkonu	5	3	2	

Note: There was no member who missed any sitting but there were changes in Committee membership

Management Discussion and Analysis

Operational and financial performance

The Trust Fund is managed and operated by the Authority, in line with the Unclaimed Financial Assets Act. For this reason, its costs and expenses are absorbed by the Authority's budget.

With a total investment portfolio in Treasury Bills and Bonds of Kshs 49.8 billion as at 30th June 2025, Kshs 6.5 billion were generated compared to Kshs 4.7 billion for FY 23/24 from an investment portfolio of Kshs 32.2 billion.

Regarding receipts of unclaimed assets, Kshs 4.7 billion were received as additional cash to the unclaimed assets compared to Kshs 3.8 billion in FY 2023/24. In overall, however, the total Fund value stands at 36 billion in cash assets and 1.941 billion units of shares estimated at Ksh 57 billion at conversion price, being the prevailing NSE prices as at 30th June. and Kshs 17 billion retained reserves from income generated from investments.

Other assets that have been included as disclosure notes to the Financial Statements include assets identified by audits of holders and assets reported by holders and held on order of UFAA including unit trusts and safe deposit boxes.

Regarding claims, a total of 5,014 claimants with claims worth Kshs 427 million in cash were reunified during the financial year. In addition, 7.35 million units of shares with a value amounting to approximately Kshs 178.7 million were reunited with their owners.

Key projects and investment decisions the Authority is planning/implementing.

The year began with an outreach program with the Authority conducting five reunification clinics across the country. The program, dubbed 'reunification clinic,' was hosted in Kisumu, Mombasa, Meru, Kisii and Nairobi Counties. National Government Administration Officers were sensitized in the counties to build their capacity to facilitate reunification for members of the public. Public awareness campaign through traditional and social media were also conducted. The Authority also provided a dedicated customer service desk and enhanced the automation of the reunification processing using Unclaimed Financial Assets Management system (UFAMS). Consequently, 6,056 rightful owners were reunited with their unclaimed financial assets.

The Authority implemented Investment module in Unclaimed Financial System and the same integrated with Trust fund reporting module. This has hastened approvals and tracking of maturities of securities of T-Bills and Bonds. In addition, Staff house mortgage and car loan scheme module too was implemented, and functionalities being tested for roll-out in Q1 FY 2025-2026

On compliance, we undertook three compliance audits in water and Sacco sectors using internal resources spearheaded by compliance department and we hope to enhance this by capacitating the department to cover many sectors. Additionally, fifteen outsourced audits we launched and the report were on various stages of completion at the year end.

Major Risks facing the Organization.

Staff capacity continues to be an issue that portends significant risk to the entity. This is since it impacts not only efficiency in operations but also segregation of duties. To address the challenge, outsourcing of services and automation are used as key strategic components of the organization. These however present additional risks in information security and the need for resources to manage the outsourced service providers.

Compliance with statutory requirements

The Authority carries out its operations in adherence to the Public Finance Management Act and Regulations, Public Procurement and Assets Disposal Act and regulations in financial management and labour and employment laws. In addition, adherence to the Unclaimed Financial Assets Act is given key priority in all operations, including other relevant circulars and guidelines from government.

Material arrears in statutory/financial obligations

There were no material arrears in financial obligations. Given the Authority operates on an accrual basis, all the accrued amounts was provided for in the budget. Therefore, the obligations will be settled as and when activities relating to them are finalized.

Financial Probity/Governance Issues

No financial probity issues were noted during the year under review.

Corporate Social Responsibility/Sustainability Reporting

Sustainability Strategy and Profile

The Authority continued to invest in a Corporate Social Responsibility (CSR) program on empowerment for social economic development and resilient livelihoods dubbed 'Wezesha mjane'. The program is dedicated to benefit widows and orphans. The program also provides scholarships for needy and bright students alongside the livelihood project. Nine students in various secondary schools are onboarded under this program.

The program is in its third year of implementation, benefiting the following widow's groups:

- a. ALGAA Widows' Organic Farm Project in Soin/Sigowet Sub-County, Kericho County
- b. Kahangi Widowhood Initiative – CBO's Dairy cow project in Magumu & Karati Ward, Kinangop Sub-County, Nyandarua County

Additionally, the Authority in collaboration with the Kenya Forest Service undertook a three-year tree growing project to rehabilitate a 2-ha section of the degraded Ngong road forest. This will be added to the initial 2-ha that were put under tree cover in 2020 by UFAA at an adjacent section. The UFAA and KFS partnership is geared towards supporting national efforts to achieve and maintain at least 30% of national tree cover.

To deepen reunification, the Authority adopted reunification clinic strategy modeled long 'UFAA on the wheel' at every County thereby providing an avenue for owners/ beneficiaries to search and file claims on unclaimed financial assets at the most cost-effective and accessible touchpoint for the citizens. To actualize the reunification clinics, stakeholders were identified and mobilized through public awareness campaigns, meetings, and forums. In the year under review, we conducted reunification clinics in Kisumu, Mombasa, Meru, Kisii and Nairobi Counties. National Government Administration Officers were sensitized in each visited county to build their capacity to facilitate reunification for members of the public

Environmental Performance

UFAA has a workplace occupational Health and Safety Policy (OSH). This is the policy that guides most aspects relating to the workplace environment. In the just concluded Financial year UFAA made the following milestones some of which were as recommended in the OSHA Audit that were previously raised by the Directorate of Occupational Health and Safety in the workplace notably; improving Office ventilation; training some of the staff First AID and installation of additional First AID in all strategic points in the authority in the just concluded; training staff on fire-fighting; fitting the building premises with fire-fighting equipment including identifying a fire assembly point; enhancing office ergonomics including provision of suitable furniture to cater for staff in its bid to improve the work environment.

