

REPUBLIC OF KENYA



*Enhancing Accountability*

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## REPORT

OF

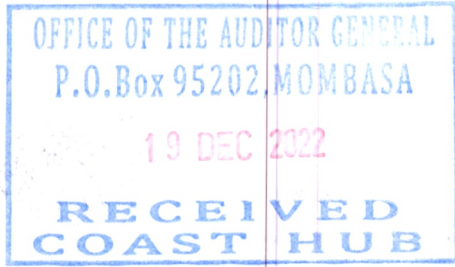
**THE AUDITOR-GENERAL**

ON

**KILIFI COUNTY MICROFINANCE  
(MBEGU) FUND**

**FOR THE YEAR  
ENDED 30 JUNE, 2022**





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**KILIFI COUNTY MICROFINANCE (MBEGU) FUND**

**ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2022**

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

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**Kilifi County Microfinance (Mbegu) Fund  
Annual Report and Financial Statements  
For the year ended June 30, 2022**

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**1. Key Entity Information and Management**

**a) Background information**

Kilifi County Microfinance (Mbegu) Fund is established by and derives its authority and accountability from Kilifi County Microfinance Fund Act gazetted on 10 June 2016. The Fund is wholly owned by the County Government of Kilifi and is domiciled in Kenya.

The fund's objective is to provide support to Micro and Small Enterprises operating within the County through provision of seed capital, Market linkage and Employment Creation.

**b) Principal Activities**

The Fund has five key mandates as follows:

(i) To provide access to capital and financial facilities to micro and small enterprises owned by the residents in the County.

(ii) To support micro and small enterprises to develop linkages with large enterprises.

(iii) To facilitate marketing of products and services of micro and small enterprises owned by residents in the county in both domestic and international markets.

(iv) To facilitate investment in small and micro enterprises oriented in commercial infrastructure such as business or industrial parks, stalls, markets or business incubators that will be beneficial to the enterprises.

(v) To provide business development services to micro and small enterprises, and generate gainful self-employment for the residents of Kilifi.

The mission of Kilifi County Microfinance (Mbegu) Fund is to Provide Affordable Microfinance for Employment Creation.

The vision is, *Maisha Bora Kwa Wakilifi*.

**c) Board of Trustees/Fund Administration Committee**

Ref	Name	Position
1	Pastus Kitti	Chairman of the Board
2	Patience Tsimba	Member
3	Kennedy Chilibasi	Member
4	Boniface Oyiengo	Member
5	Amina Ahmed	Member
6	Raphael Kiti Charo	Member
7	Peter Shoka Msuko	Secretary/Fund Administrator.

**d) Key Management**

Ref	Name	Position
1	Peter Shoka Msuko	Fund Manager/ Administrator
2	Hussein Fondo	Fund Accountant
3	Andrew Kai	Principal Procurement Officer

**e) Registered Offices**

P.O. Box 519  
Department of Trade, Tourism and Cooperative Development Offices  
Kilifi Water Road  
Kilifi, KENYA

**f) Fund Contacts**

Telephone: (254) 790 465 544  
E-mail: kilificountymicrofinancefund@gmail.com  
Website: <http://www.kilifi.go.ke/>

**g) Fund Bankers**

Cooperative Bank of Kenya Limited  
Kilifi Branch  
P.O. Box 96-80108  
Kilifi, Kenya



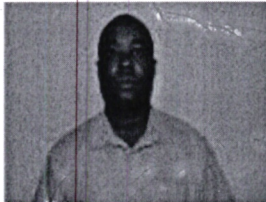

**h) Independent Auditors**

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

**i) Principal Legal Adviser**




The County Attorney  
County Government of Kilifi  
P.O. Box 519 - 80108  
Kilifi, Kenya

**2. The Board of Trustees**




Name	Details of qualifications and experience
 <p>Pastus F. Kittu <b>Board Chairman</b> 1. DOB 26.03.1952</p>	<p><b>Experience:</b> Over 30 years' experience in the Banking Industry with special interest on Bank Operation and Audit. <b>Qualifications:</b> Bachelors of Commerce - Accounting</p>
 <p>Patience Tsimba <b>Trade Representative</b> 2. DOB 2.6.1986</p>	<p><b>Experience:</b> Over 10 years working experience in the Education industry. Currently the Chief Officer for Trade and Tourism- County Government of Kilifi. <b>Qualifications:</b> Bachelor of Education Economics.</p>
 <p>Kennedy Chilibasi <b>Finance Representative</b> 3. DOB:1.2.1984</p>	<p><b>Experienced:</b> Over 11 years working experience in the Accounting, Finance and Economic Planning. He is currently the Chief Officer for Finance – County Government of Kilifi <b>Qualification: MBA Finance option</b> CPA (K)</p>
 <p>Amina Ahmed <b>Woman Representative</b></p>	<p><b>Experience:</b> Over 20 years in the Banking industry, where she rose through the ladder to a Regional Manager in charge of Coast region at KCB She also worked as a commissioner at the Commission on Revenue Allocation and The Chairperson of the Board of Director of KICC <b>Qualification:</b> Bachelor of Arts- Economic and French</p>

**Kilifi County Microfinance (Mbegu) Fund**

**Annual Report and Financial Statements for the year ended June 30, 2022**

DOB 16.12.1960	
 <p>Boniface Oyengo <b>Cooperative Movement Representative</b> DOB: 01.03.1974</p>	<p><b>Experience:</b> Over 9 years in the Satellite and Communication Industry. Currently is the Station Operation Coordinator (L. Broglio Space Centre, San Marco Project- Malindi). He is the Chairman, San Marco Sacco and also Secretary Malindi Magarini Cooperative Development Committee.</p> <p><b>Qualification:</b> Diploma In Instrumentation and Control Engineering</p>
 <p>Raphael Kithi <b>Youth Representative</b> DOB 16.07.1990</p>	<p><b>Experience –</b> Over 5 years in public service having served as the NGAAF Co-ordinator in Kilifi County. Now serving as a Finance Officer Kilifi County Assembly.</p> <p><b>Qualification:</b> Bachelor of Commerce (Accounting and Finance), Post graduate diploma in procurement, Project Management and Human Resource Management.</p>
 <p><b>Fund Manager.</b> Peter Shoka Msuko Fund Manager <b>DOB 05.10.1986</b></p>	<p><b>Experience:</b> Over 6 years' experience in both Private and Public Industry with special focus on Business Development and Finance.</p> <p><b>Qualifications:</b> Bachelor of Commerce Majoring in Accounting. Professional qualifications CPA II,</p>

**3. Management Team**

Name	Details of qualifications and experience
 <p>Peter Shoka Msuko Fund Manager</p> <p><b>1. DOB 05.10.1986</b></p>	<p><b>Experience:</b> Over 6 years' experience in both Private and Public Industry with special focus on Business Development and Finance.</p> <p><b>Qualifications:</b> Bachelor of Commerce Majoring in Accounting. CPA II,</p> <p><b>Area of Responsibility:</b> Oversee the day to day operations of the Fund;</p>
 <p>Hussein Fondo Fund Accountant</p> <p><b>2. DOB 1982</b></p>	<p><b>Experience:</b> Over 9 years' experience in Accountancy both private and public sectors.</p> <p><b>Qualifications:</b> Bachelor of Commerce CPA (K) and CS (K)</p> <p><b>Area of responsibility:</b> Fund Accounting operations.</p>
 <p>Andrew Anderson Kai Fund Procurement officer</p> <p><b>3. DOB 15.11.1978</b></p>	<p><b>Experience:</b> Over 11 years' experience in procurement both private and public sectors.</p> <p><b>Qualifications:</b> Bachelor of Business Management (BBM) Supplies and Procurement option. Licensed Supply Chain Practitioner. Member KISM.</p> <p><b>Area of responsivity:</b> Fund Procurement Operations,</p>

#### **4. Board/Fund Chairperson's Report**

I am delighted to present the Annual Report and Financial Statements for Kilifi County Microfinance (Mbegu) Fund for the year ended 30 June, 2022.

This Fund was established by an Act of County Assembly. The main purpose of the Fund is to provide access to capital and financial facilities to MSEs owned by residents in the County. The Fund Board provides oversight role to the Fund. It is consisting of seven non-executive members appointed by the Governor. The day to day management of the business and implementation of policy decisions is the responsibility of the Fund Secretariat.

The joint effort of the Board, the Secretariat and the Sub-County teams led to achievement of one milestone in the fourth year of the life of the Fund (FY2021/2022). In particular, the following is the major milestone.

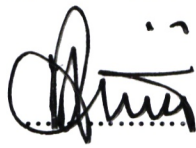
- Installation of Loan Management and Accounting System.

The Fund loan book has grown to a considerable large size which really pose a great challenge managing it using excel sheets. Now clients can pay online, know their balances using their mobile phones, get loan statements etc. Reports of loans in arrears and defaulters are also available etc.

The Fund, like any other entity, had some challenges during the year under review. They included the following:

- (i) The Fund did not receive its budgetary allocation from the County Treasury of Ksh 116,000,000.00 during the year under review.
- (ii) Under staffing. Currently the Fund is understaffed. This is as a result of expiry of contracts of three credit officers from the Month of February 2022 and their positions are yet to be filled through the County Public Service Board.
- (iii) Lack of fund vehicle to facilitate on loan recoveries and follow ups.

The Fund is getting into its fifth year of operation. The Fund operations are guided by the strategic plan currently in place. The Fund will be seeking partnerships with other stakeholders to aid attainment of its objectives. The Fund will be considering launching of individual loan product and LPO/LSO mainly targeting youth and women entrepreneurs.

 ..... 16/12/2022

**Name: Pastus Kitti**

**Chairperson**

## ***Kilifi County Microfinance (Mbegu) Fund***

### **Annual Report and Financial Statements for the year ended June 30, 2022**

#### **5. Report of the Fund Administrator**

On behalf of the Fund secretariat, it gives me great pleasure to present our annual Report and Financial Statements for the year ended 30 June, 2022.

The Fund was in its fourth year of operation. During the financial year under review, the Fund did not record growth in almost all parameters mainly because it did not receive its budgetary allocation from County Treasury. Consequently, the Fund experienced many challenges in discharging its mandate. Therefore, the Fund could not achieve its targets.

#### **5.1 Highlights of the financial Performance for the year 2021/2022**

The Fund had a budget of Ksh. 197,200,000.00 in the Financial Year 2021/2022 out of which Ksh 116,000,000.00 was to be sourced from the County Government annual allocation. 97% of the budget which is equivalent to Ksh. 191,284,000.00 was for lending. The remaining 3% amounting to Ksh. 5,916,000.00 was meant for administration of the Fund. However, the Fund did not receive the Ksh 116,000,000.00.

- Loan Disbursements

**Table 1: Loan Disbursements for the last three years.**

Parameter	Performance		
	2019/2020	2020/2021	2021/2022
Amount of Loans Approved & Disbursed	65,661,200	171,065,010	81,046,000.00
Number of Loans Disbursed (Total)	413	1,203	685
Number of group beneficiaries	406	1,195	684
Number of Cooperative Society Beneficiaries	7	8	1
Outstanding Loan Balances beginning of FY	26,951,161	71,311,983	204,302,590
Outstanding Loan Balances close of FY	71,311,463	204,302,590.	244,975,774

- Loan Recovery/ Collection

**Table 2: Cumulative outstanding Loan Balance and Repayments.**

Parameter	2019/2020	2019/2020	2021/2022
Outstanding Loan Balance (OLB) (Cumulative)	71,311,983.00	204,302,590.00	244,975,774.00
Loan Repayments Received	21,300,898.00	39,079,403.00	38,150,307.00

**Table 3: Portfolio and risk and Amounted collected for the financial year 2020/2021**


**Kilifi County Microfinance (Mbegu) Fund**

**Annual Report and Financial Statements for the year ended June 30, 2022**

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Parameter	Performance
PAR(>1day)	45%
Amount Collected	38,150,307.00

- Total Income generated from Management fees on Group and Cooperatives/Sacco Loans Ksh 3,889,000.00

 16/12/2022

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Name: **PETER MOKO**

**Fund Administrator**

**6. Statement of Performance against the County Fund's Predetermined Objectives****Introduction**

Section 164 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer shall prepare financial statements of the County Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the county government entity's performance against predetermined objectives.

The key development objectives of the Fund as per the strategic plan for 2020-2023 are to:

- a) Loan Portfolio Management
- b) Business support Service
- c) Institution Capacity Building
- d) Effective Governance

**Progress on attainment of Strategic development objectives**

Below we provide the progress on attaining the stated objectives:

Program	Objective	Outcome	Indicator	Performance
Loan Portfolio Management	To increase loan book 116,000,000	Loan book increase to 589,000,000	More groups, cooperative, sole proprietors and companies benefit from accessing loans	Loan book grew to 244,975,774.00 and 685 groups and 1 cooperative benefited from loans.
Business Support services	Offer business support services to 6500 groups	Signed MOUs with Institution	6500 trained groups for loans uptake. More products certified by Kebs	No MOU was signed with any institution due to budgetary constraints.
Institution Capacity Building	Credit risk training for 3 credit staff	Implement staff performance management system	3 Trained staff discharging their duties well.	No staff was trained due to lack of finances
Effective Governance	Maximise opportunity exploitation through high decision making	Implement robust information management system	Use of Loan management and Accounting system	Installation of Loan management and accounting system.

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

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**7. Corporate Governance Statement**

The Board of Kilifi County Microfinance (Mbegu) Fund is committed to ensure that the Fund operates with integrity and ethics maintaining high standards of Corporate Governance in the interest of its stakeholders. The Board believes that the Fund has complied with the guidelines on Corporate Governance Practices as is required of Public officers.

The Board provides strategic leadership, policy direction and supervision of the Fund. It consists of 7 members.

**7.1 Board Meetings Attendance**

The Board is mandated to hold a minimum of four meetings and a maximum of nine meetings in a Financial Year. In the FY 2021/2022 the board held 5 full Board meetings and one special meeting. The Board also held six Board Committee meetings. Below is a table showing the board meetings attendance details:

**Table 3: Board meeting attendance**

<b>Board Meeting Date</b>	<b>Board Members Presents</b>
6 September 2021 (Committee meeting)	3
7 September 2021(Board Meeting)	4
21 October 2021 (special Board meeting)	4
9 November 2021(Credit Committee)	2
11 November 2021 (Board Meeting)	4
3 December 2021 (Board Meeting)	4
26 April 2022 (Finance Committee)	2
27 April 2022 (Audit and Risk Committee)	3
29 April 2022 (Credit Committee)	2
12 May 2022 (Board Meeting)	5
29 May 2022 (Credit Committee)	4
30 June 2022 (Board Meeting)	4

Kilifi County Microfinance (Mbegu) Fund Act 2016 provides that the Fund board serves a term of three years eligible for reappointment for one further term.

The current board members are serving their second and final term which commenced on 10 January, 2020. The board chairman is equally serving his second term effective from 25 May, 2020. The term of the Board members expires on 10 January 2023 and the chairman's term ends on 25 May 2023.

### **7.2 Powers and Functions of the Board**

The powers and functions of the board include the following:

The board shall provide strategic leadership, policy direction and supervision of the Fund. In exercising its mandate, the board is vested with the following powers:

- (a) Enter into association with such other persons, bodies or organizations within or outside Kenya as the Board may consider appropriate
- (b) Advise the County Executive Member for Finance as provided under section 116(1), 9 and 145 of the Public Finance Management Act, 2012"
- (c) Approve loan applications forms
- (d) Oversee implementation of the fund activities

### **7.3 Board Member's Process of Appointment and Removal from Office**

- The four private board members are nominated by the Executive Committee Member for Trade and appointed by the Governor. These are youth representative, woman representative, representative of people living with disability and a representative of the Cooperative movement.
- The county chief officer responsible for Trade and the county chief officer responsible for Finance.
- The chairperson of the Board is recruited competitively by the County Public Service Board, vetted by the County Assembly and appointed by the Governor.
- A member of the Board may be removed from office on any one or more of the following grounds:
  - a) Lack of integrity
  - b) Gross misconduct
  - c) Violation of the Constitution or any other law
  - d) Physical or mental incapacity to perform the functions of the office
  - e) Missing three consecutive meetings without a reasonable cause
  - f) Incompetence during the period in office

#### **7.4 Quorum**

The Quorum for the conduct of business of the Board is four members including the Chairperson or the person presiding over the Meeting.

#### **7.5 Conflict of interest**

The Regulations guiding the Fund provides that:

- (a) A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter.
- (b) A disclosure of interest made under subparagraph (a) is to be recorded in the minutes of the meeting at which it is made.
- (c) A member of the Board who contravenes subparagraph (a) commits an offence and is liable to imprisonment for a term not exceeding six months, or to a fine not exceeding one hundred thousand shillings, or both.

#### **7.6 Board Remuneration**

The board received board sitting allowances in line with the provisions of the PFM Act, 2012 sec 195 (2). Total allowances paid to the board members was Ksh. 243,300.00

#### **7.7 Tasks to be accomplished**

The following are the tasks to be accomplished in the FY 2022/2023

- (i) New Board Members Induction
- (ii) Training and sensitising Loan beneficiaries on Marketing.
- (iii) Building the capacity of groups and cooperatives on accessing of Funds and funds utilizations.