Going forward, the Authority aspires to mobilize resources to kickstart the process of acquiring own premises that will have provisions for all the requirements of an environmentally friendly working environment in the long term.

Employee Welfare

Employee welfare is an area of significant interest in the Authority' operations. To this end, various policies and schemes that are geared towards welfare, gender and disability mainstreaming have been

put in place. These include car and housing benefit, medical and group life insurance, and pension scheme among others. In addition, the Authority has developed career guidelines as well as initiating a reward and sanctions policy to give staff career direction and to reward good performance.

Staff are continuously trained to update their skills. Staff policies and schemes are continually reviewed to ensure they address emerging needs of staff. Also, the Authority has continuously adhered to Government guidelines aimed at mitigating the risks associated with workplace illness contracted by staff. These measures include medical cover for mental health treatment, counselling services, annual medical check-ups and approved vaccinations for the staff and family members, and fumigation of office premises.

Marketplace practices-

a) Responsible competition practice

The Authority promotes use of open tender as the preferred method of procurement to enhance competition and openness in matters procurement. Also, in line with government guidelines, the Authority ensures that the youth, women, and persons with disability are allocated 30% of all the Authority's procurement opportunities, including ensuring that 40% of all procurement opportunities are allocated to company's owned by Kenyans, through the "Buy Kenya Build Kenya" initiative.

In its procurement processes, the Authority adheres to the Public Procurement and Assets Disposal laws. This is meant to, not only ensure fairness, but also promote openness in management of procurement processes.

b) Responsible Supply chain and supplier relations

The Authority annually appraises vendors, and any contract extensions are based on performance. Suppliers are also periodically sensitized on new laws and regulations as well as best procurement practices on an annual basis. Finally, payments to suppliers are made within payment timelines specified in contracts or purchase and service orders.

c) Responsible marketing and advertisement

Customer Relationship Management

The Authority has maintained a call management system to ensure efficiency in managing customer inquiries. Other customer touchpoints namely USSD *361#, website, Huduma Centre service desks, and a queuing system deployed at office premises service desks were maintained. The development of WhatsApp API was initiated to increase the customer service profile. Customer feedback has been collected and analyzed to inform business process improvements for customer service excellence.

To manage public complaints and requests for information, the Authority submitted quarterly reports to the Commission on the Administrative of Justice (Office of the Ombudsman) in compliance with the statutes and good governance.

Corruption Prevention

To address corruption, a corruption Prevention Committee (CPC) has been put in place and two (2) integrity Officers trained by the Ethics and Anti-Corruption commission (EACC).

Media Engagement

The Authority rolled has conducted several media campaigns. A holders' campaign was carried out during the year to sensitize holders on the compliance requirements. Several campaigns were also carried out during the year to drive reunification objectives, especially alongside reunification clinics. Both legacy and social media were harnessed during the campaigns.

The Authority engaged the media to provide thought leadership and update members of the press on matters of unclaimed financial assets regime. The Authority also engaged in media appearances on National TV, radio and Newspapers to sensitize the public about their unclaimed financial assets. Reunification clinics were also held in counties, and a diaspora conference was held to sensitize Kenyans living abroad as part of reunification initiatives.

d) Product stewardship

The Authority participated in the publication of the Kenya@60 handbook profiling her compliance and reunification mandates. Highlights of the milestones realized during the strategic plan 2018-2023 implementation cycle were also published in the local dailies. Similarly, highlights of the projected achievements proposed in the strategic plan 2023-2028 were published in the dailies and social media pages as part of brand visibility initiatives during the year.

Report of the Directors

The Directors submit their report together with the audited financial statements for the year ended which show the state of the Authority's affairs.

Principal activities

The principal activities of the entity are to receive, safeguard and re-unite unclaimed assets with the rightful owners or beneficiaries. In addition, the authority has a role to advise the Cabinet Secretary National Treasury on the national policy to be followed with regard to unclaimed assets and to implement all government policies relating to it.

Results

The results of the entity for the year ended 30 June 2025 are set out on page 1 to 5.

Directors

The members of the Board of Directors who served the corporate Trustee during the year are shown on page v to viii.

Dividends/Surplus remission

In line with the Unclaimed Financial Assets Act, revenue realized has been held in the Unclaimed Financial Assets Trust Fund. Payments out of the Fund can be made on account of:

payment due and payable to owners out of the Fund under the Act;

such amounts as may be approved by the Cabinet Secretary to defray costs associated with the administration of the Authority and performance of its functions under this Act.

Auditors

The Auditor General is responsible for the statutory audit of Unclaimed Financial Assets Authority for the year ended 30 June 2025.

By Order of the Board

David Kamau



Corporation Secretary/Head of Legal Services

Nairobi

Date: 3/12/2025.