## 8. Management Discussion and Analysis

The Fund started its operations after the gazettelement of the Amendment Act on 1 August 2018. For the start, the Fund board resolved to start implementing mandate 1 (providing access to capital and financial facilities to micro and small enterprises owned by the residents in the County). On implementation of mandate 1, the Fund began with financing of Groups and Cooperative Societies. In this financial year under review, the Fund introduced LPO financing loan product and personal lending but due to financial challenges these facilities have never been rolled out.

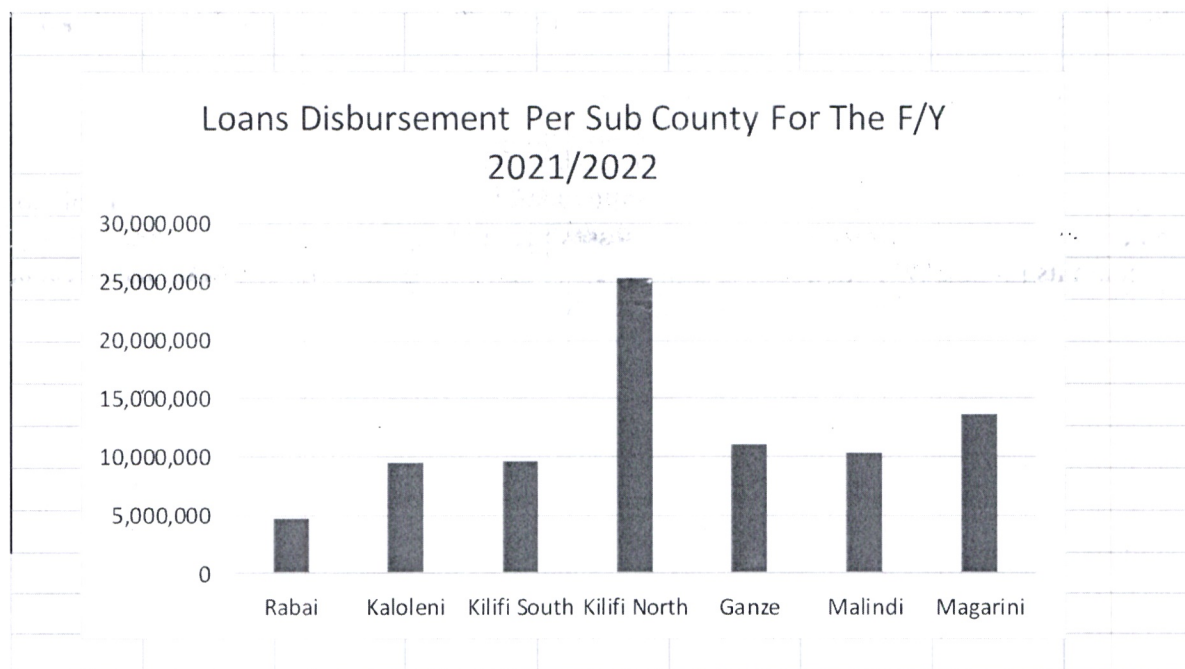
### 8.1 Loan Disbursement

The disbursement target for the FY 2021/2022 was Ksh 191,284,000.00 by June 30, 2022, a total of Ksh. 84,329,000.00 had been approved and disbursed. The approval was for 659 groups and a cooperative.

**Table 3: Loans Approved per Sub County**

Sub County	Group Benefeciaries		Cooperatives		Total Loans Approved
	Loan Approved	No. of Groups	Loan Approved	No. of Cooperatives	
Rabai	4,780,000	45	0	0	4,780,000
Kaloleni	9,425,000	76	0	0	9,425,000
Kilifi South	9,630,000	76	0	0	9,630,000
Kilifi North	25,394,000	174	0	0	25,394,000
Ganze	9,530,000	80	1,500,000	1	11,030,000
Malindi	10,420,000	88	0	0	10,420,000
Magarini	13,650,000	120	0	0	13,650,000
<b>Total</b>	<b>82,829,000</b>	<b>659</b>	<b>1,500,000</b>	<b>1</b>	<b>84,329,000</b>

**Fig. 2: Group and Cooperative loan amounts disbursed per Sub County**



**Fig. 3: Graphical presentation of No. of loans disbursed to per Sub County**

### 8.2 Loan Repayments.

Most of the loans issued to beneficiaries will be repaid in 24 months' equal instalments. The beneficiaries were given one to three months' grace period before starting repayment. As at 30 June 2022, a total of Ksh. 38,150,307.00 had been recovered on account of loan repayments. The outstanding loan balance amounted to Ksh. 244,975,774.00.

**Table 4: Loan repayment performance**

Parameter	2020/2021	2021/2022
Outstanding Loan Balance (OLB)	204,302,590.00	244,975,774.00
Loan Repayments Received	38,074,403.00	38,150,307.00

### 8.3 Major Risks Associated with the Fund

The entity's activities expose it to a variety of financial risks including credit risk. The Fund's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The Fund does not hedge any risks and is working on policies to ensure that credit is extended to customers who conform to Fund laid down procedures.

Given that risk taking is an inherent activity in our business, responsibility and accountability for risk management dwells at all levels within the organization, from the Advisory Board down through the organisation to each staff member.

**i) Credit risk**

The entity has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the Board.

**8.4 The Future outlook of the Fund**

The Fund has developed a three years' strategic plan which is guiding the operations of the Fund up to the year 2023.

The Fund targets to increase its outreach by coming up with new loan products, reducing the average loan turnaround time among other strategies. The Fund will be introducing Individual loan product, agribusiness loans in the financial year 2022/2023 to make sure that capital goes directly to the economy. More resources shall be directed to loan recoveries to reduce the amount in loan arrears and defaulters.

The Fund will be seeking to enter into strategic partnerships which will contribute to the attaining of the Fund's objectives. The Fund will equally be seeking to source for other sources of income streams to supplement the allocation from the County Government

## **9. Report of the Board**

The Board submit their report together with the audited financial statements for the year ended June 30, 2022 which show the state of the Fund affairs.

### **a) Principal activities**

The principal activities of the Fund are:

- (i) To provide access to capital and financial facilities to micro and small enterprises owned by the residents in the County.
- (ii) To support micro and small enterprises to develop linkages with large enterprises.
- (iii) To facilitate marketing of products and services of micro and small enterprises owned by residents in the county in both domestic and international markets.
- (iv) To facilitate investment in small and micro enterprises oriented in commercial infrastructure such as business or industrial parks, stalls, markets or business incubators that will be beneficial to the enterprises.
- (v) To provide business development services to micro and small enterprises, and generating gainful self-employment for the residents of Kilifi.

### **b) Results**

The results of the Fund for the year ended 30 June 2022 are set out on page 1 to 5.

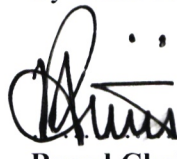
### **c) Trustees**

The members of the Board who served during the year are shown on page v and vi There were changes in the Board Membership during the year. Chief Officer Patience Tsimba replaced Chief Officer Mary Mkare who was holding brief as Chief Officer for the Directorate of Trade.

### **d) Auditors**

The Auditor General is responsible for the statutory audit of the Fund in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015.

By Order of the Board

 16/12/2022

**Board Chairman**  
**Kilifi County Microfinance (Mbegu) Fund**  
**Date:**

## **10. Statement of Management's Responsibilities**

Section 167 of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Administrator of a County Public Fund (established by the Kilifi County Microfinance (Mbegu) Fund Act, 2016 as amended in 2018) shall prepare financial statements for the Fund in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board.

The Administrator of the County Public Fund is responsible for the preparation and presentation of the Fund's financial statements, which give a true and fair view of the state of affairs of the Fund for and as at the end of the financial year ended on June 30, 2022. This responsibility includes:

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

The Administrator of the County Public Fund accepts responsibility for the Fund's financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012, the Kilifi County Microfinance (Mbegu) Fund Act, 2016 as amended in 2018. The Administrator of the Fund is of the opinion that the Fund's financial statements give a true and fair view of the state of Fund's transactions during the financial year ended June 30, 2022, and of the Fund's financial position as at that date. The Administrator further confirm the completeness of the accounting records maintained for the Fund, which have been relied upon in the preparation of the Fund's financial statements as well as the adequacy of the systems of internal financial control.


In preparing the financial statements, the Administrator of the County Public Fund has assessed the Fund's ability to continue as a going concern and disclosed, as applicable, matters relating to the use of going concern basis of preparation of the financial statements. Nothing has come to the attention of the Administrator to indicate that the Fund will not remain a going concern for at least the next twelve months from the date of this statement.

***Kilifi County Microfinance (Mbegu) Fund***  
**Annual Report and Financial Statements for the year ended June 30, 2022**

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**Approval of the financial statements**

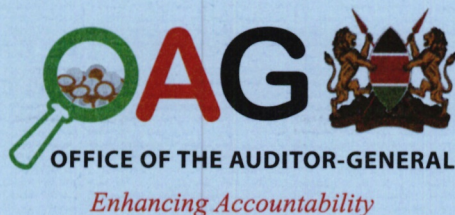
The Fund's financial statements were approved by the Board on 27 September, 2022 and signed on its behalf by:

 16/12/2022

**Administrator of the County Public Fund**

# REPUBLIC OF KENYA

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



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

## **REPORT OF THE AUDITOR-GENERAL ON KILIFI COUNTY MICROFINANCE (MBEGU) FUND FOR THE YEAR ENDED 30 JUNE, 2022**

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### 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 Government achieves value for money and that such funds are applied for intended purpose.
- C. Report on Effectiveness of Internal controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment, and the internal controls developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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

#### **Qualified Opinion**

I have audited the accompanying financial statements of Kilifi County Microfinance (Mbegu) Fund set out on pages 1 to 29, which comprise of the statement of financial

position as at 30 June, 2022, and the statement of financial performance, statement of changes in net assets, statement of comparative budget and actual amounts and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kilifi County Microfinance (Mbegu) Fund as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Accrual Basis) and comply with the Public Finance Management Act, 2012 and the Kilifi County Microfinance (Mbegu) Fund (Amendment) Act, 2018.

### **Basis for Qualified Opinion**

#### **Inaccuracies in the Financial Statements**

Review of financial statements presented for audit revealed the following inaccuracies;

- i. The statement of financial performance reflects other income (management fees) of Kshs. 3,889,000 whereas the recalculated amount was Kshs.6,863,480 resulting in unexplained variance of Kshs.2,974,480. Further, the statement of financial position reflects loans not disbursed of Kshs.1,178,000 that had been classified as current assets. Management did not explain why the loans were classified as receivables yet they had not been disbursed to the applicants and hence the loans receivable was overstated.
- ii. The statement of financial position reflects cash and cash equivalents balance of Kshs.1,103,805 for three bank accounts maintained by the Fund. Review of the bank reconciliations statements revealed unrepresented cheques of Kshs.14,595,376, out of which cheques totalling Kshs.14,395,840 were subsequently cleared, leaving cheques of Kshs.199,536 which were stale as at 30 June, 2022 but had not been reversed in cashbooks.
- iii. The statement of financial position and Note 5 to the financial statements reflect loans receivable of Kshs.244,975,774 while the report of the loans awarded during the year indicated an amount out of Kshs.208,306,342 resulting in unexplained variance of Kshs.36,669,432. In addition, the ageing analysis for loans awarded as at 30 June, 2022 reflects loans due of Kshs.476,803,166 against the reported loans receivable of Kshs.244,975,774 hence resulting in unexplained variance of Kshs.230,827,392. Further, the estimated penalties of Kshs.6,935,762 charged at a rate of 5% on delayed payments, as provided under Regulation 14 (3) of the Kilifi

County Micro Finance (Mbegu Fund) Regulations, 2019 were not disclosed as receivable.

- iv. The statement of financial position and Note 6 to the financial statements reflect property, plant and equipment balance of Kshs.2,325,512. However, Section (c) of the Fund's Summary of Significant Accounting Policies on property, plant and equipment provides that 'all property and equipment balances are stated at cost'. However, the policy does not provide for depreciation and impairment losses, an indication that the assets balance of Kshs.2,325,512 was overstated by undetermined amount. No explanation was given for non-provision of depreciation charges.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

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

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There are no other key audit matters to communicate in my report.

### **Other Matter**

#### **1. Budgetary Control and Performance**

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.197,200,000 and Kshs.3,889,000 respectively, resulting in an under-funding of Kshs.193,311,000 (or 98%) of the budget. Similarly, the Fund expended Kshs.85,904,990 against an approved budget of Kshs.197,200,000, resulting to an under-expenditure of Kshs.111,295,010 (or 56%) of the budget.

In the circumstances, the underfunding and under expenditure may have negatively affected the planned activities on service delivery to the intended beneficiaries.

#### **2. Unresolved Prior Year Matters**

Various prior year audit issues remained unresolved as at 30 June, 2022. Management has not provided reasons for the delay in resolving the prior year audit issues. Further,

the unresolved prior year issues are not disclosed under the progress on follow up of auditor's recommendations section of the financial statements as required by the Public Sector Accounting Standards Board.

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

### Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### Basis for Conclusion

#### 1. Issuance of Unapproved Loans

Note 13 to the financial statements reflects loan disbursements of Kshs.132,792,541. However, review of the loans application schedule and loan disbursements schedule revealed that three hundred and twenty eight (328) groups which were not in the list of successful applicants approved by the Board but were issued with loans amounting to Kshs.41,865,000. In addition, out of the 328 groups, 122 groups advanced loans totalling Kshs.15,710,000 had not started repayment although the same were due as at 30 June, 2022.

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

#### 2. Un-secured Loans

The statement of financial position and Note 5 to the financial statements reflect a balance of Kshs.244,975,774 as loans receivable. However, despite the loans application forms indicating that various securities were held against the individual loans, no evidence was provided to confirm that the securities were in the custody of the Fund or held jointly until the loans are fully discharged, contrary to Regulation 9(6) of the Kilifi County Micro Finance (Mbegu Fund) Regulations, 2019 which states that 'the loan form shall clearly state; (a) amount applied; (b) purpose; (c) repayment; and (d) security offered.

In the circumstances, Management was in breach of the law and there was risk of default in repayment of the unsecured loans.

#### 3. Non- Repayment of Loans

The statement of financial position and Note 5 to the financial statements reflect loans receivable balance of Kshs.244,975,774, out of which Kshs.138,715,246 was in respect loan in arrears. Further, the loans arrears of Kshs.138,715,246, included an amount of Kshs.30,589,256 issued to three hundred and fifteen (315) groups who had not serviced

the loans for over ninety (90) days and were therefore in default. In addition, an amount of Kshs.18,872,792.34 represented non-performing loans carried forward from prior years with Nil repayments, contrary to Regulation 14(5)(a) of the Kilifi County Micro Finance (Mbegu Fund) Regulations, 2019 that states that 'a loan shall be considered to be in default when a borrower is ninety (90) days late in repayment and all efforts to make him or her repay have completely failed'.

In the circumstances, recoverability of the loan receivables was in doubt.

#### **4. Irregular Issuance of Loans**

Note 13 to the financial statements reflect loans disbursements of Kshs.132,792,541. Review of the loans disbursements register revealed that seventeen (17) groups were issued with multiple loans before full repayment of previous loans. The groups received a total of Kshs.22,530,000 whereby Kshs.4,759,932 had been repaid leaving a balance of Kshs.17,770,067, out of which Kshs.9,647,067 was in arrears.

In the circumstances, the regularity and compliance with the loans issuance process and recoverability of the loans could not be confirmed.

#### **5. Irregular Board Allowances**

The statement of financial performance and Note 3 to the financial statements reflects general expenses of Kshs.3,073,190 which includes an amount of Kshs.243,300 on Board allowances which was paid contrary to the provisions of the Mbegu Fund Act, 2016, Sections 6(4) and 10(5) as amended in 2018 which states that 'the offices in the Board and the Sub-County Micro-finance Committee shall not attract any remuneration'.

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

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

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

#### **Conclusion**

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

## **Basis for Conclusion**

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 Fund Administration Committee**

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to sustain services disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or 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 are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

The Fund Administration Committee 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**

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. 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 and weakness 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 addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, 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 accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Fund policies and procedures may deteriorate.


As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.

  
CPA Nancy Gathungu, SBS  
AUDITOR-GENERAL

Nairobi

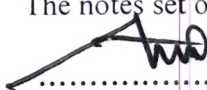
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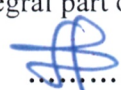
*Kilifi County Microfinance (Mbegu) Fund*  
**Annual Report and Financial Statements for the year ended June 30, 2022**

**12. Statement of Financial Performance for the Year Ended 30 June 2022**

	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>Revenue From Non-Exchange Transactions</b>			
Transfers from the County Government	1	-	5,449,074.00
		-	<b>5,449,074.00</b>
<b>Revenue From Exchange Transactions</b>			
Other Income (Management fees)	2	3,889,000.00	8,345,618.00
		<b>3,889,000.00</b>	<b>8,345,618.00</b>
<b>Total Revenue</b>		<b>3,889,000.00</b>	<b>13,794,692.00</b>
<b>Expenses</b>			
General Expenses	3	(3,073,190.00)	(4,817,476.00)
<b>Total Expenses</b>		<b>(3,073,190.00)</b>	<b>(4,817,476.00)</b>
<b>Other Gains/Losses</b>		-	-
<b>Surplus/(Deficit) For The Period</b>		<b>815,810.00</b>	<b>8,977,216.00</b>

The notes set out on pages 17 to 29 form an integral part of these Financial Statements.