Statement of Directors' Responsibilities

Section 84 of the PFM Act as read in line with Section 46 of the Unclaimed Financial Assets Act require the Authority to prepare financial statements in respect of the Unclaimed Financial Assets Trust Fund (the "Fund"), which give a true and fair view of the situation of the Fund at the end of the financial year and of the Fund's surplus or deficit. The Trustees are also required to ensure that the Fund maintains proper accounting records that disclose, with reasonable accuracy, the financial position of the Fund. The Trustees are also responsible for safeguarding the assets of the Fund.

The Trustee accepts responsibility for the presentation and preparation of financial statements of the Fund in accordance with International Public Sector Accounting Standards and in the manner required by the Section 84 of the Public Finance Management Act, Revised 2015 and Section 14 of the State Corporations Act. The Trustee also accepts responsibility for such internal control as the Trustee determines are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The Trustee is also responsible in preparing the financial statements, for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Trustee either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so. The audit of the financial statements does not relieve the Trustee of this responsibility.

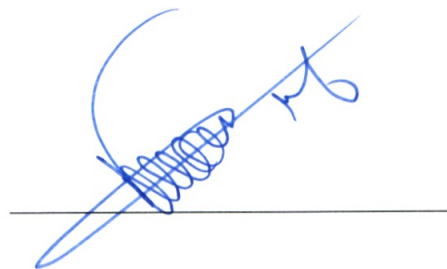
The Trustee is of the opinion that the financial statements give a true and fair view of the financial position of the Fund at 30 June 2023, the Fund's financial performance and cash flows for the year then ended in accordance with International Public Sector Accounting Standards and the requirements of Section 84 of the Public Finance Management Act, Revised 2015 and Section 14 of the State Corporations Act.

Nothing has come to the attention of the Trustee to indicate that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

Approved by the Board of the Trustee on 31/12 2025 and signed on its behalf by:



CPA Laban Molonko
CEO & Managing Trustee



Hon. Dr. CPA, Francis Kigo Njenga
Chairman of the Board

REPUBLIC OF KENYA

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REPORT OF THE AUDITOR-GENERAL ON UNCLAIMED ASSETS TRUST FUND FOR THE YEAR ENDED 30 JUNE, 2025

PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,
- C. Report on 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 the Financial Statements should be read together with the Report on Lawfulness and Effectiveness in Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management, and Governance.

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

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of Unclaimed Assets Trust Fund set out on pages 1 to 26, 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

Report of the Auditor-General on Unclaimed Assets Trust Fund for the year ended 30 June, 2025

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 Unclaimed Assets Trust Fund 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 Unclaimed Financial Assets Act, 2011 and the Public Finance Management Act, 2012.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the Unclaimed Assets Trust Fund 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

1. Low Rate of Unclaimed Assets Reunification

As previously reported, the statement of changes in net assets reflects balances of Kshs.29,489,209,000 and Kshs.4,768,564,000 in respect of receipts brought forward and additional receipts of unclaimed assets during the year respectively, totalling Kshs.34,257,773,000 while claims paid amounted to Kshs.427,458,000 representing a reunification rate of 1% of total assets remitted by holders. The Fund started receiving unclaimed assets from holders in 2014. However, reunification of the assets with the beneficiaries started in 2016. Management has attributed the slow pace of reunification to the following factors:

- i. Non-differentiated claim process prescribed in the law which discourages low value claims due to the cost implications;
- ii. Regulatory regime that prescribes forms which favour physical delivery of documents by claimants and manual processing;
- iii. Nature of unclaimed assets where tracing and location of rightful owners takes time;
- iv. Low awareness levels by beneficiaries; and,
- v. Many receipts of very small amounts without any provision or mechanism to donate, among other factors.

The above factors do not adequately support an effective reunification process. Management has however, indicated that it has proposed and adopted several measures to address the low reunification. The Authority is therefore not meeting its mandate of tracing unclaimed assets and reunifying them with the beneficiaries in an efficient and effective manner.

2. Unclaimed Financial Assets under Dispute

Note 7(b)(i) and (ii) to the financial statements reflect balances of Kshs.10,786,303,000 and Kshs.425,676,000 in respect of cash assets and units of shares respectively, which, as disclosed in the Note, represent disputed assets identified by compliance audits that were yet to be remitted to the Authority. Management has, however, indicated that collection efforts are ongoing spearheaded by an enforcement committee.

My opinion is not modified in respect of these matters.

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. I have determined that there are no key audit matters to communicate in my report.

Other Information

Management is responsible for the Other Information set out on page iii to xxxiv, which comprise of Key Information and Management, Trustees of the Fund, Management Team, Chairman's Statement, Report of the Chief Executive Officer/Managing Trustee, Statement of UFAA Performance During the Year, Statement of Corporate Governance, Board's Responsibilities, Management Discussion and Analysis, Corporate Social Responsibility/Sustainability Reporting, Report of the Directors, and Statement of Directors' Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

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

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN 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 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

Idle Funds

The statement of financial position reflects cash and cash equivalents balance of Kshs.1,018,220,000 which, as disclosed in Note 4 to the financial statements, comprise of cash balance held at the Central Bank of Kenya, one local bank and M-Pesa. Further, and as disclosed at Note 7(c), the Fund paid cash claims amounting to only Kshs.427,457,000 during the year. Given the low rate of reunification, it is not clear why the idle funds were not invested in interest bearing instruments. This is contrary to Section 68(1) of Public Finance Management Act, 2012, which requires an accounting officer for a national government entity to be accountable to the National Assembly for ensuring that the resources of the respective entity for which he or she is the accounting officer are used in a way that is effective, efficient, economical and transparent.

In the circumstances, the effective utilization of the cash balances held could not be confirmed.

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

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

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, 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.

Responsibilities of Management and the Board of Directors

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 Fund'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.

The Board of Directors is responsible for overseeing the Fund'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

01 December, 2025

Statement of Financial Performance for the year ended 30th June 2025


			2025	2024
		Notes	Shs '000	Shs '000
Income				
Revenue from exchange transactions				
Investment income	6		6,475,348	4,741,445
Total income			6,475,348	4,741,445
Expenditure				
Expenses*			-	-
Total expenses			-	-
Surplus for the period			6,475,348	4,741,445

*Expenses of the fund have been absorbed by the Authority in line with Section 44 of the Unclaimed Assets Act that gives it the responsibility to manage and operate the Unclaimed Assets Trust Fund. The Authority has separate financial statements in line with the PFM and State Corporations Act.

The notes on pages 6 to 25 are an integral part of these financial statements.

The Financial Statements set out on pages 1 to 5 were signed on behalf of the Board of Directors by:


 C.E.O/Managing Trustee
 CPA Laban Molonko


 Ag. Manager Finance & Accounting
 CPA, Leonard Langat
 ICPAK Member Number: 9383


 Chairman of the UFAA Board.
 Hon Dr CPA Francis Kigo Njenga

Date 3/12/25

Date 3/12/25

Date 3/12/25

Statement of Financial Position as at 30th June 2025

	Notes	2025 Shs '000	2024 Shs '000
ASSETS			
Current assets			
Cash and cash equivalents	4	1,018,220	783,791
Receivables	5	1,343,709	977,017
Investments in Treasury Bills	6 c(i)	27,924,428	17,968,734
Investments in Treasury Bonds	6c(ii)	21,896,442	21,896,442
TOTAL ASSETS		52,182,799	41,625,984
LIABILITIES AND RESERVES			
Payables			
Claims Payable	7d	5,120	2,689
Transfers Payable to UFAA	8	966,756	697,324
Total Payables		971,876	700,013
Unclaimed Financial Assets Trust Fund			
Cash Unclaimed Assets	7a	33,824,701	29,489,209
Revenue reserve		17,386,222	11,436,762
Unclaimed Financial Assets Trust Fund		51,210,923	40,925,971
TOTAL LIABILITIES AND RESERVES		52,182,799	41,625,984

The Financial Statements set out on pages 1 to 5 were signed on behalf of the Board of Directors by:



C.E.O./Managing Trustee
CPA Laban Molonko


Ag. Manager Finance & Accounting
CPA, Leonard Langat
ICPAK Member Number: 9383


Chairman of the UFAA Board. CPA
Hon Dr CPA Francis Kigo Njenga

Date.....

3/19/25

Date.....

3/12/25

Date.....

3/12/25

Unclaimed Assets Trust Fund
Annual Report & Financial Statements
For the year ended 30th June 2025

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

		Unclaimed Assets Trust Fund	Revenue Reserve	Total
		Shs'000	Shs'000	Shs'000
As at 1 July 2023		26,024,974	7,456,715	33,481,689
Payables/Claims from Prior Period		1,073		1,073
Receipts of unclaimed assets		3,896,926	-	3,896,926
Claims Paid		(432,520)		(432,520)
Transfer to UFAA		-	(761,398)	(761,398)
Payables		(2,689)		(2,689)
Other Payables		1,445		1,445
Surplus for the Year		-	4,741,445	4,741,445
Balance at 30 June 2024		29,489,209	11,436,762	40,925,971
As at 1 July 2024		29,489,209	11,436,762	40,925,971
Additions				
Receipts of unclaimed assets		4,764,430		4,764,430
Payables from prior period		4,134		4,134
Surplus for the Year		-	6,475,348	6,475,348
Total Additions		4,768,564	6,475,348	11,243,912
Total		34,257,773	17,912,110	52,169,883
Deductions				
Cash claims Paid	7 c	(427,458)		(427,458)
Claims Payable	7d	(5,120)		(5,120)
Payables to UFAA		(494)	(525,888)	(526,382)
Total deductions		(433,072)	(525,888)	(958,960)
Receivables-Bank Charges	5 (b)			
Balance as at 30 June 2024		33,824,701	17,386,222	51,210,923

The Financial Statements set out on pages 1 to 5 were signed on behalf of the Board of Directors by:


C.E.O/Managing Trustee
CPA Laban Molonko


Ag. Manager Finance & Accounting
CPA, Leonard Langat


Chairman of the UFAA Board
Hon Dr CPA Francis Kigo Njenga

Date: 3/12/25

ICPAK Member Number: 9383
Date: 3/12/25

Date: 3/12/25

Unclaimed Assets Trust Fund
Annual Report & Financial Statements
For the year ended 30th June 2025

Statement of Cash Flows for the year ended 30th June 2025

	Notes	For the year ended 30 June	
		2025	2024
		Shs '000	Shs '000
Cash flows from operating activities			
Surplus for the year	6	6,475,348	4,741,445
Increase in Payables	7d	271,863	(245,355)
Increase in receivables	5a	(366,692)	262,546
Approved transfer to UFAA	8	(525,888)	(761,398)
Net cash from operating activities		5,854,631	3,997,238
Cash flows from investing activities			
Increase in investment in Treasury Bills	7a	(9,955,694)	(7,644,201)
Net cash used in investing activities		(9,955,694)	(7,644,201)
Cash flows from financing activities			
Increase in Unclaimed Assets Fund Balance		4,335,492	3,464,235
Net cash from financing activities		4,335,492	3,464,235
Increase in cash and cash equivalents		234,429	(182,728)
Cash and cash equivalents at start of period	4	783,791	966,519
Cash and cash equivalents at end of period		1,018,220	783,791