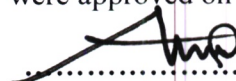
  
 16/12/2022  
 Peter Msuko  
 Administrator of the Fund

  
 16/12/2022  
 Hussein Fondo  
 Fund Accountant  
 ICPAK Member Number:19762

13. Statement of Financial Position as at 30 June 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	4	1,103,804.95	97,956,088.95
Loans Receivable	5	244,975,774.00	-
Loans not Disbursed as at 30.6.2022	7	1,178,000.00	-
<b>Total Current Assets</b>		<b>247,257,578.95</b>	<b>97,956,088.95</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment	6	2,325,512.00	1,985,712.00
Long Term Receivables from Exchange Transactions		-	204,302,590.00
<b>Total Non-current Assets</b>		<b>2,325,512.00</b>	<b>206,288,302.00</b>
<b>Total Assets</b>		<b>249,583,090.95</b>	<b>304,244,390.95</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Loans Payables	7	1,178,000.00	57,858,050.00
Trade Payables	8	1,202,940.00	-
<b>Total Current Liabilities</b>		<b>2,380,940.00</b>	<b>57,858,050.00</b>
<b>Non-Current Liabilities</b>			
Non-Current Employee Benefit Obligation		-	-
<b>Total Liabilities</b>		<b>2,380,940.00</b>	<b>57,858,050.00</b>
<b>Revolving Fund and Accumulated Surplus</b>		<b>247,202,150.95</b>	<b>246,386,340.95</b>
<b>Net Assets</b>			
Revolving Fund	9	231,236,853.00	231,236,853.00
Accumulated Surplus	9	15,965,297.95	15,149,488.95
<b>Total Revolving Fund and Accumulated Surplus</b>		<b>247,202,150.95</b>	<b>246,386,340.95</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kilifi County Microfinance (Mbegu) Fund's financial statements were approved on 27/09/2022 and signed by:

 16/12/2022

Peter Msuko  
Administrator of the Fund


 16/12/2022

Hussein Fondo  
Fund Accountant  
ICPAK Member Number:19762

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

**14. Statement of Changes in Net Assets for the year ended 30 June 2022**

	Revolving fund	Revaluation Reserve	Accumulated surplus	Total
		Kshs	Kshs	Kshs
<b>Balance As At 1 July 2020</b>	130,542,000.00	-	6,172,271.95	136,714,271.95
Surplus/(Deficit) For the Period	-	-	8,977,216.00	8,977,216.00
Funds Received During the Year	99,550,926.00	-		99,550,926.00
Donations recognized during the year	1,143,927.00	-	-	1,143,927.00
<b>Balance As At 30 June 2021</b>	<b>231,236,853.00</b>	<b>-</b>	<b>15,149,487.95</b>	<b>246,386,340.95</b>
<b>Balance As At 1 July 2021</b>	<b>231,236,853.00</b>	<b>-</b>	<b>15,149,487.95</b>	<b>246,386,340.95</b>
Surplus/(Deficit) For the Period	-	-	815,810.00	815,810.00
Funds Received During the Year	-	-	-	-
<b>Balance As At 30 June 2022</b>	<b>231,236,853.00</b>	<b>-</b>	<b>15,965,297.95</b>	<b>247,202,150.95</b>

 16/12/2022

Peter Msuko  
 Administrator of the Fund

 16/12/2022

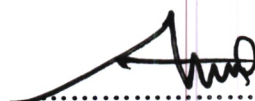
Hussein Fondo  
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 ICPAK Member Number:19762

*Kilifi County Microfinance (Mbegu) Fund*

**Annual Report and Financial Statements for the year ended June 30, 2022**

**15. Statement of Cash Flows for the Year Ended 30 June 2022**

	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>Cash flows from operating activities</b>			
<b>Receipts</b>			
Transfers from the county government	1	-	5,449,074.00
Receipts from other operating activities		-	5,396,168.00
<b>Total receipts</b>		-	<b>10,845,242.00</b>
<b>Payments</b>			
Fund administration expenses (General expenses)	10	(2,197,350.00)	(4,817,476.00)
<b>Net cash flows from operating activities</b>		<b>(2,197,350.00)</b>	<b>6,027,766.00</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant, equipment and Intangible assets	11	(12,700.00)	(472,985.00)
Loan repayments	12	38,150,307.00	38,074,403.00
Loan disbursements paid out	13	(132,792,541.00)	(110,257,510.00)
<b>Net cash flows used in investing activities</b>		<b>(94,654,934.00)</b>	<b>(72,656,092.00)</b>
<b>Cash flows from financing activities</b>			
Proceeds from revolving fund receipts	9	-	99,550,926.00
<b>Net cash flows used in financing activities</b>		-	<b>99,550,926.00</b>
<b>Net increase/(decrease) in cash &amp; cash Equivalents</b>		<b>(96,852,284.00)</b>	<b>32,922,600.86</b>
Cash and cash equivalents at 1st July 2020		97,956,088.95	65,033,489.09
<b>Cash and cash equivalents at 30<sup>th</sup> June 2022</b>	4	<b>1,103,804.95</b>	<b>97,956,089.95</b>

 16/12/2022

Peter Msuko  
Administrator of the Fund

 16/12/2022

Hussein Fondo  
Fund Accountant  
ICPAK Member Number:19762

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

**16. Statement of Comparison of Budget and Actual Amounts for the Period**

	Original budget 2022	Adjustments 2022	Final budget 2022	Actual on comparable basis 2022	Performance difference 2022	Utilisation 2022
<b>Revenue</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	
Transfers From County Govt.	116,000,000.00		116,000,000.00	-	116,000,000.00	0%
Other Income	81,200,000.00	-	81,200,000.00	3,889,000.00	77,311,000.00	5%
<b>Total Income</b>	<b>197,200,000.00</b>	<b>(-)</b>	<b>197,200,000.00</b>	<b>3,889,000.00</b>	<b>193,311,000.00</b>	<b>2%</b>
<b>Expenses</b>						
Fund Administration Expenses (General Expenses) and Assets Acquired	5,916,000.00	-	5,916,000.00	3,412,990.00	(2,503,010.00)	58.0%
Loans Approved	191,284,000.00	(-)	191,284,000.00	82,492,000.00	(108,792,000.00)	43.0%
<b>Total Expenditure</b>	<b>197,200,000.00</b>	<b>(-)</b>	<b>197,200,000.00</b>	<b>85,904,990.00</b>	<b>(111,295,010.00)</b>	
<b>Surplus For The Period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>815,810.00</b>	<b>-</b>	

**BUDGET NOTES**

**1. Budget For FY 2021-2022**

The Fund did not receive the Budgeted amount of One Hundred and Sixteen Million Shillings Only (Kshs. 116,000,000.00) from the County Government of Kilifi (Department of Trade, Tourism and Co-operatives Development) hence the differences between actual and budgeted amounts.

**2. Expenses incurred and Assets Acquired during the period ended 30<sup>th</sup> June 2022**

DESCRIPTION	AMOUNT
General Expenses	3,073,190.00
Assets (Office Phones)	12,700.00
Assets (Motor Bike	327,100.00
<b>TOTAL</b>	<b>3,412,990.00</b>

**3. Loans approved and paid during the Period ended 30<sup>th</sup> June 2022**

MONTH	AMOUNT
MARCH 2022	51,305,500.00
APRIL 2022	847,000.00
MAY 2022	15,209,000.00
JUNE 2022	13,684,500.00
<b>TOTAL</b>	<b><u>81,046,000.00</u></b>

***Kilifi County Microfinance (Mbegu) Fund***  
**Annual Report and Financial Statements for the year ended June 30, 2022**

**17. Notes to the Financial Statements (1)**

**17.1. General Information**

The Kilifi County Microfinance (Mbegu) Fund was established by and derives its authority and accountability from the Kilifi County Microfinance Fund Act dated 10th June 2016. The Fund is wholly owned by the County Government of Kilifi and is domiciled in Kenya. The fund's objective is to provide support to Micro and Small Enterprises operating within the County through provision of seed capital, Market linkage and Employment Creation.

**17.2. Statement of compliance and basis of preparation**

The Fund's financial statements have been prepared in accordance and compliance 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. 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 direct method. The financial statements are prepared on accrual basis.

**17.3. Adoption of new and revised standards**

**(i) Relevant new standards and amendments to published standards effective for the year ended 30 June 2022**

IPSASB deferred the application date of standards from 1 January 2022 owing to Covid 19. This was done to provide entities with time to effectively apply the standards. The deferral was set for 1 January 2023.

**(ii) New and amended standards and interpretations in issue but not yet effective in the year ended 30 June 2022**

Standard	Effective date and impact:
<p><b>IPSAS 41: Financial Instruments</b></p>	<p><b>Applicable: 1 January 2023:</b></p> <p>The objective of IPSAS 41 is to establish principles for the financial reporting of financial assets and liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of an Entity's future cash flows.</p> <p>IPSAS 41 provides users of financial statements with more useful information than IPSAS 29, by:</p>

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Standard	Effective date and impact
	<ul style="list-style-type: none"> <li>• Applying a single classification and measurement model for financial assets that considers the characteristics of the asset's cash flows and the objective for which the asset is held;</li> <li>• Applying a single forward-looking expected credit loss model that is applicable to all financial instruments subject to impairment testing; and</li> <li>• Applying an improved hedge accounting model that broadens the hedging arrangements in scope of the guidance. The model develops a strong link between an Entity's risk management strategies and the accounting treatment for instruments held as part of the risk management strategy.</li> </ul>
<p><b>IPSAS 42: Social Benefits</b></p>	<p><b>Applicable: 1 January 2023</b></p> <p>The objective of this Standard is to improve the relevance, faithful representativeness and comparability of the information that a reporting Entity provides in its financial statements about social benefits. The information provided should help users of the financial statements and general-purpose financial reports assess:</p> <ul style="list-style-type: none"> <li>(a) The nature of such social benefits provided by the Entity;</li> <li>(b) The key features of the operation of those social benefit schemes; and</li> <li>(c) The impact of such social benefits provided on the Entity's financial performance, financial position and cash flows.</li> </ul>
<p>Amendments to Other IPSAS resulting from IPSAS 41, Financial Instruments</p>	<p><b>Applicable: 1 January 2023:</b></p> <ul style="list-style-type: none"> <li>a) Amendments to IPSAS 5, to update the guidance related to the components of borrowing costs which were inadvertently omitted when IPSAS 41 was issued.</li> <li>b) Amendments to IPSAS 30, regarding illustrative examples on hedging and credit risk which were inadvertently omitted when IPSAS 41 was issued.</li> </ul>

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Standard	Effective date and impact:
	<p>c) Amendments to IPSAS 30, to update the guidance for accounting for financial guarantee contracts which were inadvertently omitted when IPSAS 41 was issued.</p> <p>Amendments to IPSAS 33, to update the guidance on classifying financial instruments on initial adoption of accrual basis IPSAS which were inadvertently omitted when IPSAS 41 was issued.</p>
Other improvements to IPSAS	<p><b>Applicable 1 January 2023</b></p> <ul style="list-style-type: none"> <li>• <i>IPSAS 22 Disclosure of Financial Information about the General Government Sector.</i></li> </ul> <p>Amendments to refer to the latest System of National Accounts (SNA 2008).</p> <ul style="list-style-type: none"> <li>• <i>IPSAS 39: Employee Benefits</i></li> </ul> <p>Now deletes the term composite social security benefits as it is no longer defined in IPSAS.</p> <ul style="list-style-type: none"> <li>• <b>IPSAS 29: Financial instruments: Recognition and Measurement</b></li> </ul> <p>Standard no longer included in the 2021 IPSAS handbook as it is now superseded by IPSAS 41 which is applicable from 1<sup>st</sup> January 2023.</p>
IPSAS 43	<p><b>Applicable 1 January 2025</b></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>
IPSAS 44: Non-Current Assets Held for Sale and	<p><b>Applicable 1 January 2025</b></p> <p>The Standard requires,</p>

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Standard	Effective date and impact:
Discontinued Operations	Assets that meet the criteria to be classified as held for sale to be measured at the lower of carrying amount and fair value less costs to sell and the depreciation of such assets to cease and:  Assets that meet the criteria to be classified as held for sale to be presented separately in the statement of financial position and the results of discontinued operations to be presented separately in the statement of financial performance.

**(iii) Early adoption of standards**

The entity did not early – adopt any new or amended standards in year 2022.

#### **17.4 Significant Accounting Policies**

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

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

Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to the entity and can be measured reliably.

##### **ii. Revenue from exchange transactions**

##### ***Interest income***

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

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

The original budget for FY 2021-2022 was approved by the Fund Board. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the Fund upon receiving the respective approvals in order to conclude the final budget.

The entity's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts.

In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget.

A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section 16 of these financial statements.

***Summary of Significant Accounting Policies (Continued)***

**c) Property, plant and equipment**

All property, plant and equipment are stated at cost. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, the entity recognizes such parts as individual assets with specific useful lives. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

**d) Intangible Assets**

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

The useful life of the intangible assets is assessed as either finite or indefinite.

**e) Financial instruments**

***Financial assets***

***Initial recognition and measurement***

Financial assets within the scope of IPSAS 29 Financial Instruments: Recognition and Measurement are classified as financial assets at fair value through surplus or deficit, loans and receivables, held-to-maturity investments or available-for-sale financial assets, as appropriate. The Entity determines the classification of its 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.

***Summary Of Significant Accounting Policies (Continued)***

***Held-to-maturity***

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held to maturity when the Entity 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.

***Impairment of financial assets***

The Entity assesses at each reporting date whether there is objective evidence that a financial asset or an entity of financial assets is impaired. A financial asset or an entity of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event has an impact on the estimated future cash flows of the financial asset or the entity of financial assets that can be reliably estimated. Evidence of impairment may include the following indicators:

- The debtors or an entity of debtors are experiencing significant financial difficulty
- Default or delinquency in interest or principal payments
- The probability that debtors will enter bankruptcy or other financial reorganization
- Observable data indicates a measurable decrease in estimated future cash flows (e.g. changes in arrears or economic conditions that correlate with defaults)

***Financial liabilities***

***Initial recognition and measurement***

Financial liabilities within the scope of IPSAS 29 are classified as financial liabilities at fair value through surplus or deficit or loans and borrowings, as appropriate. The Entity determines the classification of its 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 taking into account any discount or premium on acquisition and fees or costs that are an integral part of the effective interest rate.

***Summary of Significant Accounting Policies (Continued)***

**f) Inventories**

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

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

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

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

Net realizable value is the estimated selling price in the ordinary course of operations, less the estimated costs of completion and the estimated costs necessary to make the sale, exchange, or distribution.

Inventories are recognized as an expense when deployed for utilization or consumption in the ordinary course of operations of the Entity.

**g) Provisions**

Provisions are recognized when the Entity has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Where the Entity expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset only when the reimbursement is virtually certain.

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement.

During the period under review, the Fund did not make any 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.

***Summary of Significant Accounting Policies (Continued)***

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

**h) Nature and purpose of reserves**

As at the 30 June 2022, the Fund had neither created nor maintained any reserve.

**i) 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.

**j) Employee benefits – Retirement benefit plans**

The Fund does not provide retirement benefits for its employees and directors. Employees of the Fund are employed through the Kilifi County Public Service Board and remunerated by the County Government of Kilifi. Defined contribution plans are post-employment benefit plans under which an entity pays fixed contributions into a separate entity (a fund) and will have no legal or constructive obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits relating to employee service in the current and prior periods. The contributions to fund obligations for the payment of retirement benefits are charged against income in the year in which they become payable.

Defined benefit plans are post-employment benefit plans other than defined-contribution plans. The defined benefit funds are actuarially valued tri-annually on the projected unit credit method basis. Deficits identified are recovered through lump sum payments or increased future contributions on proportional basis to all participating employers. The contributions and lump sum payments reduce the post-employment benefit obligation.

**k) Foreign currency transactions**

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

During the period under review, the Fund did not transact in foreign currency.

***Summary of Significant Accounting Policies (Continued)***

**l) Borrowing costs**

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

**m) Related parties**

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

**n) 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. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

**o) Comparative figures**

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

**p) Events after the reporting period**

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

**q) Ultimate and Holding Entity**

The Fund is a County Public Fund established by Kilifi County Microfinance Fund Act dated 10 June 2016 as amended in 2018 under the Department of Trade, Tourism and Co-operatives Development. Its ultimate parent is the County Government of Kilifi.

**r) Currency**

The financial statements are presented in Kenya Shillings (Kshs).

**Summary of Significant Accounting Policies (Continued)**

**17.5. Significant judgments and sources of estimation uncertainty**

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

State all judgements, estimates and assumptions made e.g.

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

**b) Useful lives and residual values**

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

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

**c) Provisions**

There were no provisions made during the Financial Year under review.

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**18. Notes to the Financial Statements (ii)**

**1. Transfers from County Government**

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers From County Govt. –Operations	-	5,449,074.00
<b>Total</b>	<b>-</b>	<b>5,449,074.00</b>

**NOTE:**

The Fund did not receive the Budgeted amount of One Hundred and Sixteen Million Shillings only (Kshs. 116,000,000.00) from the County Government (Department of Trade, Tourism and Co-operatives Development) during the Financial Year under review

**2. Other income (Management Fees) Refer to Appendix V.**

Description	2021-2022	2020-2021
	Kshs	Kshs
October 2021	-	1,554,800.00
February 2022	-	3,841,368.00
March 2022	2,372,600.00	-
April 2022	36,600.00	-
May 2022	707,400.00	-
June 2022	772,400.00	2,949,450.00
<b>Total Management Fees</b>	<b>3,889,000.00</b>	<b>8,345,618.00</b>

**3. Expenses incurred during the Period ended 30.6.2022 (Refer to Appendix II)**

Description	2021/22	2020/21
	Kshs.	Kshs.
Telephone, Telex, Facsimile and Mobile Phone Services	139,200.00	194,450.00
Catering Services (receptions), Accommodation, Food, Drinks	200,995.00	271,182.00
Travel Costs (airlines, bus, railway, mileage allowances, etc.)	372,550.00	82,300.00
Refined Fuels and Lubricants for Transport	156,900.00	89,550.00
Board Allowances	243,300.00	1,087,167.00
Daily Subsistence Allowance	879,340.00	619,840.00
Conferences and Seminars	700.00	-

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Training Expenses	250,000.00	628,100.00
Bank charges and commissions	39,780.00	98,660.00
Log Book Transfer Charges	37,400.00	17,000.00
Office Drinking Water	11,950.00	116,360.00
General Office Supplies(papers, pencils, small office equipment)	20,415.00	166,817.00
Supplies and Accessories for Computers and Printers	380,250.00	537,900.00
Marketing Activities	328,410.00	475,940.00
Routine Maintenance	12,000.00	-
KEBS Certifications and Training	-	56,040.00
Strategic Plan Consultancy	-	299,820.00
Strategic plan Launch	-	125,850.00
Postage	-	500.00
<b>Total</b>	<b>3,073,190.00</b>	<b>4,817,476.00</b>

**4. Cash and cash equivalents as at 30 June 2022**

Description	2021-2022	2020-2021
	Kshs	Kshs
Co-operative Bank of Kenya – Main Account 0114169194200	(4,101,684.00)	76,256,513.00
Co-operative Bank of Kenya –Administration Account 0114169194201	5,197.95	1,083,407.95
Co-operative Bank of Kenya – Recovery Account 0114169194202	5,158,408.00	14,611,551.00
KCMF M-Pesa Paybill No.564111	41,883.00	6,004,617.00
<b>Total Cash And Cash Equivalents</b>	<b>1,103,804.95</b>	<b>97,956,088.95</b>

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**5. Loans Receivable**

Description	2021-2022	2020-2021
	Kshs	Kshs
<b>Loans Disbursed as at 30 June 2022</b>	283,126,081.00	242,376,993.00
Loans Recovered during the Year	(38,150,307.00)	(38,074,403.00)
<b>Total Loans Receivable as at 30 June 2022</b>	<b>244,975,774.00</b>	<b>204,302,590.00</b>

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

**6. Property, plant and equipment**

	Motor vehicles	Furniture and fittings	Computers and office equipment	Office Equipments	Total
Cost	Kshs	Kshs	Kshs		Kshs
<b>At 1 July 2020</b>	-	368,800.00	-	-	368,800.00
Assets Recognized during the year		79,200.00	703,720.00	361,007.00	1,143,927.00
Additions	-	29,485.00	301,000.00	142,500.00	472,985.00
<b>At 30 June 2021</b>	-	477,485.00	1,004,720.00	503,507.00	1,985,712.00
<b>At 1 July 2021</b>		477,485.00	1,004,720.00	503,507.00	1,985,712.00
Additions	327,100.00	-	-	12,700.00	339,800.00
<b>At 30 June 2022</b>	327,100.00	477,485.00	1,004,720.00	516,207.00	2,325,512.00
<b>Depreciation And Impairment</b>					
Depreciation	(-)	(-)	(-)	(-)	(-)
<b>Net Book Values as at 30.06.2022</b>	327,100.00	477,485.00	1,004,720.00	516,207.00	2,325,512.00
<b>Cost as at 30 June 2022</b>	327,100.00	477,485.00	1,004,720.00	516,207.00	2,325,512.00

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

**7. Loans Payable (Refer to Appendix VI)**

Description	2021-2022	2020-2021
	Kshs	Kshs
Loans Payable	1,178,000.00	57,858,050.00
Refundable Deposits	-	-
<b>Total Loans Payable</b>	<b>1,178,000.00</b>	<b>57,858,050.00</b>

**8. Accrued Expenses (Refer to Appendix II)**

Description	2021-2022	2020-2021
	Kshs	Kshs
Accrued Expenses	1,202,940.00	-
<b>Total Trade And Other Payables</b>	<b>1,202,940.00</b>	<b>-</b>

**9. Changes in Net Assets for the Year ended 30 June 2022**

	Revolving Fund	Revaluation Reserve	Accumulated surplus	Total
	Kshs	Kshs	Kshs	Kshs
<b>Balance As At 1 July 2020</b>	130,542,000.00	-	6,172,272.00	136,714,272.00
Surplus/(Deficit) For the Period	-	-	8,977,216.00	8,977,216.00
Funds Received During the Year	99,550,926.00	-	-	99,550,926.00
Donations recognized during the year	1,143,927.00	-	-	1,143,927.00
<b>Balance As At 30 June 2021</b>	<b>231,236,853.00</b>	<b>-</b>	<b>15,149,488.95</b>	<b>246,386,341.95</b>
<b>Balance As At 1 July 2021</b>	<b>231,236,853.00</b>	<b>-</b>	<b>15,149,488.95</b>	<b>246,386,341.95</b>
Surplus/(Deficit) For the Period	-	-	815,810.00	815,810.00
Funds Received During the Year	-	-	-	-
<b>Balance As At 30 June 2022</b>	<b>231,236,853.00</b>	<b>-</b>	<b>15,965,297.95</b>	<b>247,202,150.95</b>

**10. Cash Outflow from Operations**

**CASH OUTFLOW FROM OPERATIONS FOR THE FINANCIAL YEAR 2021/2022  
FOR THE YEAR ENDED 30 JUNE 2022**

<b>CODE</b>	<b>DESCRIPTION</b>	<b>AMOUNT</b>
2210201	Telephone and Mobile Phone Services	138,000.00
2210801	Catering Services (receptions) Food and Drinks	196,045.00
2210301	Travel Costs ( bus, railway, mileage allowances)	324,300.00
2211201	Refined Fuels and Lubricants for Transport	152,900.00
2210303	Board Allowances	243,300.00
2210303	Daily Subsistence Allowance	770,610.00
2210802	Conferences and Seminars	700.00
2210799	Training Expenses	190,000.00
2211301	Bank charges and commissions	39,780.00
2211301	Log Book Transfer Charges	37,400.00
2210102	Office Drinking Water	11,600.00
2211101	General Office Supplies (Office stationery)	20,415.00
2211102	Supplies and Accessories for Computers and Printers	30,300.00
2210504	Marketing Activities	30,000.00
2211201	Routine Maintenance of Motorbikes	12,000.00
<b>TOTAL</b>		<b><u>2,197,350.00</u></b>

**11. Assets Cash Outflow during the Financial Year 2021/2022**

**FOR THE YEAR ENDED 30 JUNE 2022**

<b>CODE</b>	<b>DESCRIPTION</b>	<b>AMOUNT</b>
3111002	Office Mobile Phones	12,700.00
<b>TOTAL</b>		<b>12,700.00</b>

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**12. Loan Repayments during the period under review**

<b>LOAN REPAYMENT FOR THE YEAR ENDED 30 JUNE 2022</b>					
<b>MONTH</b>	<b>RECOVERY A/C</b>	<b>M PESA PAYBILL</b>	<b>MAIN A/C</b>	<b>ADMIN A/C</b>	<b>TOTAL</b>
<b>JULY 2021</b>	1,699,056.00	2,458,881.00	-	-	4,157,937.00
<b>AUGUST 2021</b>	1,276,889.00	2,055,844.00	-	7,000.00	3,339,733.00
<b>SEPTEMBER 2021</b>	1,361,387.00	2,367,901.00	-	-	3,729,288.00
<b>OCTOBER 2021</b>	1,275,730.00	2,117,389.00	-	-	3,393,119.00
<b>NOVEMBER 2021</b>	1,163,593.00	2,621,114.00	110,200.00	-	3,894,907.00
<b>DECEMBER 2021</b>	1,145,201.00	2,172,986.00	10,000.00	-	3,328,187.00
<b>JANUARY 2022</b>	946,288.00	2,497,750.00	-	-	3,444,038.00
<b>FEBRUARY 2022</b>	1,197,640.00	1,810,302.00	-	-	3,007,942.00
<b>MARCH 2022</b>	1,042,940.00	1,784,949.00	18,500.00	-	2,846,389.00
<b>APRIL 2022</b>	867,938.00	1,276,904.00	-	-	2,144,842.00
<b>MAY 2022</b>	801,732.00	1,433,727.00	19,584.00	-	2,255,043.00
<b>JUNE 2022</b>	868,615.00	1,756,267.00	-	-	2,624,882.00
<b>MPESA REVERSAL</b>	-	(16,000.00)	-	-	(16,000.00)
<b>GRAND TOTAL</b>	<b>13,647,009.00</b>	<b>24,338,014.00</b>	<b>158,284.00</b>	<b>7,000.00</b>	<b>38,150,307.00</b>

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**13. Actual amount Paid (Loans) net of Management Fees**

<b>ACTUAL LOAN OUTFLOW</b>	
<b>FOR THE YEAR ENDED 30TH JUNE 2021</b>	
<b>MONTH</b>	<b>AMOUNT</b>
JULY 2021	- 705,000.00
AUGUST 2021	46,522,000.00
SEPTEMBER 2021	3,124,075.00
OCTOBER 2021	2,972,400.00
NOVEMBER 2021	883,600.00
DECEMBER 2021	775,501.00
JANUARY 2022	423,000.00
FEBRUARY 2022	-
MARCH 2022	48,932,900.00
APRIL 2022	810,400.00
MAY 2022	14,731,565.00
JUNE 2022	12,912,100.00
<b>TOTAL</b>	<b><u>132,792,541.00</u></b>

**14. Contingent Liability**

The total expenses amounting to Kshs. 3,073,190.00 incurred during the period ended 30<sup>th</sup> June 2022 are exclusive of Board and Board Committee Allowances for meetings held from 1<sup>st</sup> February 2022 to 30<sup>th</sup> June 2022. As at the 30<sup>th</sup> day of June 2022, legislative amendments of Section 6 (4) of the Kilifi County Microfinance Fund Act, 2016 as amended in 2018 had not been gazetted and the Effective Date was still unknown. This presents a legal dilemma to the Fund and relevant professional advice is being sought on this matter.

**Other Disclosures**

**19. Related party balances**

**a) Nature of related party relationships**

Entities and other parties related to the Fund include those parties who have ability to exercise control or exercise significant influence over its operating and financial decisions. Related parties include management personnel, their associates and close family members. The fund is related to the following entities:

- a) The County Government;
- b) The Parent County Government Department;
- c) Key management;
- d) Board of Members

**b) Due from related parties**

	2021-2022	2020-2021
	Kshs	Kshs
Due from County Government of Kilifi (Department of Trade, Tourism and Co-operatives Development)	116,000,000.00	-
<b>Total</b>	<b>116,000,000.00</b>	<b>-</b>

**NOTE**

The amount due from the County Government of Kilifi (Department of Trade Tourism and Co-operative Development) had been budgeted for during the period under review. As at 30 June 2022, this amount had not been transferred to the Fund.

**Other Disclosures Continued****20. Financial risk management**

The Fund's activities expose it to a variety of financial risks including credit and liquidity risks and effects of changes in foreign currency. The Fund's overall risk management programme focuses on unpredictability of changes in the business environment and seeks to minimise the potential adverse effect of such risks on its performance by setting acceptable levels of risk. The Fund does not hedge any risks and has in place policies to ensure that credit is only extended to customers with an established credit history.

The Fund's financial risk management objectives and policies are detailed below:

**a) Credit risk**

The Fund has exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. Credit risk arises from cash and cash equivalents, and deposits with banks, as well as trade and other receivables and available-for-sale financial investments.

Management assesses the credit quality of each customer, taking into account its financial position, past experience and other factors. Individual risk limits are set based on internal or external assessment in accordance with limits set by the directors. The amounts presented in the statement of financial position are net of allowances for doubtful receivables, estimated by the entity's management based on prior experience and their assessment of the current economic environment.

The carrying amount of financial assets recorded in the financial statements representing the entity's maximum exposure to credit risk without taking account of the value of any collateral obtained is made up as follows:

	Total amount Kshs	Fully performing Kshs	Past due Kshs	Impaired Kshs
<b>At 30 June 2022</b>				
Receivables From Exchange Transactions	244,975,774.00	244,975,774.00	-	-
Receivables From Non-Exchange Transactions	-	-	-	-
Bank Balances	1,103,804.95	1,103,804.95	-	-
<b>Total</b>	<b>246,079,578.95</b>	<b>246,079,578.95</b>	<b>-</b>	<b>-</b>
<b>At 30 June 2021</b>				
Receivables From Exchange Transactions	204,302,590.00	204,302,590.00	-	-
Receivables From Non Exchange Transactions	-	-	-	-
Bank Balances	97,956,088.95	97,956,088.95	-	-
<b>Total</b>	<b>302,258,678.95</b>	<b>302,258,678.95</b>	<b>-</b>	<b>-</b>

The customers under the fully performing category are paying their debts as they continue trading. The credit risk associated with these receivables is minimal and no allowance for uncollectible amounts has been recognised in the financial statements as there exists no potentially irrecoverable amounts.

The Fund Board of Directors sets the Fund's credit policies and objectives and lays down parameters within which the various aspects of credit risk management are operated.

**b) Liquidity risk management**

Ultimate responsibility for liquidity risk management rests with the Fund Administrator, who has built an appropriate liquidity risk management framework for the management of the entity's short, medium and long-term funding and liquidity management requirements. The entity manages liquidity risk through continuous monitoring of forecasts and actual cash flows.

The table below represents cash flows payable by the Fund under non-derivative financial liabilities by their remaining contractual maturities at the reporting date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	Less than 1 month	Between 1-3 months	Over 5 months	Total
	Kshs	Kshs	Kshs	Kshs
<b>At 30 June 2022</b>				
Trade Payables	1,202,940.00	-	-	1,202,940.00
Loans Payable	1,178,000.00	-	-	1,178,000.00
<b>Total</b>	<b>2,380,940.00</b>	-	-	<b>2,380,940.00</b>
<b>At 30 June 2021</b>				
Trade Payables	-	-	-	-
Loans Payable	57,858,050.00	-	-	57,858,050.00
<b>Total</b>	<b>57,858,050.00</b>	-	-	<b>57,858,050.00</b>

**c) Market risk**

The board has put in place an internal audit function to assist it in assessing the risk faced by the entity on an ongoing basis, evaluate and test the design and effectiveness of its internal accounting and operational controls.

Market risk is the risk arising from changes in market prices, such as interest rate, equity prices and foreign exchange rates which will affect the entity's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market

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risk exposures within acceptable parameters, while optimising the return. Overall responsibility for managing market risk rests with the Audit and Risk Management Committee.

The Fund's Finance Department is responsible for the development of detailed risk management policies (subject to review and approval by Audit and Risk Management Committee) and for the day-to-day implementation of those policies.

There has been no change to the entity's exposure to market risks or the manner in which it manages and measures the risk.

**i. Interest rate risk**

Interest rate risk is the risk that the entity's financial condition may be adversely affected as a result of changes in interest rate levels. The Fund's interest rate risk arises from bank deposits. This exposes the Fund to cash flow interest rate risk. The interest rate risk exposure arises mainly from interest rate movements on the Fund's deposits.

***Management of interest rate risk***

To manage the interest rate risk, management has endeavoured to bank with institutions that offer favourable interest rates.

**d) Capital risk management**

The objective of the Fund's capital risk management is to safeguard the Fund's ability to continue as a going concern. The Kilifi County Microfinance (Mbegu) Fund's capital structure comprises of the Revolving Fund and Accumulated surplus as at 30 June 2022.

	2021-2022	2020-2021
	Kshs	Kshs
Revolving fund	231,236,853.00	231,236,853.00
Accumulated surplus	15,966,137.95	15,149,488.95
<b>Total funds</b>	<b>247,202,990.95</b>	<b>246,386,341.95</b>
Total borrowings	-	-
Less: cash and bank balances	(1,103,804.95)	(97,956,089.95)
<b>Net debt/(excess cash and cash equivalents)</b>	<b>(1,103,804.95)</b>	<b>148,430,253.95</b>
<b>Gearing</b>	-	-

**21. Progress On Follow Up Of Prior Year Auditor's Recommendations**

The Fund still awaits the Auditors report for the Financial Year ended 30 June 2021.