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CPA Leonard Langat
ICPAK Member Number: 9383


Chairman of the UFAA Board
Hon Dr CPA Francis Kigo Njenga

Date 31/12/25

Date 31/12/25

Date 31/12/25

Unclaimed Assets Trust Fund
Annual Report & Financial Statements
For the year ended 30th June 2025

Statement of comparison of budget and actual cash amounts (Internal Performance Target)

Item	Approved Budget	Adjustments	Final Budget	Actual	Performance difference	Remarks
	FY2024-25		FY2024-25	FY2024-25	FY2024-25	
	Shs '000	Shs '000	Shs '000	Shs '000	Shs '000	
Investment Income	5,000,000	0	5,000,000	6,475,348	1,475,348	a
Total Income	5,000,000	0	5,000,000	6,475,348	1,475,348	
Expenses						b
Total Expenditure	-	-	-	-	-	
Surplus for the period	5,000,000	0	5,000,000	6,475,348	1,475,348	

Positive performance due to favourable interest rate regime in GoK securities. The projected investment income of Ksh 5 billion was performance target at the beginning of the year

In line with section 44 of the Unclaimed Financial Assets (UFA) Act 2011, the Unclaimed Assets Trust Fund is managed and operated by UFAA as a Trustee. Therefore, expenses to finance operations and activities of the Fund are budgeted for and implemented by the Authority. Any approved transfers by the CS National Treasury, to facilitate implementation of the mandate of the Authority, are borne from the Fund, in line with Section 44 of the UFA Act.

Notes to the Financial Statements

GENERAL INFORMATION

The Unclaimed Assets Trust Fund (UATF/the "Fund") is established by and derives its authority and accountability from the Unclaimed Financial Assets Act. The Fund is managed and administered by Unclaimed Financial Assets Authority, which is wholly owned by the Government of Kenya and is domiciled in Kenya. The Fund's principal activity is to enforce and generally administer the provisions of the Act, in particular to receive all payments required by the Act to be made to the Unclaimed Assets Trust Fund (the "Fund") among others.

STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

The Fund's financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the Fund, and all values are rounded to the nearest thousand (Shs'000). The accounting policies have been consistently applied to all the years presented.

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the indirect method. The financial statements are prepared on accrual basis.

Changes in accounting policy and disclosures

New and amended standards adopted by the Fund

- i. **Relevant new standards and amendments to published standards effective for the year ended 30 June 2025**

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

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

Standard	Impact
<p>IPSAS 43: Leases</p>	<p><i>Applicable 1st January 2025</i></p> <p>The standard sets out the principles for the recognition, measurement, presentation, and disclosure of leases. The objective is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. This information gives a basis for users of financial statements to assess the effect that leases have on the financial position, financial performance and cashflows of an Entity.</p> <p>The new standard requires entities to recognise, measure and present information on right of use assets and lease liabilities.</p> <p>The standard not yet effective for financial statements as at 30th June 2025</p>
<p>IPSAS 44: Non- Current Assets Held for Sale and Discontinued Operations</p>	<p><i>Applicable 1st January 2025</i></p> <p>The Standard requires,</p> <p>Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:</p> <p>Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.</p> <p>The standard not yet effective for financial statements as at 30th June 2025</p>

<p>IPSAS 45: Property Plant and Equipment</p>	<p>Applicable 1st January 2025</p> <p>The standard supersedes IPSAS 17 on Property, Plant and Equipment. IPSAS 45 has additional guidance/ new guidance for heritage assets, infrastructure assets and measurement. Heritage assets were previously excluded from the scope of IPSAS 17 in IPSAS 45, heritage assets that satisfy the definition of PPE shall be recognised as assets if they meet the criteria in the standard. IPSAS 45 has an additional application guidance for infrastructure assets, implementation guidance and illustrative examples. The standard has clarified existing principles e.g. valuation of land over or under the infrastructure assets, under- maintenance of assets and distinguishing significant parts of infrastructure assets.</p> <p>The standard not yet effective for financial statements as at 30th June 2025.</p>
<p>IPSAS 46: Measurement</p>	<p>Applicable 1st January 2025</p> <p>The objective of this standard was to improve measurement guidance across IPSAS by:</p> <ul style="list-style-type: none"> i. Providing further detailed guidance on the implementation of commonly used measurement bases and the circumstances under which they should be used. ii. Clarifying transaction costs guidance to enhance consistency across IPSAS. iii. Amending where appropriate guidance across IPSAS related to measurement at recognition, subsequent measurement and measurement related disclosures. <p>The standard also introduces a public sector specific measurement bases called the current operational value.</p> <p>The standard is not yet effective for financial statements as at 30th June 2025</p>

iii. Early adoption of standards

Trust Fund did adopt any new or amended standards in the financial year

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Revenue recognition

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 Authority and can be measured reliably.

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 in each period.

Transfer from Trust Fund

Transfers from the Trust are recognized once approved by the Cabinet Secretary to defray costs associated with the administration of the Authority and performance of its functions.