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**22. Appendix i: Expenditure Listing**

**2210201 Telephone, Telex, Facsimile and Mobile Phone Services**

Date	Payee	Description	PV Number	Actual Expenditure
4-Oct-21	Masterminds Networks & Telkom K	Office airtime (Telkom -10,000 & Safaricom 90,000)	MFA/21/22/028	100,000.00
2-Mar-22	Masterminds Networks & Telkom K	Office airtime (Telkom -8,000 & Safaricom 30,000)	MFA/21/22/077	38,000.00
31-Mar-22	Trade & Credit Officers	Airtime		1,200.00

**139,200.00**

**2210801 Catering Services (receptions), Accommodation, Gifts, Food and Drinks**

Date	Payee	Description	PV Number	Actual Expenditure
5-Oct-21	Peter Msuko	Lunch during Board meetings on 6/9/2021 & 7/9/2021	MFA/21/22/033	6,760.00
6-Oct-21	Naomi Fondo	Lunch during Board meetings on 21/10/2021	MFA/21/22/046	10,470.00
22-Nov-21	AVC Management	KCMF Secretariat Loan Application Analysis meeting 1.11.2021 - 5.11.2021	MFA/21/22/057	45,000.00
22-Nov-21	Naomi Fondo	Lunch during KCMF Board Meeting on 11.11.2021	144000	10,000.00
22-Nov-21	Naomi Fondo	Lunch during KCMF Board Credit Committee Meeting on 09.11.2022	MFA/21/22/058	4,985.00
26-Nov-21	Mercy P. Mbitha	Lunch during KCMF Board Credit Committee Meeting on 30.11.2021	MFA/21/22/061	8,840.00
16-Dec-21	Naomi Fondo	Claim - Lunch during Subcounty Committee meetings		63,880.00
16-Dec-21	Hussein Fondo	Catering services	MFA/21/22/042	10,110.00
11-Nov-21	Peter Msuko	Lunch for Board Members and SHG members		36,000.00
30-Jun-22	Peter Msuko	Board Catering		4,950.00

**200,995.00**

**2210301 Travel Costs (airlines, bus, railway, mileage allowances, etc.)**

Date	Payee	Description	PV Number	Actual Expenditure
10-Sep-21	Hussein Fondo	Transport to and fro Kakambala	MFA/21/22/008	400.00
10-Sep-21	Peter Msuko	Transport to and fro Kakambala	MFA/21/22/006	400.00
16-Sep-21	Victoria Mramba	Transport - Loan Acceptance	MFA/21/22/017	2,100.00
16-Sep-21	Naomi Fondo	Transport - Cheque Issuance	MFA/21/22/018	600.00
16-Sep-21	Hussein Fondo	Transport - Cheque Issuance	MFA/21/22/019	600.00
24-Sep-21	Khamisi Chai	Transport - Cheque Issuance	MFA/21/22/022	3,000.00
25-Sep-21	Dorotia Wandoe	ICPAK - 5TH Ladies Conference	MFA/21/22/024	500.00
26-Sep-21	Hussein Fondo	ICPAK - Governance Conference	MFA/21/22/027	500.00
8-Oct-21	Peter Msuko	Transport to various Mbegu Fund Activities	MFA/21/22/033	3,800.00

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9-Oct-21	Hussein Fondo	Transport to and fro Nairobi	MFA/21/22/034	4,200.00
28-Oct-21	Renson Mududu	Transport during cheque issuance and signing of Loan Acceptance Forms in Bamba, Jaribuni, Ganze, Mwawesa, Kisurutini, Kambe	MFA/21/22/047	12,600.00
28-Oct-21	Virginia Choni	Transport	MFA/21/22/044	300.00
10-Nov-21	Hussein Fondo	KCMF System training in Malindi for 10 officers	MFA/21/22/054	4,000.00
16-Dec-21	Hussein Fondo	Standing Imprest	MFA/21/22/042	5,000.00
17-Dec-21	Peter Msuko	Transport during the 21st Annual SACCA Congress in Kwale	MFA/21/22/067	1,100.00
29-Dec-21	Hussein Fondo	Transport - Preparation of response to Audit Management letter	MFA/21/22/070	400.00
29-Dec-21	Dorotia Wandoe	Transport - Preparation of response to Audit Management letter	MFA/21/22/071	400.00
29-Dec-21	Peter Msuko	Transport - Preparation of response to Audit Management letter	MFA/21/22/072	400.00
11-Nov-21	Peter Msuko	Transport for loan Beneficiaries		144,000.00
16-Dec-21	Hussein Fondo	Transport for Beneficiaries during launch of Cheque Issuance		140,000.00
30-Jun-22	Staff	Accrued Expenses		48,250.00
				<b>372,550.00</b>

**2211201 Refined Fuels and Lubricants for Transport**

Date	Payee	Description	PV Number	Actual Expenditure
10-Sep-21	Peter Msuko	Fuel for Cheque Disbursement	MFA/21/22/005	37,500.00
8-Oct-21	Peter Msuko	Fuel for Mbegu Fund Activities	MFA/21/22/033	4,000.00
19-Oct-21	Hussein Fondo	Standing Imprest	MFA/21/22/020	18,200.00
19-Oct-21	Hussein Fondo	Fuel for Mbegu Fund Activities	MFA/21/22/041	9,500.00
16-Dec-21	Hussein Fondo	Fuel for Mbegu Fund Activities	MFA/21/22/042	2,500.00
7-Jan-22	Peter Msuko	Fuel for Mbegu Fund Activities	MFA/21/22/073	3,200.00
31-Jan-22	Wilson Safari	Fuel for Loan Acceptance Activity	MFA/21/22/074	28,000.00
31-Mar-22	Wilson Safari	Fuel		4,000.00
2-Mar-22	Wilson Safari	Fuel for Cheque Disbursement		50,000.00
				<b>156,900.00</b>

**Board Allowances**

Date	Payee	Description	PV Number	Actual Expenditure
8-Sep-21	KCMF Board Members	Board meetings Allowance on 6/9/2021 & 7/9/2021	MFA/21/22/003	62,440.00
8-Sep-21	Paymaster General	PAYE - Board Members	MFA/21/22/004	24,600.00
29-Oct-21	Co-operative Bank	Board Allowance for the meeting of 21st October 2021	MFA/21/22/048	39,620.00
29-Oct-21	Paymaster General	PAYE deducted from Board Allowance for the meeting of 21st October 2021	MFA/21/22/049	14,700.00
22-Nov-21	Co-operative Bank	Board meeting allowance - 11.11.2021	MFA/21/22/055	41,580.00
22-Nov-21	Paymaster General	PAYE - Board meeting allowance - 11.11.2021	MFA/21/22/056	14,700.00
22-Dec-21	Co-operative Bank	Board meeting allowance - 03.12.2021	MFA/21/22/063	32,760.00
22-Dec-21	Paymaster General	PAYE - Board meeting allowance - 03.12.2021	MFA/21/22/064	12,900.00
				<b>243,300.00</b>

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**2210303 Daily Subsistence Allowance**

Date	Payee	Description	PV Number	Actual Expenditure
10-Sep-21	Chrispus Mae	Lunch Allowance during Cheque Issuance in Mariakani & Hademu	MFA/21/22/007	1,200.00
10-Sep-21	Alex Kazungu	Lunch Allowance during Cheque Issuance in Magarini, Malindi, Marafa	MFA/21/22/009	7,560.00
15-Sep-21	Alex Kazungu	Lunch Allowance during Loan Acceptance in Gongoni, Marereni, Marafa	MFA/21/22/010	4,200.00
16-Sep-21	Ronald Baya	Lunch Allowance during signing of Loan Acceptance Forms	MFA/21/22/011	4,340.00
16-Sep-21	Emily Umazi Jira	Lunch Allowance during Loan Acceptance in Malindi	MFA/21/22/012	6,160.00
16-Sep-21	Rao Ali	Lunch Allowance during signing of Loan Acceptance Forms in Mtwapa, Shimo la Tewa	MFA/21/22/013	4,200.00
16-Sep-21	Evans Malombo	Lunch Allowance during signing of Loan Acceptance Forms in Mtwapa, Shimo la Tewa	MFA/21/22/014	1,820.00
16-Sep-21	Donald Owili	Lunch Allowance during signing of Loan Acceptance Forms in Mtwapa, Shimo la Tewa	MFA/21/22/015	2,940.00
16-Sep-21	Virginia Muganga	Lunch Allowance during signing of Loan Acceptance Forms in Mtwapa, Shimo la Tewa	MFA/21/22/016	5,040.00
16-Sep-21	Victoria Mramba	Lunch Allowance during Cheque issuance & signing of Loan Acceptance Forms in Ruruma, Kisurutini, Kambe, Mwawesa, Bamba Jaribuni, Ganze	MFA/21/22/017	9,100.00
16-Sep-21	Naomi Fondo	Lunch Allowance during Cheque issuance & signing of Loan Acceptance Forms in Ruruma, Kisurutini, Kambe, Mwawesa, Bamba Jaribuni, Ganze	MFA/21/22/018	4,340.00
16-Sep-21	Hussein Fondo	Lunch Allowance during Cheque issuance & signing of Loan Acceptance Forms in Ruruma, Kisurutini, Kambe, Mwawesa, Bamba Jaribuni, Ganze	MFA/21/22/019	3,080.00
24-Sep-21	Khamisi Chai	Lunch Allowance during Cheque issuance & signing of Loan Acceptance Forms in Ruruma, Kisurutini, Kambe, Mwawesa, Bamba Jaribuni, Ganze	MFA/21/22/022	5,880.00
27-Oct-21	Renson Mududu Kenga	Lunch Allowance during Cheque issuance & signing of Loan Acceptance Forms in Ruruma, Kisurutini, Kambe, Mwawesa, Bamba Jaribuni, Ganze	MFA/21/22/047	6,720.00
22-Nov-21	Esther Nofian	Lunch Allowance during Cheque issuance & signing of Loan Acceptance Forms in Kayafungo, Mariakani, Mwanamwinga, Kaloleni	MFA/21/22/059	5,040.00
10-Sep-21	Peter Msuko	DSA for 5 days - Pre Audit exercise (North Coast Hotel)	MFA/21/22/006	21,000.00
10-Sep-21	Hussein Fondo	DSA for 5 days - Pre Audit exercise (North Coast Hotel)	MFA/21/22/008	35,000.00
4-Oct-21	Dorotia Wandoe	DSA for 6 days - The ICPAK 5th National Lady Conference (White Sands Hotel)	MFA/21/22/024	67,200.00
4-Oct-21	Hussein Fondo	DSA for 6 days - Annual Governance & Ethics Conference	MFA/21/22/027	56,000.00
6-Oct-21	Naomi Fondo	Lunch Allowance - Sent to Auditors General Office in Mombasa & County Assembly in Malindi	MFA/21/22/030	1,260.00
7-Oct-21	Alex Mwambire	Lunch Allowance - Sent to Auditors General Office in Mombasa & County Assembly in Malindi	MFA/21/22/031	1,260.00
7-Oct-21	Hussein Fondo	DSA for 2 days - NBI (11,200x2)	MFA/21/22/034	22,400.00
19-Oct-21	Peter Msuko	Quarter DSA - 5 Days in Kikambala (North Coast) KCMF System Data Cleaning exercise	MFA/21/22/036	5,250.00
19-Oct-21	Khamisi Chai	Quarter DSA - 5 Days in Kikambala (North Coast) KCMF System Data Cleaning exercise	MFA/21/22/037	5,250.00
19-Oct-21	Naomi Fondo	Quarter DSA - 5 Days in Kikambala (North Coast) KCMF System Data Cleaning exercise	MFA/21/22/038	5,250.00
19-Oct-21	David Jefwa	Quarter DSA - 5 Days in Kikambala (North Coast) KCMF System Data Cleaning exercise	MFA/21/22/039	8,750.00
19-Oct-21	Alex Mwambire	Quarter DSA - 5 Days in Kikambala (North Coast) KCMF System Data Cleaning exercise	MFA/21/22/040	5,250.00
29-Oct-21	Paul Karisa	Quarter DSA - 5 Days in Kikambala (North Coast) KCMF System Data Cleaning exercise	MFA/21/22/050	8,750.00

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29-Oct-21	Dorotia Wandoe	Quarter DSA - 5 Days in Kikambala (North Coast) KCMF System Data Cleaning exercise	MFA/21/22/051	8,750.00
10-Nov-21	Hussein Fondo	DSA for Eleven (11) Officers during KCMF System Training in Malindi	MFA/21/22/054	322,000.00
17-Dec-21	Peter Msuko	DSA for 4 days (4x4,900) during 21st Annual SACCA Congress in Kwale	MFA/21/22/067	19,600.00
18-Dec-21	Peter Msuko	DSA for 5 days (5x4,200) during preparation of response to Audit Management Letter	MFA/21/22/072	21,000.00
19-Dec-21	Dorotia Wandoe	DSA for 5 days (5x7,000) during preparation of response to Audit Management Letter	MFA/21/22/071	35,000.00
20-Dec-21	Hussein Fondo	DSA for 5 days (5x7,000) during preparation of response to Audit Management Letter	MFA/21/22/070	35,000.00
7-Jan-22	Peter Msuko	Lunch Allowance in Mombasa - Auditor General's Office	MFA/21/22/073	980.00
7-Oct-21	Alex Kazungu	Lunch Allowance - Sensitization in Chasimba, Marereni, Garashi	MFA/21/22/032	2,520.00
8-Oct-21	Peter Msuko	Lunch Allowance - Sensitization in Chasimba, Marereni, Garashi	MFA/21/22/033	6,720.00
21-Oct-21	Alex Kazungu	Lunch Allowance - Sensitization in Ganze	MFA/21/22/040	840.00
26-Oct-21	Virginia Choni Muganga	Lunch Allowance - Sensitization in Marafa, Adu, Gongoni, Garashi	MFA/21/22/044	3,360.00
26-Oct-21	Chrispus Mae	Lunch Allowance - Sensitization in Marafa	MFA/21/22/045	600.00
30-Jun-22	Staff	Accrued Expenses		107,890.00
				<u>878,500.00</u>

**2210802 Conferences and Seminars**

Date	Payee	Description	PV Number	Actual Expenditure
19-Oct-21	Hussein Fondo	Conference - Sensitization in Magarini	MFA/21/22/020	700.00
				<u>700.00</u>

**2210799 Training Expenses**

Date	Payee	Description	PV Number	Actual Expenditure
24-Sep-21	ICPAK	5TH National Lady Conference - Dorotia Wandoe	MFA/21/22/023	65,000.00
25-Sep-21	ICPAK	The Annual Governance and Ethics Conference - H. Fondo	MFA/21/22/026	65,000.00
21-Oct-21	ACCOUSCA	KUSCCO Training in Kwale - P. Msuko	MFA/21/22/043	60,000.00
28-Feb-21	KUSCCO	KUSCCO Training in Kwale - P. Msuko		60,000.00
				<u>250,000.00</u>

**2211301 Bank charges and commissions**

Date	Payee	Description	PV Number	Actual Expenditure
31-Jul-21	Co-operative Bank	Bank Charges		840.00
30-Sep-21	Co-operative Bank	Bank Charges		3,240.00
31-Oct-21	Co-operative Bank	Bank Charges		4,700.00
30-Nov-21	Co-operative Bank	Bank Charges		1,500.00
31-Dec-21	Co-operative Bank	Bank Charges		2,400.00
28-Feb-22	Co-operative Bank	Bank Charges		1,200.00
31-Mar-22	Co-operative Bank	Bank Charges		22,000.00
30-Apr-22	Co-operative Bank	Bank Charges		1,200.00
30-May-22	Co-operative Bank	Bank Charges		1,200.00
30-Jun-22	Co-operative Bank	Bank Charges		1,500.00
				<u>39,780.00</u>

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**2211301 Log Book Transfer Charges**

Date	Payee	Description	PV Number	Actual Expenditure
30-Aug-21	Abson Motors Limited	Log Book Tranfer (Stunning Women & Blessings Youth Group)	MFA/2021/2022/002	3,400.00
23-Sep-21	Logbooks transfer charges	Jukumika SHG, Musyi SHG, Mapatano SHG, Chuda BodaBoda, Gede Amwaziro	MFA/2021/2022/021	11,900.00
28-Sep-21	Abson Motors - Logbooks transfer charges	Mavueni Youth Group	MFA/2021/2022/025	1,700.00
6-Oct-21	Elishammah Motorcycles - Logbooks transfer charges	Jijenge, Assaada, Imani, Mikamini	MFA/2021/2022/029	6,800.00
7-Oct-21	Car & General -Logbooks transfer charges	Tezo Brotherhood – TukTuk	MFA/2021/2022/031	1,700.00
21-Oct-21	Coast Motorcycles - Logbooks transfer charges	Dabaso Old Gede Tsole Tsole, Furahia SHG, 10 Young Founder	MFA/2021/2022/035	5,100.00
3-Nov-21	Tikama Enterprises	Wazee SHG – Tuktuk	MFA/2021/2022/052	2,250.00
17-Dec-21	Abson Motors Ltd & Elishammah Motorcycles	Muungano SHG & Kaloleni Kilifi Bodaboda SHG	MFA/2021/2022/065	4,000.00
21-Dec-21	Tikama Enterprises Ltd	Undugu Welfare Group	MFA/2021/2022/069	2,250.00
20-Jan-22	Tikama Enterprises Ltd	CHQ No. 000249	MFA/2021/2022/021	(1,700.00)
31-Mar-22	Logbooks transfer charges	Barani Extra Mile		2,250.00
30-Jun-22	Logbooks transfer charges	Barani Extra Mile		(2,250.00)
				<u>37,400.00</u>

**2210102 Office Drinking Water**

Date	Payee	Description	PV Number	Actual Expenditure
27-Oct-21	Naomi Fondo	Board Meeting on 21.10.2021	MFA/21/22/046	1,520.00
26-Nov-21	Mercy Pendo Mbitha	Board meeting lunch on 30.11.2021	MFA/21/22/061	1,000.00
16-Dec-21	Hussein Fondo	Office Drinking water	MFA/21/22/042	4,080.00
30-Jun-21	Peter Msuko	Drinking Water		5,000.00
30-Jun-21	Peter Msuko	Office Drinking water		350.00
				<u>11,950.00</u>

**2211101 General Office Supplies (papers, pencils, forms, small office equipment etc)**

Date	Payee	Description	PV Number	Actual Expenditure
16-Dec-21	Hussein Fondo	Printing services - Financial Report	MFA/21/22/042	7,810.00
16-Dec-21	Hussein Fondo	Light tubes	MFA/21/22/042	500.00
16-Dec-21	Hussein Fondo	Printing services (part of MFA/21/22/042)	MFA/21/22/065	765.00
7-Jan-22	Peter Msuko	Printing services - Financial Report, Response to Management letter	MFA/21/22/073	11,340.00
				<u>20,415.00</u>

**2211102 Supplies and Accessories for Computers and Printers**

Date	Payee	Description	PV Number	Actual Expenditure
1-Oct-21	Office Printer Toner	Tonner (Black)	MFA/21/22/020	10,500.00
16-Dec-21	Hussein Fondo	Kyocera Ecosys M2640idw	MFA/21/22/065	19,800.00
31-Mar-21	Medipearl Solutions	Office tonners		349,950.00
				<u>380,250.00</u>

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

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**2210504 Marketing Activities**

<b>Date</b>	<b>Payee</b>	<b>Description</b>	<b>PV Number</b>	<b>Actual Expenditure</b>
31-Mar-22	Ashsntyz Promotion & Catering Services	Branded Tshirts		298,410.00
11-Nov-21	Peter Msuko	Decoration and Marketing Expenses during launch of Cheque issuance		30,000.00
				<u>328,410.00</u>

**2211201 Routine Maintenance of Motorbikes**

<b>Date</b>	<b>Payee</b>	<b>Description</b>	<b>PV Number</b>	<b>Actual Expenditure</b>
2-Mar-21	Wilson Safari	Motor Vehicle Service (KBY 435C)		12,000.00
				<u>12,000.00</u>

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

**23. Appendix ii: Accrued Expenses for the period ended 30 June 2022**

<b>KILIFI COUNTY MICROFINANCE (MBEGU) FUND</b>		
<b>TRADE PAYABLES AS AT 30 JUNE 2022</b>		
<b>CODE</b>	<b>DESCRIPTION</b>	<b>AMOUNT</b>
2210303	Peter Msuko-DSA	31,500.00
2210799	Peter Msuko-Training	60,000.00
2210301	Peter Msuko-Transport &Taxi	400.00
2211102	Office Tonners	349,950.00
2210504	Ashantyz Promotion & Catering Services - Branded Tshirts	298,410.00
2210303	Trade and Credit Officers - Lunch Allowance	44,330.00
2210301	Trade and Credit Officers – Transport	19,200.00
2210201	Trade and Credit Officers – Airtime	1,200.00
2211201	Trade and Credit Officers – Fuel	4,000.00
2210301	Peter Msuko-Taxi	20,000.00
2210303	Trade and Credit Officers - Lunch Allowance	32,900.00
2210301	Trade and Credit Officers - Transport	8,650.00
3110704	Kibo EA Limited	327,100.00
2210801	Catering Expenses - P. Msuko	4,950.00
2210102	Drinking Water - P. Msuko	350.00
<b>TOTAL</b>		<b><u>1,202,940.00</u></b>

**Kilifi County Microfinance (Mbegu) Fund****Annual Report and Financial Statements for the year ended June 30, 2022****24. Appendix iii: Assets Listing****KILIFI COUNTY MICROFINANCE (MBEGU) FUND  
OFFICE EQUIPMENTS AS AT 30 JUNE 2021**

ASSET	CODE	SERIAL NO.	DATE ACQUIRED	AMOUNT
File Cabinet	KCMF-FC001		PRIOR PERIOD	46,500.00
File Cabinet	KCMF-FC002		PRIOR PERIOD	46,500.00
File Cabinet	KCMF-FC003		PRIOR PERIOD	46,500.00
File Cabinet	KCMF-FC004		PRIOR PERIOD	46,500.00
File Cabinet	KCMF-FC005		PRIOR PERIOD	46,500.00
File Cabinet	KCMF-FC006		PRIOR PERIOD	38,605.00
File Cabinet	KCMF-FC007		PRIOR PERIOD	38,605.00
Water Dispeser	KCMF-WD001	906VADA2210WO414	PRIOR PERIOD	9,595.00
Banner	KCMF-B001		PRIOR PERIOD	7,950.00
Banner	KCMF-B002		PRIOR PERIOD	7,950.00
Banner	KCMF-B003		PRIOR PERIOD	7,830.00
Banner	KCMF-B004		PRIOR PERIOD	7,830.00
Banner	KCMF-B005		PRIOR PERIOD	7,830.00
Office Tray (Double)	KCMF-OTD001		PRIOR PERIOD	578.00
Office Tray (Double)	KCMF-OTD002		PRIOR PERIOD	578.00
Office Tray (Double)	KCMF-OTD003		PRIOR PERIOD	578.00
Office Tray (Double)	KCMF-OTD004		PRIOR PERIOD	578.00
Banner	KCMF-B006		MARCH 2021	17,000.00
Banner	KCMF-B007		MARCH 2021	11,500.00
Banner	KCMF-B008		MARCH 2021	11,500.00
Dummy Cheque	KCMF-DC001		MARCH 2021	5,000.00
Dummy Strategic Plan	KCMF-DSP001		MARCH 2021	5,000.00
Office Fridge	KCMF-OFR001	340-C8733301-1331-1000278	JUNE 2021	34,500.00
Office Fan	KCMF-OFA001	06125/00081T	JUNE 2021	14,500.00
Office Fan	KCMF-OFA002	06125/000365T	JUNE 2021	14,500.00
Office Fan	KCMF-OFA003	06049/00115T	JUNE 2021	14,500.00
Office Fan	KCMF-OFA004	06049/00341T	JUNE 2021	14,500.00
			<b>SUB TOTAL</b>	<b>503,507.00</b>

**KILIFI COUNTY MICROFINANCE (MBEGU) FUND  
OFFICE EQUIPMENTS ACQUIRED DURING THE FINANCIAL YEAR  
2021/2022**

ASSET	CODE	SERIAL NO.	DATE ACQUIRED	AMOUNT
Mobile Phone	KCMF-MP001		JANUARY 2022	2,550.00
Mobile Phone	KCMF-MP002		JANUARY 2022	2,550.00
Mobile Phone	KCMF-MP003		JANUARY 2022	2,550.00
Mobile Phone	KCMF-MP004		JANUARY 2022	5,050.00
			<b>SUB TOTAL</b>	<b>12,700.00</b>
			<b>TOTAL OFFICE EQUIPMENTS</b>	<b>516,207.00</b>

**Kilifi County Microfinance (Mbegu) Fund****Annual Report and Financial Statements for the year ended June 30, 2022****KILIFI COUNTY MICROFINANCE (MBEGU) FUND  
COMPUTERS AND PRINTERS AS AT 30<sup>TH</sup> JUNE 2021**

ASSET	CODE	SERIAL NO.	DATE AQUIRED	AMOUNT
Printer	KCMF-P001	VNBNLCFDS F	PRIOR PERIOD	79,500.00
Desktop Computer	KCMF- DTC001	854067-001	PRIOR PERIOD	89,500.00
Desktop Computer	KCMF- DTC002	854133-001	PRIOR PERIOD	89,500.00
Laptop Computer	KCMF- LTC001		PRIOR PERIOD	235,420.00
Laptop Computer	KCMF- LTC002		PRIOR PERIOD	199,800.00
UPS	KCMF- UPS001	8CG8506HLQ	PRIOR PERIOD	5,000.00
UPS	KCMF- UPS002	4CE9111WCJ	PRIOR PERIOD	5,000.00
Printer	KCMF-P002	VCNOX44235	MARCH 2021	152,000.00
Laptop Computer	KCMF- LTC003	CND04650P3	MARCH 2021	149,000.00
			<b>TOTAL</b>	<b>1,004,720.00</b>

**KILIFI COUNTY MICROFINANCE (MBEGU) FUND  
MOTOR VEHICLES ACQUIRED DURING THE FY 2021/22**

ASSET	CODE	REG. NO.	MODEL NO	CHASIS NO	DATE AQUIRED	AMOUNT
Motor Bike	KCMF- MB001				JUNE 2022	327,100.00
					<b>TOTAL</b>	<b><u>327,100.00</u></b>

**KILIFI COUNTY MICROFINANCE (MBEGU) FUND  
FURNITURE AS AT 30 JUNE 2021**

ASSET	CODE	SERIA L NO.	DATE AQUIRED	AMOUNT
office Chair	KCMF-OC001		PRIOR PERIOD	27,585.00
office Chair	KCMF-OC002		PRIOR PERIOD	27,585.00

**Kilifi County Microfinance (Mbegu) Fund**

**Annual Report and Financial Statements for the year ended June 30, 2022**

office Chair	KCMF-OC003		PRIOR PERIOD	27,585.00
office Chair	KCMF-OC004		PRIOR PERIOD	27,585.00
Office Desk	KCMF-OD001		PRIOR PERIOD	86,500.00
Office Desk	KCMF-OD002		PRIOR PERIOD	86,500.00
Work Station (2 in 1)	KCMF-WS001		PRIOR PERIOD	164,660.00
Office Desk	KCMF-OD003		MARCH 2021	21,490.00
Office Chair	KCMF-OC005		MARCH 2022	<u>7,995.00</u>
			<b>TOTAL</b>	<b><u>477,485.00</u></b>

**25. Appendix iv: Trial Balance for the Year Ended 30.6.2022**

**KILIFI COUNTY MICROFINANCE (MBEGU)  
FUND  
TRIAL BALANCE FOR THE YEAR ENDED 30  
JUNE 2022**

	DEBIT	CREDIT
Bank – main	-	4,101,684.00
Bank – admin	5,197.95	-
Bank - recovery	5,158,408.00	-
Mpesa Paybill No. 56411	41,883.00	-
Repayment received		38,150,307.00
Loan to groups (Paid Out)	283,126,081.00	-
Loans approved but not disbursed-1/7/2021	1,446,000.00	-
Loans Payables-Approved	-	1,109,320.00
Management Fees Earned	-	3,889,000.00
Management fees on Loans not Disbursed	-	68,680.00
Bank charges	39,780.00	-
Board Allowances	243,300.00	-
Daily Subsistence Allowance	879,340.00	-
Transport	372,550.00	-
Fuel	156,900.00	-
Catering & Conferences	200,995.00	-
communication	139,200.00	-
Routine Maintenance	12,000.00	-
Marketing Expenses	328,410.00	-
Conference expenses	700.00	-
Training	250,000.00	-
Office Tonners	380,250.00	-
Drinking Water	11,950.00	-
Office Stationery	20,415.00	-
Logbook Transfer charges	37,400.00	-

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

Other Payables	-	1,202,940.00
Assets	2,325,512.00	-
Surplus bal b/f	-	15,149,487.95
Revolving fund	-	231,236,853.00
	<b><u>294,908,271.95</u></b>	<b><u>294,908,271.95</u></b>

**26. Appendix v: Management Fees Earned during the Year**

KILIFI COUNTY GOVERNMENT MICROFINANCE (MBEGU) FUND		
MANAGEMENT FEE EARNED IN MARCH 2022		
Date Earned	Group/Client	Management Fees
3-Mar-22	Lengo Women Group	4,000.00
3-Mar-22	Imani Women Group	4,000.00
3-Mar-22	Tupendane Kipetauso B W Group	4,000.00
3-Mar-22	Jeza Ulole Self Help Group	4,000.00
3-Mar-22	Vibandani Tumaini Self Help Group	7,500.00
3-Mar-22	Dilo Youth Group	4,000.00
3-Mar-22	Mwanzo Mpya Self Help Group	4,000.00
3-Mar-22	Tumaini Women Group	4,000.00
3-Mar-22	Mujibu Bee Keeping (CIG) SHG	4,000.00
3-Mar-22	Imani women group	4,000.00
3-Mar-22	Dera Bright beginning SHG	4,000.00
3-Mar-22	Kuluhiro Women Group	4,000.00
3-Mar-22	Uwezo women Group	4,000.00
3-Mar-22	Azimio Self Help Group	4,000.00

***Kilifi County Microfinance (Mbegu) Fund***  
**Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Dzunguni Self Help Group	21,000.00
3-Mar-22	Red Scorpion Self Help Group	4,000.00
3-Mar-22	Tupendane self-help group	4,000.00
3-Mar-22	Tuko Mbele Initiative Group	21,000.00
3-Mar-22	Lion Heart Youth Group	15,000.00
3-Mar-22	Tekiba Elders	4,000.00
3-Mar-22	Bidii MTN Youth Group	4,000.00
3-Mar-22	Upendo Self Help Group	9,000.00
3-Mar-22	Mkwajuni Self Help Group	4,000.00
3-Mar-22	Chafisi Malengo Self Help Group	4,000.00
3-Mar-22	Jimba upendo Women Group	4,000.00
3-Mar-22	Timboni sisi Kwa sisi Women Group	4,000.00
3-Mar-22	Jimba Sauti Ya WaMama Dev. Group	12,000.00
3-Mar-22	Gede Kupendana Silo SHG	4,000.00
3-Mar-22	Chembe Kibambanche Matunda WG	8,400.00
3-Mar-22	Funulane Self Help Group	4,000.00
3-Mar-22	Neema Self Help Group	4,000.00
3-Mar-22	Amani Women Group	4,000.00
3-Mar-22	Maarifa Development Group	4,000.00
3-Mar-22	Jipe Moyo Watamu Women Group	4,000.00
3-Mar-22	Watamu Kyeni Women Group	4,000.00
3-Mar-22	Kizigo Mahenzo Self Help Group	4,000.00
3-Mar-22	Watamu Shining Women Group	4,000.00
3-Mar-22	USHIRIKA SELF HELP GROUP	4,000.00
3-Mar-22	UYOMBO MAWENI WOMEN GROUP	4,000.00
3-Mar-22	TUPENDANE SELF HELP GROUP	4,000.00
3-Mar-22	UPENDO KIDUNDU SHG	4,000.00
3-Mar-22	VIJIWENI SELF HELP GROUP	4,000.00