Assets Identified from Holders Audits

Upon finalizing compliance audits on identified holders, follow up efforts are put in place to ensure identified assets are submitted to the Fund. In line with IPSAS 19, these assets are not included in the value of the Fund until received or otherwise acknowledged by the Holder.

Revenue from exchange transactions

Other income

Other income relates to penalties recovered from audited holders who had undisclosed unclaimed financial assets. The income is recognized on receipt.

Budget information

The Trust Fund is administered and operated by the Authority.

The Fund therefore has no budget since its expenses are borne by the Authority. The original budget of the Authority for FY 2024-2025 was approved by the National Treasury on 30th June 2024.

Taxes

The Fund in line with the UFA Act is managed by the Authority. Any tax obligations other than those borne at source on investments are therefore borne by the Authority.

Investment property

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the replacement cost of components of an existing investment property at the time that cost is incurred if the recognition criteria are met and excludes the costs of day-to-day maintenance of an investment property.

Investment property acquired through a non-exchange transaction is measured at its fair value at the date of acquisition.

Investment properties are derecognized either when they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit or service potential is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset is recognized in the surplus or deficit in the period of de-recognition.

Transfers are made to or from investment property only when there is a change in use.

Property, Plant and Equipment

The Fund has no Property, Plant or Equipment.

Leases

The Fund has no leases since it is operated and managed by the Authority.

Inventories

The Fund has no inventory that it manages.

Financial instruments

Financial assets

Initial recognition and measurement

Financial assets within the scope of IPSAS 41 Financial Instruments: Recognition and Measurement, are classified as loans and receivables or held-to-maturity investments as appropriate. The Authority determines the classification of the Fund's financial assets at initial recognition.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest method, less impairment.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. Losses arising from impairment are recognized in the surplus or deficit.

Held-to-maturity

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held to maturity when the Authority has the positive intention and ability to hold it to maturity. After initial measurement, held-to-maturity investments are measured at amortized cost using the effective interest method, less impairment. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate. The losses arising from impairment are recognized in surplus or deficit.

Financial liabilities

Initial recognition and measurement

Financial liabilities within the scope of IPSAS 41 are classified as financial liabilities at fair value through surplus or deficit or loans and borrowings, as appropriate. The Authority determines the classification of the Fund's financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings, plus directly attributable transaction costs.

Loans and borrowing

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognized in surplus or deficit when the liabilities are derecognized as well as through the effective interest method amortization process. Amortized cost is calculated by considering any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

Provisions

Contingent liabilities

The Fund 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 Fund 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 Authority 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.

Nature and purpose of reserves

The Fund creates and maintains reserves in terms of specific requirements. The Authority has a reserve, which consists of accumulated surplus/deficit realized during the year and in prior years.

Changes in accounting policies and estimates

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

Employee Benefits

Retirement benefit plans

The Fund is managed and administered by the Authority which provides retirement benefits for the Authority's employees.

Cash and cash equivalents

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

Subsequent events

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

Financial risk management objectives and policies

Risks facing the Fund

The following are the main types of risks that the Fund is exposed to in the course of the Authority managing and administering it:

Financial risks	Non-financial risks
✓ Credit risk	✓ Operational risk
✓ Market risk	✓ Human resource risk
✓ Interest risk	✓ Legal risk
✓ Liquidity risk	✓ Reputation risk
	✓ ICT Risks

The Fund was not exposed to foreign exchange risk at the statement of financial position date as its transactions are in Kenya Shillings.

Credit risk

Credit risk is the risk of financial loss to the Fund if customers or counterparties to financial instruments fail to meet their contractual obligations, and it arises principally from bank balances and other receivable balances.

Management of the credit risk is through the choice of depository banks. The Authority's choice of depository banks for the Fund is confined to banks that have been approved by The National Treasury

as per the set eligibility criteria of financial soundness. Therefore, the Authority does not consider there to be any significant exposure to credit risk to the Fund.

			2024	2023
			Shs '000	Shs '000
Cash and cash equivalents (Note 4)				
Fund account with Central Bank of Kenya/KCB Bank/MPesa			1,018,220	783,791
Receivables (Note 5)				
Accrued interest income (from Treasury Bills & Bonds)			1,343,709	977,017
Investments (Note 6) – T/Bills and T/Bonds			49,820,870	39,865,176
			52,182,799	41,625,984

ii. Market risk

Market risk is the risk of changes in market prices, in particular interest rates, affecting the Fund's income.

Interest rate risk

The Fund's interest rate risk arises from interest bearing treasury bill investments.

As at 30 June 2025 an increase/decrease of 100 basis points would have resulted in a decrease/increase in surplus of KShs. 64,753 (2023/24: KShs47,414).

iii. Liquidity risk

Liquidity risk is the risk of the Fund not being able to meet its obligations as they fall due. The Fund's approach to managing liquidity risk is to ensure that sufficient liquidity is available to pay claims when due, without incurring unacceptable losses or risking damage to the Fund's reputation.

The Fund ensures that it has sufficient cash on demand to meet claims through the maintenance of deposits in investments that can be liquidated readily. At the date of these financial statements, the Unclaimed Financial Assets Regulations which provide for the settlement of claims were gazetted in 2016.

Fair value of financial instruments

The fair value of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced sale or liquidation.

Cash and investment balances approximate their carrying amounts largely due to the short-term maturities of these instruments.

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Foreign currency transactions

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

During the year there were no transactions in foreign currencies other than payment of unclaimed assets denominated in USD dollars and the same was paid using USD account held at Central Bank of Kenya thus no foreign loss or gain.

4	Cash and cash equivalents		
		2025	2024
		Shs '000	Shs '000
	Fund Account with Central Bank -Collections Account	158,183	98,916
	Trust Fund Payment Account-payment account	570	570
	Investment Account	83,787	843
	USD Account-Collections and Payment account	533,572	409,494
	KCB Trust Fund Account	241,953	272,373
	M-PESA	155	1,596
	Total	1,018,220	783,791

Note: USD account -This is account for receiving and payment of unclaimed assets denominated in US dollars. The closing balance was USD 4,128,721.85 and converted at CBK closing exchange rate of Ksh 129.2343 to US Dollars.

5(a)	Receivables	2025	2024
	Accrued interest income (from treasury bills & Bonds)	1,343,709	977,017
	Total	1,343,709	977,017

5(b)	Receivables	2025	2024
	Bank Charges	0	1,445

In line with section 44 of the Unclaimed Financial Assets (UFA) Act 2011, the Unclaimed Assets Trust Fund is managed and operated by UFAA as a Trustee. Therefore, expenses to finance operations and activities of the Fund are budgeted for and implemented by the Authority. The bank charges incurred in all bank accounts should be refunded by UFAA.

6. a Investment Schedule – Treasury Bills Income Schedule – Year 2024

Unclaimed Assets Trust Fund
Annual Report & Financial Statements
For the year ended 30th June 2025

	30th June 2024		
Tenure	Face Value	Amount Paid	Apportioned Income
	Shs'000	Shs'000	Shs'000
Treasury Bills not yet matured			
91 Days	1,470,000	1,438,902	21,624
182 Days	5,503,300	5,275,270	132,869
364 days	23,928,300	22,047,787	1,085,070
Total	30,901,600	28,761,959	1,239,563
Add:			
Total Realized Income from Matured Treasury Bills			2,080,451
Less: Accrued Income (in FY 2021-2022)			(1,025,426)
Total Income from Treasury Bills			2,294,588
Add: KCB Claims Payment Current Account Income			13,692
Total before T/Bonds Income			2,308,280

6 b Investments in Treasury Bonds

Tenure (Years)	Face Value	Amount Paid	Apportioned Income
	Shs'000	Shs'000	Shs'000
3 Years	2,175,700	2,175,700	33,252
7 Years	978,500	978,500	4,683
3 Years	300,000	304,816	4,585
Total Bonds	3,454,200	3,459,016	42,520
Grand Total Income As per Statement of Performance (6b+6c)			2,350,800

6 c (i)

Bills Income Schedule-30th June 2024

30th June 2024				
Tenure	Face Value Shs'000	Amount Paid Shs'000	Maturity Value Shs'000	Income Shs'000
91 Days	6,073,200	5,876,590	6,073,200	114,639
364 Days	13,759,900	12,092,144	13,759,900	349,134
TOTAL	19,833,100	17,968,734	19,833,100	463,773
Realized Income				2,956,797
Less: Accrued Income (FY 2022-2023)				(1,239,563)
				1,717,234
Others				
KCB Call Account				1,014
Total				2,182,021

6 c(ii)

Investments in Treasury Bonds -30th June 2024

Treasury Bonds				
Tenure (Years)	Face Value Shs'000	Amount Paid Shs'000	Maturity Value Shs'000	Income Shs'000
3	2,175,700	2,175,700	2,175,700	263,125
7	978,500	978,500	978,500	154,965
3	300,000	304,816	300,000	36,281
5	480,000	481,501	480,000	65,892
2	470,000	475,974	470,000	58,491
6.5	17,479,950	17,479,950	17,479,950	1,980,671

Unclaimed Assets Trust Fund
Annual Report & Financial Statements
For the year ended 30th June 2025

Total	21,884,150	21,896,442	21,884,150	
Accrued Income (Bonds)				513,244
Realized Income (Bonds)				2,046,180
Total Bond Income				2,559,424
Grand Total Income As per Statement of Performance (6 c(i)+6c (ii))				4,741,445

Bills Income Schedule-30th June 2025

30th June 2025				
Tenure	Face Value Shs'000	Amount Paid Shs'000	Maturity Value Shs'000	Income Shs'000
91 Days	9,527,000	9,358,637	9,527,000	128,159
182 Days	11,522,400	11,110,857	11,522,400	170,193
364 Days	8,280,700	7,454,933	8,280,700	510,747
TOTAL	29,330,100	27,924,428	29,330,100	808,747
Realized Income				1,920,756
Accrued Income (FY 2024-2025)				808,747
				2,729,502
Others				
KCB Call Account				10,085
Total				2,739,588

6 c(ii) Investments in Treasury Bonds -30th June 2025

Treasury Bonds				
Tenure (Years)	Face Value Shs'000	Amount Paid Shs'000	Maturity Value Shs'000	Income Shs'000
3	2,175,700	2,175,700	2,175,700	263,848
7	978,500	978,500	978,500	155,391

Unclaimed Assets Trust Fund
Annual Report & Financial Statements
For the year ended 30th June 2025