***Kilifi County Microfinance (Mbegu) Fund***  
**Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	MWANGAZA WOMEN GROUP	4,000.00
3-Mar-22	FAHAMIKA SELF HELP GROUP	4,000.00
3-Mar-22	CHIMBIRIRO WOMEN GROUP	4,000.00
3-Mar-22	MATENDO WOMEN PENDEZA	4,000.00
3-Mar-22	VINDAKALA WOMEN GROUP	4,000.00
3-Mar-22	VISION JIPANGE YOUTH GROUP	4,000.00
3-Mar-22	UTAVUNA ULICHO PANDA	4,000.00
3-Mar-22	KAZAMOYO WOMEN GROUP	4,000.00
3-Mar-22	Mabomorokoni Kachachawa WG	4,000.00
3-Mar-22	Usiogope SHG	4,000.00
3-Mar-22	Maboromokoni Tumaini Women Group	4,000.00
3-Mar-22	Old Market Mwaga Mwaga WG	4,000.00
3-Mar-22	Sabaki Mikiwanda SHG	4,000.00
3-Mar-22	SabakiSayuni WG	4,000.00
3-Mar-22	Faida Women Group	4,000.00
3-Mar-22	Sabaki Wajane Jitegemee Women Group	4,000.00
3-Mar-22	Kibokoni Kilimo Hifadhi S.H.G	4,000.00
3-Mar-22	Vumilia Women Group	4,000.00
3-Mar-22	Baishe Adimaye WG	4,000.00
3-Mar-22	Kibokoni Sand Project	12,000.00
3-Mar-22	Dziunye Women Goup	4,000.00
3-Mar-22	Bahati Women Group	4,000.00
3-Mar-22	Katsangani Tupendane Women Group	4,000.00
3-Mar-22	Sabaki Kusema na Kutenda SHG	4,000.00
3-Mar-22	Ufanisi Self Help Group	9,000.00
3-Mar-22	Sabaki Jezani WG	4,000.00
3-Mar-22	Moi 'A' Dzishughulisheni Women Group	4,000.00
3-Mar-22	Majivuni Zawadi Women Group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund****Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Sabaki Amani Women Group	4,000.00
3-Mar-22	Reco Self Help Group	12,000.00
3-Mar-22	Sabaki Tupendane Women Group	4,000.00
3-Mar-22	Kibokoni Sand Mining Youth Project	12,000.00
3-Mar-22	Katsangani Lamkani WG	4,000.00
3-Mar-22	Mahenzo Dakacha SHG	4,000.00
3-Mar-22	Mekatilili Sosoni SHG	4,000.00
3-Mar-22	Maragara Boda Boda SHG	7,800.00
3-Mar-22	Kibaoni Dziuze SHG	4,000.00
3-Mar-22	Madina Young Farmers SHG	9,000.00
3-Mar-22	Mizijini Umoja SHG	4,000.00
3-Mar-22	Kavunyalalo Tumaini SHG	4,000.00
3-Mar-22	Viriko Furaha Self Help Group	4,000.00
3-Mar-22	Lachani Gamale SHG	4,000.00
3-Mar-22	Chamari Jaribuni SHG	4,000.00
3-Mar-22	Pamoja Kilulu SHG	4,000.00
3-Mar-22	Magarini Sub ACU	4,000.00
3-Mar-22	Mungu Yuko Sosoni SHG	4,000.00
3-Mar-22	Morning Star SHG	4,000.00
3-Mar-22	Kifudu Magarini Community Based Organization	4,000.00
3-Mar-22	Bahati Mkono wa Jongoo SHG	4,000.00
3-Mar-22	Mazingira CBO	4,000.00
3-Mar-22	Bandacho Tumaini WG	4,000.00
3-Mar-22	Shakahola Boda Boda	12,000.00
3-Mar-22	Marereni Umoja 'A' SHG	15,000.00
3-Mar-22	Mbegu Njema Women Group	4,000.00
3-Mar-22	Garithe Mangrove Conservation And Nuts Value Addition	4,000.00
3-Mar-22	Gongoni Thithe's SHG	4,000.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Gongoni Tujikaze SHG	4,000.00
3-Mar-22	Sogorosa Muungano WG	4,000.00
3-Mar-22	Saba Saba Amani SHG	4,000.00
3-Mar-22	Midodoni Maendeleo SHG	4,000.00
3-Mar-22	Angels Bay Mwangaza SHG	4,000.00
3-Mar-22	Bomani Jipe Moyo Fanikisha SHG	4,000.00
3-Mar-22	Majahazini C Self Help Group	4,000.00
3-Mar-22	Majahazini Umoja Ni Nguvu Silc SHG	4,000.00
3-Mar-22	Mambui Amani SHG	9,000.00
3-Mar-22	Amani SHG	4,000.00
3-Mar-22	Tumaini WG	4,000.00
3-Mar-22	Bomani Sub Location Pastors Fellowship	4,000.00
3-Mar-22	Mpirani Ushirika Ni Moyo SHG	4,000.00
3-Mar-22	Kagombani Patanani Women Group	4,000.00
3-Mar-22	Bomani Galukani WG	4,000.00
3-Mar-22	Uwezo WG	4,000.00
3-Mar-22	Mnazi Mumwenga Dzinule WG	4,000.00
3-Mar-22	Nafasi SHG	4,000.00
3-Mar-22	Mwangaza Burangi WG	4,000.00
3-Mar-22	Kagombani Amani WG	4,000.00
3-Mar-22	Kagombani Henganani	4,000.00
3-Mar-22	Tuzaane SHG	4,000.00
3-Mar-22	Matsesho Ushindi WG	4,000.00
3-Mar-22	Bura kolobani Young Mothers WG	4,000.00
3-Mar-22	Ulaya Amani SHG	4,000.00
3-Mar-22	Bore Imarika SHG	4,000.00
3-Mar-22	Pendanani Bore Singwaya SHG	4,000.00
3-Mar-22	Zola Youth Group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Marafa Poly Adimaye SHG	4,000.00
3-Mar-22	Garashi Sauti ya Wanawake	4,000.00
3-Mar-22	Masindeni Dziuzeni SILC WG	4,000.00
3-Mar-22	Kata Chimbiriro SILC Group	4,000.00
3-Mar-22	Ulaya Lamkani SHG	4,000.00
3-Mar-22	tujiunge women group	4,000.00
3-Mar-22	mambo poa self help group	15,000.00
3-Mar-22	new mariakani market welf. Ass.	9,000.00
3-Mar-22	new mariakani B market Wel Ass.	9,000.00
3-Mar-22	Twelve Souls Investment Group	4,000.00
3-Mar-22	Tumaini Tonolo Women Group	4,000.00
3-Mar-22	mwatsuma women group	18,000.00
3-Mar-22	nafuanze ramisi women group	4,000.00
3-Mar-22	Polepole women group	4,000.00
3-Mar-22	tupendane women group	15,000.00
3-Mar-22	Lengo women group	4,000.00
3-Mar-22	Chemi chemi self helpgroup	15,000.00
3-Mar-22	Nyati self help group	4,000.00
3-Mar-22	Inuka mtepeni self help group	4,000.00
3-Mar-22	Upendo women group	4,000.00
3-Mar-22	makinika women group	4,000.00
3-Mar-22	mtwapa salaams club Self Help Group	4,000.00
3-Mar-22	women of integrity welfare group	4,000.00
3-Mar-22	mtomondoni akamba Self Help Group	4,000.00
3-Mar-22	Shekem women group	4,000.00
3-Mar-22	Tunaweza self help group	4,000.00
3-Mar-22	Iko kitu women group	4,000.00
3-Mar-22	Twalumapechebo Maendeleo Welfare Group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Mwarakaya baraka njema LPG	9,600.00
3-Mar-22	Jikaze women group	4,000.00
3-Mar-22	Mwarakaya gandini mavuno local C. SHG	4,000.00
3-Mar-22	Uhenzano self help group	4,000.00
3-Mar-22	tunajaribu mema women group	4,000.00
3-Mar-22	Jitegemee SHG	4,000.00
3-Mar-22	Wapendanao SHG	4,000.00
3-Mar-22	delight self help group	4,000.00
3-Mar-22	tujijenge welfare group -Vipingo	4,000.00
3-Mar-22	maendeleo wanyonge self help group	4,000.00
3-Mar-22	Tuamuke women group	4,000.00
3-Mar-22	vikindani women group	4,000.00
3-Mar-22	zamzam women group	4,000.00
3-Mar-22	ushindi women group	4,000.00
3-Mar-22	Bureni inuka widows group	4,000.00
3-Mar-22	Achangawa's Youth Group	4,000.00
3-Mar-22	Mikiriani tumaini Self Help Group	4,000.00
3-Mar-22	umoja madindi self help	4,000.00
3-Mar-22	jibidische village savings and loans Ass	9,000.00
3-Mar-22	uhenzo sile self help group	4,000.00
3-Mar-22	Jaribu women group	4,000.00
3-Mar-22	Shikalako Self Help Group	21,000.00
3-Mar-22	ujirani women group	4,000.00
3-Mar-22	Baraka Self Help Group	9,000.00
3-Mar-22	nuru women group	4,000.00
3-Mar-22	soyosoyo Self Help Group	4,000.00
3-Mar-22	Tushirikiane V.S.L.A Self Help Group	4,000.00
3-Mar-22	Mesheta Self Help Group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund****Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Neema Widows Support Group	4,000.00
3-Mar-22	muongozo women group	4,000.00
3-Mar-22	jitegemee women group	4,000.00
3-Mar-22	uhenzo self help	4,000.00
3-Mar-22	muungano self help group	4,000.00
3-Mar-22	wema self help	15,000.00
3-Mar-22	tumaini mwabaya nyundo women group	4,000.00
3-Mar-22	jikazeni self help group	12,000.00
3-Mar-22	Ebeneza Women Group	4,000.00
3-Mar-22	Maendeleo Nguluweni Women Group	4,000.00
3-Mar-22	Vumirirani Self Help Group	4,000.00
3-Mar-22	Imaniyo Women Group	4,000.00
3-Mar-22	Mahenzo Women Group	4,000.00
3-Mar-22	Baraka Women Group	4,000.00
3-Mar-22	Voyani Women Group	4,000.00
3-Mar-22	Akiba Women Group	4,000.00
3-Mar-22	Vumirirani Kithengwani Self Help Group	4,000.00
3-Mar-22	Zuliani Women Group	4,000.00
3-Mar-22	Vidzo Self Help Group	4,000.00
3-Mar-22	Shukrani Women Group	4,000.00
3-Mar-22	Ufanisi Kizizini Women Group	4,000.00
3-Mar-22	twaweza farmers association group	4,000.00
3-Mar-22	hakika women group	4,000.00
3-Mar-22	charahani women group	7,500.00
3-Mar-22	mzalendo self help group	4,000.00
3-Mar-22	tsunguni wake up self help group	4,000.00
3-Mar-22	changamkeni makululu women group	4,000.00
3-Mar-22	tsakarolovu tuinuane group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund  
Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	tuinuwane self help group	4,000.00
3-Mar-22	abrari women group	4,000.00
3-Mar-22	Angaza Self Help Group	9,000.00
3-Mar-22	Midodoni Self Help Group	4,000.00
3-Mar-22	Kudzecha Self Help Group	4,000.00
3-Mar-22	Bodaboda Self Help Group	4,000.00
3-Mar-22	Tujitegemee Self Help Group	4,000.00
3-Mar-22	Tuenuane Women Group	4,000.00
3-Mar-22	Bendera Self Help Group	4,000.00
3-Mar-22	Vishakani Umoja Self Help Group	4,000.00
3-Mar-22	Amani Women Group	4,000.00
3-Mar-22	Vimwa Youth Group	4,000.00
3-Mar-22	Umwenga Wa Lukolo Lwa A Na A	9,000.00
3-Mar-22	kibaokiche fish farmers with group	27,000.00
3-Mar-22	Mahenzo Mitsemerini Women Group	4,000.00
3-Mar-22	Jiendeze Mnagoni Women Group	4,000.00
3-Mar-22	Ushirikiano Mitsemerini SILC Group	4,000.00
3-Mar-22	Lea Mitsemerini Women Group	4,000.00
3-Mar-22	Siku Mbidzo Self Help Group	4,000.00
3-Mar-22	Mkuluni Local Poutry CIG	4,000.00
3-Mar-22	Shariana Makwala Women Group	4,000.00
3-Mar-22	Najeza Chaga Self Help Group	4,000.00
3-Mar-22	Sife Moyo Mwakwala SHG	4,000.00
3-Mar-22	Mahenzo SHG (Mweza Moyo)	4,000.00
3-Mar-22	Azamoyoo Women Group	4,000.00
3-Mar-22	Mazao Soko Barrier Self Help Group	9,000.00
3-Mar-22	Angaza Widows & Single Mothers WG	9,000.00
3-Mar-22	Umoja Karimani Women Group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Tushirikiane Mother to Mother WG	4,000.00
3-Mar-22	Nyota Yetu V.S.L.A Tsanzuni	4,000.00
3-Mar-22	Mawazo Women Group	4,000.00
3-Mar-22	Amani Beria Women Group	4,000.00
3-Mar-22	Furaha Tsanzuni Women Group	9,000.00
3-Mar-22	Kauma tambala SHG	4,000.00
3-Mar-22	Shishishi Palakumi Youth Group	9,000.00
3-Mar-22	Fista Ukia Self Help Group	4,000.00
3-Mar-22	Imara Self Help Group	9,000.00
3-Mar-22	Ezamoyo Women Group	21,000.00
3-Mar-22	Nuru Vitsapuni Women Group	9,000.00
3-Mar-22	Neema Gandini Women Group	4,000.00
3-Mar-22	Shika Lako Women Group	4,000.00
3-Mar-22	Ushirikiano Msanda Women Group	4,000.00
3-Mar-22	Kisiwani Women Group	4,000.00
3-Mar-22	Upendo Sosoni Youth Group	4,000.00
3-Mar-22	Jipe Moyo Self Help Group	9,000.00
3-Mar-22	Baraka VSLA SHG Migumomiri	4,000.00
3-Mar-22	Nuru Sosoni Women Group	4,000.00
3-Mar-22	Sife Moyo Silk Women Group	4,000.00
3-Mar-22	Upendo Self Help Group	9,000.00
3-Mar-22	Amua Women Group	4,000.00
3-Mar-22	Tambala Self Help Group	10,800.00
3-Mar-22	Inua Mabarikani Bodadabo SHG	9,000.00
3-Mar-22	Joy Bringers Skills and Crafts C.B.O.	9,000.00
3-Mar-22	Petanguo/Mulungu wa Mawe YG	4,000.00
3-Mar-22	Ushindi Vitsapuni Women Group	9,000.00
3-Mar-22	umoja chap chap shg	4,000.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Umoja 'B' Mgamuni Women Group	4,000.00
3-Mar-22	Afya Yetu Self Help Group	4,000.00
3-Mar-22	Inuka Uangaze Self Help Group	4,000.00
3-Mar-22	Makubaliano Kachachawa Self Help	4,000.00
3-Mar-22	Dzikunze Piliipili 'A' Women Group	4,000.00
3-Mar-22	Tumaini South Women Group	4,000.00
3-Mar-22	Bahatisha Women Group	4,000.00
3-Mar-22	Lamkani VSLA Group	4,000.00
3-Mar-22	Faith VSLA	4,000.00
3-Mar-22	Tumeamua Women Group	4,000.00
3-Mar-22	Jaribuni Youth Sacco	90,000.00
3-Mar-22	Halahala Self Help Group	9,000.00
3-Mar-22	Tumaini Jeshi Women Group	9,000.00
3-Mar-22	Dream Chasers Youth Group	4,000.00
3-Mar-22	Kakuyuni Malo Malo Wome Group	4,000.00
3-Mar-22	Gaji Dziuze Mwenye Silc Self Help Group	4,000.00
3-Mar-22	Madunguni Twaweza Bodaboda R CBO	9,000.00
3-Mar-22	Kakuyuni Tailoring Dress Making SHG	4,000.00
3-Mar-22	Umoja Youth Group	4,000.00
3-Mar-22	Kakuyuni Tupendane Women Group	4,000.00
3-Mar-22	Tsabwa Henzanani Silc SHG	4,000.00
3-Mar-22	Jilore Upendo Women Group	4,000.00
3-Mar-22	Kibao Kiche Tupendane	4,000.00
3-Mar-22	Kakoneni Ufanisi Wetu Farmers	4,000.00
3-Mar-22	Kakoneni East Imani Farmers SHG	4,000.00
3-Mar-22	Mkondoni Community Water Project	12,000.00
3-Mar-22	Kakoneni Tupendane SHG	4,000.00
3-Mar-22	Kwetu SHG	4,000.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Ganda Nyota SHG	4,000.00
3-Mar-22	Uwezo Mkenge SHG	4,000.00
3-Mar-22	Ganda Glorious SHG	4,000.00
3-Mar-22	Kijiwetanga Matendo Women Group	4,000.00
3-Mar-22	Msabaha Mashamba SHG	4,000.00
3-Mar-22	Kadzitsoni Bidii WG	4,000.00
3-Mar-22	Jitahidi Ganda Center SHG	4,000.00
3-Mar-22	Sea Breeze Peace SHG	4,000.00
3-Mar-22	Kijiwetanga Kahawa SHG	4,000.00
3-Mar-22	Gahaleni Ushindi Women Group	4,000.00
3-Mar-22	Vumilia WG	4,000.00
3-Mar-22	Malindi Amidzi 5+4 Actors SHG	4,000.00
3-Mar-22	Our lady Investment&Suppliers YG	12,000.00
3-Mar-22	Barani Vision SHG	9,000.00
3-Mar-22	Barani Maisha Mapya SHG	4,000.00
3-Mar-22	Kwa Chocha Maelewano SHG	4,000.00
3-Mar-22	Bethsaida SHG	4,000.00
3-Mar-22	Malindi Location Village Elders Community Against Human Trafficking CBO	7,800.00
3-Mar-22	Mtangani Galukani SHG	4,000.00
3-Mar-22	Barani Wasamaria WG	7,800.00
3-Mar-22	Barani Favour New WG	4,000.00
3-Mar-22	Mtangani Jihusishe SHG	4,000.00
3-Mar-22	Central Elite SHG	4,000.00
3-Mar-22	Mtangani Uchumi SHG	4,000.00
3-Mar-22	Thalathameli Chadi WG	4,000.00
3-Mar-22	KwaChocha Star Muungano WG	4,000.00
3-Mar-22	Kaoyeni Mama ni Sawa WG	4,000.00
3-Mar-22	Kisumu Ndogo Blessed WG	4,000.00

**Kilifi County Microfinance (Mbegu) Fund****Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Shella Assertive Generation SHG	4,000.00
3-Mar-22	Tushirikiane Support Self Help Group	4,000.00
3-Mar-22	Umoja SHG	4,000.00
3-Mar-22	Ubwete WG	9,000.00
3-Mar-22	Bethelians SHG	4,000.00
3-Mar-22	Destiny Women Group	9,000.00
3-Mar-22	Maweni Ukulima Youth Group	4,000.00
3-Mar-22	Old market Tujengane BodaBoda SHG	9,000.00
3-Mar-22	Kasufini Amani Self Help Group	4,000.00
3-Mar-22	Sea Breeze For Peace Self Help Group	4,000.00
3-Mar-22	Mandunga Youth Group	4,000.00
3-Mar-22	Kasufini Upendo Self Help Group	4,000.00
3-Mar-22	Muyeye Nia Moja SHG	4,000.00
3-Mar-22	Barani Best Ladies WG	4,000.00
3-Mar-22	Kasufini Mapato SHG	4,000.00
3-Mar-22	Maweni Emergency WG	4,000.00
3-Mar-22	Ngalla Eden Plant Nursery SHG	4,000.00
3-Mar-22	New Market Sauti ya wanawake	4,000.00
3-Mar-22	SOSONI MAENDELEO SHG	4,000.00
3-Mar-22	KAYANDA ENDELEA WOMEN GROUP	4,000.00
3-Mar-22	MAENDELEO SILK GROUP KLF	4,000.00
3-Mar-22	KWANURENI WOMEN GROUP	4,000.00
3-Mar-22	MADEVU FAITH GROUP	4,000.00
3-Mar-22	UMOJA NI NGUVU DISABLE P SHG	4,000.00
3-Mar-22	KIRIBA /WANGWANI SHG	4,000.00
3-Mar-22	KAYANDA FIKIRI GROUP	4,000.00
3-Mar-22	MBOGOLO LOCAL CHICKEN (CIG)	4,000.00
3-Mar-22	TUUNGANE RESERVE-MAJAJANI	4,000.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