3	300,000	304,816	300,000	36,281
5	480,000	481,501	480,000	68,912
2	470,000	475,974	470,000	67,991
6.5	17,479,950	17,479,950	17,479,950	3,143,239
Total	21,884,150	21,896,442	21,884,150	
Accrued Income (Bonds)				534,962
Realized Income (Bonds)				3,200,799
Total Bond Income				3,735,761
Grand Total Income As per Statement of Performance (6 c(i)+6c (ii))				6,475,348

7a). Cash Unclaimed Assets	2025	2024
Institution type	Shs'000	Shs'000
Commercial banks	24,576,845	19,996,137
Listed companies	4,397,240	4,963,983
Insurance companies	3,081,368	2,733,376
Telecommunication companies	1,383,330	1,565,720
SACCOs	273,278	100,253
Pension Funds	27,971	32,435
Others	84,669	97,305
Total	33,824,701	29,489,209

7 (b). Assets Identified by Compliance Audits with disputes being under follow-up.

Over Ksh 10.8 billion in cash and over 425 million units of shares have been identified by audits and not received as at 30th June 2025. Collection efforts were ongoing as at year end, spearheaded by an enforcement committee set up with a mandate to ensure holders' compliance audits report findings are followed up and enforced.

(i) Cash Assets (Kshs '000)

Description	2025	2024
Bal brought forward	9,170,692	8,881,566
Assets identified	1,861,448	702,862

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Payments received	(245,836)	(90,279)
Unqualifying UFA	0	(286,703)
Reunification at Source	0	(36,754)
Amount Pending	10,786,303	9,170,692
ii. Units of Shares (Units '000)	2025	2024
Bal brought forward	418,389	466,169
Assets identified	18,067	33,537
Reports received	(10,780)	(81,317)
Units Pending	425,676	418,389

(iii) Unclaimed Financial Assets Reported and held by the holders

Shares: Conversion is by NSE prices as at 30th June 2025 (Units '000)

Description	2025	2024
Bal brought forward	1,675,962	1,278,030
Assets reported	197,608	406,465
Approved releases	(781)	(8,533)
Units Reported	1,874,351	1,675,962

(iv) Unit Trusts ('000)

Description	2025	2024
Bal brought forward	47,343	52,298
Assets reported	0	46
Approved releases	(5)	(5)
Units Reported	47,338	47,343

(v) Safe Deposits Reported

Contents are not known since these have not been opened. They have not therefore been included in the value of the Trust Fund.

Description	2025	2024
Bal brought forward	3,878	3,794
Boxes Reported	67	120
Boxes Released	(36)	(36)
Boxes Pending	3,909	3,878

7 (c) Paid Cash Claims

	2025	2024
	Kshs '000	Kshs '000
Bank Payments	375,297	394,354
MPESA Payments	8,559	32,543
USD Payment (Converted)	43,601	5,623
Total	427,457	432,520

7 (d) Claims Payable

	Ksh '000	Kshs. '000
Total Claims Approved	432,578	435,209
Paid Cash claims	(427,458)	(432,520)
Shares + unit trust (cash equivalent)	00	00
Cash claims payable	5,120	2,689

Note:

Shares and unit trust values are not included in the Trust Fund balance.

The Authority receives claims from claimants that are approved in line with the Unclaimed Financial Assets Act, 2011 and Regulations, 2016. Only claims that have been reviewed and approved are recognized as payables.

8. Transfers- Payables to UFAA

	2025	2024
	Kshs '000	Kshs '000
Bal. b/d	697,324	944,295
Approved by National Treasury	525,888	761,398
Total	1,223,213	1,705,693
Less: Amount Transferred	250,000	1,016,764
Balance	973,212	688,929
Less: Bank charges paid	0	1,445
Transfers payable	973,212	690,374
Audit Fee Refunds	(6,456)	6,950
Grand Total	966,756	697,324

Income Transfers are recognized as payable once approval has been granted by National Treasury in line with Section 44 of the Unclaimed Financial Assets Act.

Holders audit fee related to reimbursements were made to the Trust Fund account.

Amount Transferred to UFAA relates approved Trust fund income.

9 Related party transactions

In the course of its operations, the Fund enters into transactions with related parties.

Unclaimed Financial Assets Authority (UFAA)

The Unclaimed Financial Assets Authority (the "Authority") and its Chief Executive Officer act as Trustee and Managing Trustee of the Fund, respectively. Financing for the activities and operations of the Fund are wholly budgeted for and implemented by the Authority.

Separate financial statements have been prepared for the Authority.

Central Bank of Kenya (CBK)

The Fund is related to the Central Bank of Kenya (the “CBK”) through the parent ministry of the Authority; that is, The National Treasury of the Government of Kenya.

The Fund’s cash balance with the CBK and the Fund’s investment in Government of Kenya Treasury Bills through the CBK are disclosed in Notes 4 to 6.

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Appendix I: Progress on follow up of Auditor Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We nominate responsible Heads of Department to resolve the various issues identified in audits.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Low rate of unclaimed assets re-unification	This is due to restrictive regulatory requirements, nature of unclaimed assets and capacity constraints; manual processes especially for non-cash assets	Head of Legal and Manager UFAL	Proposal to review of Legislation submitted to the National Treasury	June 2025



CEO/Managing Trustee

CPA Laban Molonko

Date: 3/12/25



Chairman of the Board of UFAA

Dr CPA Hon Francis Kigo Njenga

Date: 3/12/25