4-Mar-22	BARAKA YOUTH GROUP	9,000.00
3-Mar-22	Okolani Youth Group	4,000.00
3-Mar-22	Kadogo Self Help Group	4,000.00
3-Mar-22	B10 SELF HELP GROUP	4,000.00
3-Mar-22	Mchipuko Self Help Group	4,000.00
3-Mar-22	FUTURE WOMEN GROUP	4,000.00
3-Mar-22	Katoto Katoto Women Group	4,000.00
3-Mar-22	Magari Self Help Group	4,000.00
3-Mar-22	Al Nusra Self Help Group	4,000.00
3-Mar-22	KISTEKERA SELF HELP GROUP	4,000.00
3-Mar-22	Umoja Self Help Group	4,000.00
3-Mar-22	UFANISI SELF HELP GROUP	4,000.00
3-Mar-22	Maendeleo Mema Self Help Group	4,000.00
3-Mar-22	Amkeni Women Group	4,000.00
3-Mar-22	Nzonawe Women Group	4,000.00
3-Mar-22	Inua Jamii Welfare Group	4,000.00
3-Mar-22	CHEHU SELF HELP GROUP	4,000.00
3-Mar-22	Tuimarike youth Group	4,000.00
3-Mar-22	Upendo Welfare Association	9,000.00
3-Mar-22	Kupenda self Help Group	4,000.00
3-Mar-22	Mida Imani Physically Challenged SHG	4,000.00
3-Mar-22	Mida Muzizima Water Project	4,000.00
3-Mar-22	Maono Madzo Self Help Group	4,000.00
3-Mar-22	Tushirikiane Women Group	4,000.00
3-Mar-22	BAHATI SELF HELP GROUP	4,000.00
3-Mar-22	Shalom Self Help Group	4,000.00
3-Mar-22	Maua Self Help Group	9,000.00
3-Mar-22	Mapato Self Help Group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund  
Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	IMARIKA SELF HELP GROUP	7,200.00
3-Mar-22	Green light self help group	7,200.00
3-Mar-22	WAZEE WA BUSARA MEN'S GROUP	9,000.00
3-Mar-22	KILIFI NORTH CONSTITUENCY BC	9,000.00
3-Mar-22	Watamu Sub-location Joint WG	9,000.00
3-Mar-22	Imara Women Group	9,000.00
3-Mar-22	Watamu Seven Sea Self Help Group	12,000.00
3-Mar-22	Dabaso Muungano Women Group	4,000.00
3-Mar-22	DAYWAY WELFARE GROUP	12,000.00
3-Mar-22	ELEGANT WOMEN GROUP	12,000.00
3-Mar-22	LADIES OF COURAGE WG	9,000.00
3-Mar-22	MATSANGONI FARMERS ASS.	9,000.00
3-Mar-22	AMWAMWENI WELFARE ASS.	9,000.00
3-Mar-22	UYOMBO SUB-CREEK C&W G	9,000.00
3-Mar-22	SHINNERS YOUTH GROUP	9,000.00
3-Mar-22	MAVUENI USHIRIKA WOMEN GROUP	12,000.00
3-Mar-22	VUMA FOR CHANGE YOUTH GROUP	9,000.00
3-Mar-22	MNARANI JUNGLE GIFTS SHG	9,000.00
3-Mar-22	MITANGONI JIKAZE WOMEN SHG	9,000.00
3-Mar-22	SALAMA SELF HELP GROUP	4,000.00
3-Mar-22	Makanzani Widows Women group	4,000.00
3-Mar-22	kamesegu shg	4,000.00
3-Mar-22	jjtihada B wg	4,000.00
3-Mar-22	kasidi humanist nursary school	9,000.00
3-Mar-22	mahenzo wg	4,000.00
3-Mar-22	mleji kuku bora cig	4,000.00
3-Mar-22	light house shg	4,000.00
3-Mar-22	Mkapuni Mulika Mwizi Youth Group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

3-Mar-22	Msingi Bora A Women Group	4,000.00
3-Mar-22	Furaha kwa dzala wg	4,000.00
3-Mar-22	Mnyalani self help group	4,000.00
3-Mar-22	Rabai elders shg	4,000.00
3-Mar-22	ndugu community association	4,000.00
3-Mar-22	hindeni women group	4,000.00
3-Mar-22	badilika matendo women group	4,000.00
3-Mar-22	ebeneza shg	4,000.00
3-Mar-22	amani mtundo wg	4,000.00
3-Mar-22	Uwanja wa ndege Dev. Ass.	4,000.00
3-Mar-22	chuga chuga shg	4,000.00
3-Mar-22	Umoja Women Group	4,000.00
3-Mar-22	neema wajane ribe	4,000.00
3-Mar-22	weruni makini SH G	4,000.00
3-Mar-22	palm shg	4,000.00
3-Mar-22	chauringo wg	4,000.00
3-Mar-22	maweni cig self help group	4,000.00
3-Mar-22	umoja shg	4,000.00
3-Mar-22	Mkomboleni self help group	4,000.00
3-Mar-22	bondora self help group	4,000.00
3-Mar-22	Mnazi wetu cig	4,000.00
3-Mar-22	Rabai sub county sec. sch. security welf	4,000.00
3-Mar-22	mnazi ni kazi chiferi self help group	4,000.00
3-Mar-22	ufanisi mikahani women group	4,000.00
3-Mar-22	escanaber yg	4,000.00
3-Mar-22	Mpirani Nuru SHG	4,000.00
24-Mar-22	003 Talents Youth Group	30,000.00
	<b>Total</b>	<b>2,372,600.00</b>

***Kilifi County Microfinance (Mbegu) Fund***  
**Annual Report and Financial Statements for the year ended June 30, 2022**

<b>KILIFI COUNTY GOVERNMENT MICROFINANCE (MBEGU) FUND</b>		
<b>MANAGEMENT FEES EARNED IN APRIL 2022</b>		
<b>Date Earned</b>	<b>Group/client</b>	<b>Management Fees</b>
7-Mar-22	Mnarani Development CBO	12,000.00
22-Apr-22	Car and General Trading/Makobeni CBO	24,600.00
	<b>Total</b>	<b>36,600.00</b>

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

KILIFI COUNTY MICROFINANCE (MBEGU) FUND		
MANAGEMENT FEES EARNED IN MAY 2022		
Date Earned	Group/Client	Management Fees
30-May-22	Mitsemirini Navijeza Self Help Group	4,000.00
30-May-22	Kafuanza Chaga Self Help Group	4,000.00
30-May-22	Nguvuzo Self Help Group	4,000.00
30-May-22	Jeza Zhomu Biyubu Women Group	4,000.00
30-May-22	Mwangaza Mwakwala Women Group	4,000.00
30-May-22	Bwirarako Women Group	9,000.00
30-May-22	Jayo self group	4,000.00
30-May-22	Kuluhiro Mother to Mother Makalangen Women Group	4,000.00
30-May-22	Tubalike F.F.S	9,000.00
30-May-22	Kazamwendo Tsanzuni W. Group	4,000.00
30-May-22	Mahenzo Disability Self Help Group	4,000.00
30-May-22	Manufaa V.S.L.A Group	9,000.00
30-May-22	Tujijenge Women Group	4,000.00
30-May-22	Jitahidi Timboni Women Group	4,000.00
30-May-22	Baraka Kachachawa B Self Help Group	4,000.00
30-May-22	Umoja ni Nguvu Ngamuni Women Group	4,000.00
30-May-22	Zawadi V.S.L.A Group	4,000.00
30-May-22	Inuka Women Group	4,000.00
30-May-22	Marengo self help group	4,000.00
30-May-22	Rojo-Rojo Amani Self Help Group	4,000.00
30-May-22	Upendo Mogadishu Women Group	4,000.00
30-May-22	Upendo Women Group	4,000.00
30-May-22	Ushirika PLWD Women Group	9,000.00
30-May-22	44 Kibaoni Youth Group	12,000.00
30-May-22	Rahmaz Self Help Group	15,000.00
30-May-22	Hugh Women Group	4,000.00
30-May-22	Matsarigi Women Group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund  
Annual Report and Financial Statements for the year ended June 30, 2022**

30-May-22	Kizigo Ushirikiano Self Help Group	4,000.00
30-May-22	Jaribuni Women Group	9,000.00
30-May-22	Watamu Itambya (step) Self Help Group	12,000.00
30-May-22	Jimba CHWS Self Help Group	12,000.00
30-May-22	Upendo Timboni SHG	4,000.00
30-May-22	Chanzo Self Help Group	9,000.00
30-May-22	Kisison Welfare Association	4,000.00
30-May-22	Agape Young Entrepreneurs	4,000.00
30-May-22	Upendo Women Group	12,000.00
30-May-22	Maendeleo Nzalauka Youth Group	4,000.00
30-May-22	Umwenga Self Help Group	12,000.00
30-May-22	Litaah Women Group	9,000.00
30-May-22	CLAUDIT WOMEN GROUP	15,000.00
30-May-22	Tumaini Self Help Group	4,000.00
30-May-22	Charo Mae fish traders self help Group	7,200.00
30-May-22	Mazingira Self Help Group	12,000.00
30-May-22	MAJAJANI KCEP-CRAL SELF HELP GROUP	4,000.00
30-May-22	WARIDI WOMEN GROUP	4,000.00
30-May-22	FULOLANE WOMEN GROUP	4,000.00
30-May-22	Tangambele Self Help Group	15,000.00
30-May-22	SHIKA LAKO WOMEN GROUP	18,000.00
30-May-22	Serengeti "A" Imarika Women Group	4,000.00
30-May-22	Sabaki Bidii Women Group	4,000.00
30-May-22	Mtangani Ushikamano Development Group	4,000.00
30-May-22	Baharini Maono Farmers Self Help Group	4,000.00
30-May-22	Serengeti Dziunye Self Help Group	4,000.00
30-May-22	Sabaki Dzifahe Self Help Group	4,000.00
30-May-22	Mizijini Amani Women Group	7,800.00
30-May-22	Geuka Na Wakati Self Help Group	9,000.00
30-May-22	Wakala Kasarani Chanzo Kidzo Poultry Group	4,000.00
30-May-22	Borania Kanyumbuni Self Help Group	10,200.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

30-May-22	Mikuyuni Mwangaza "A" Self Help Group	9,000.00
30-May-22	Singwaya Rondo SHG	4,000.00
30-May-22	Tumaini Disabled Self Help Group	4,000.00
30-May-22	Taratibu Mnazi Mmoja B Self Help Gr	4,000.00
30-May-22	Jitahidi Kagombani WG	4,000.00
30-May-22	Marikebuni Majahazini Upendo Women Group	4,000.00
30-May-22	Mjanaheri Tupendane Women Group	4,000.00
30-May-22	Shauri Moyo Mwanzo Mpya Farmers Group	4,000.00
30-May-22	Muyu wa Kae Ndio Tunaweza S.H.Group	9,000.00
30-May-22	Kambicha Umoja Ni Nguvu Self Help Group	4,000.00
30-May-22	Gongoni Mtumba Traders	4,000.00
30-May-22	Gongoni Traders Youth Group	4,000.00
30-May-22	Gongoni Traders Women Group	4,000.00
30-May-22	Gongoni BoraBora Self Help Group	15,000.00
30-May-22	Upendo Disabled SHG	4,000.00
30-May-22	Ganda Kivulini Youth Group	4,000.00
30-May-22	Amani Kijiwetanga PWD Self Help Group	4,000.00
30-May-22	Kijiwetanga Tausi Women	4,000.00
30-May-22	Tumaini Youth Group	4,000.00
30-May-22	Ganda Kilolongo Youth Group	4,000.00
30-May-22	Jitegemee Self Help Group	4,000.00
30-May-22	Kwachocha Furahia Women Group	4,000.00
30-May-22	Malindi winning Youth Dev. G	4,000.00
30-May-22	Mtangani Mwangaza YG	4,000.00
30-May-22	Topstar Development Initiative	12,000.00
30-May-22	Malindi Safe Beach Self Help Group	4,000.00
30-May-22	Amani Muungano Women Group Muyeeye	4,000.00
30-May-22	Chadeka Self Help Group	4,000.00
30-May-22	Maweni Mwafaka Women Group	12,000.00
30-May-22	Malindi Central Jasho Lako Group	4,000.00
30-May-22	amani kamkomani women group	4,000.00

**Kilifi County Microfinance (Mbegu) Fund  
Annual Report and Financial Statements for the year ended June 30, 2022**

30-May-22	Tuungane Self Help Group	4,000.00
30-May-22	Tuenuane Self Help Group	4,000.00
30-May-22	supportive expression investment Group	18,000.00
30-May-22	reggae star mwanzele group	4,000.00
30-May-22	shirikisho women group	4,000.00
30-May-22	nzoo ulole maluani women group	4,000.00
30-May-22	lamkani maluani self help group	4,000.00
30-May-22	Ndugu ni jembe mwamleka self Help G	4,000.00
30-May-22	tumaini kirongo women group	4,000.00
30-May-22	henzanani mutsengo self help group	4,000.00
30-May-22	Mvoya Mulungu Katsoka	12,000.00
30-May-22	vumilia women group	4,000.00
30-May-22	tsunzanani women group	4,000.00
30-May-22	dziunye self help group	4,000.00
30-May-22	umoja self help group	15,000.00
30-May-22	lolarako self help group	4,000.00
30-May-22	tumaini women group	4,000.00
30-May-22	mwangaza women group	4,000.00
30-May-22	kanamai sub location nyumba kumi SHGRP	4,000.00
30-May-22	Umoja self help group	4,000.00
30-May-22	Amueni Self Help Group	7,200.00
30-May-22	Amkeni wanachama Self Help Group	4,000.00
30-May-22	heshima village savings and loans associ	4,000.00
30-May-22	Jipe moyo village savings loans association(VSLA)	9,000.00
30-May-22	Bungu Akiba Haiizi Self Help Group	4,000.00
30-May-22	Malengo V.S.L.A Self Help Group	9,000.00
30-May-22	Washirika Self Help Group	4,000.00
30-May-22	Brilliant Minds	4,000.00
30-May-22	Umoja ni Nguvu WG	4,000.00
30-May-22	Chitsakani WG	4,000.00
	<b>TOTAL</b>	<b>707,400.00</b>

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

KILIFI COUNTY MICROFINANCE (MBEGU) FUND.		
MANAGEMENT FEES EARNED IN JUNE 2022		
Date Earned	Client Name	Management Fees
30-Jun-22	KISUMU NDOGO FIFTEEN WHEELS SHG.	9,000.00
30-Jun-22	UNITED MALINDI ARTIST GROUP	9,000.00
30-Jun-22	MERE NEEMA SELF HELP GROUP	4,000.00
30-Jun-22	NEW MARKET UPENDO VISION WOMEN GROUP	4,000.00
30-Jun-22	Kwachocha Community Development Group	12,000.00
30-Jun-22	Gede Vision CBO	9,000.00
30-Jun-22	MUUNGANO GOSHI YOUTH GROUP.	15,000.00
30-Jun-22	PAZIANI UPENDO WOMEN GROUP	15,000.00
30-Jun-22	MALINDI LANGOBAYA SAFARIS C.B.O	9,000.00
30-Jun-22	GONGONI WOMEN GROUP.	7,200.00
30-Jun-22	MSAMBWENI WOMEN GROUP	18,000.00
30-Jun-22	Maendeleo Kanagoni SHG	9,000.00
30-Jun-22	DHOLOLO USHIRIKA NI MOYO	4,000.00
30-Jun-22	TUMAINI POLYTECHNIC WOMEN GROUP	4,000.00
30-Jun-22	Majengo-wakala youth initiative group	9,000.00
30-Jun-22	Wakala umwenga wehu self help group	9,000.00
30-Jun-22	MAVUNYO KIJEMBE SHG	4,000.00
30-Jun-22	Kagombani jaribuni women group	9,000.00
30-Jun-22	MILALANI MAHENDO TUAJALIE SHG.	4,000.00
30-Jun-22	Sabaki Bridge Rescue Team	9,000.00
30-Jun-22	Mdzongoloni self help group	9,000.00
30-Jun-22	Haswani self help group	15,000.00
30-Jun-22	Tezo Friends Self Help Group	4,000.00
30-Jun-22	Ayaan Self Help Group	15,000.00
30-Jun-22	Tupendane Magungu Women Group	15,000.00
30-Jun-22	PATHWAY COMMUNITY BASED ORGANISATION.	12,000.00
30-Jun-22	Umoja self help group	15,000.00
30-Jun-22	TUMAINI WOMEN GROUP	9,000.00
30-Jun-22	Asante Self Help Group	4,000.00
30-Jun-22	Mudzini Self Help Group	4,000.00
30-Jun-22	Jezazhomu self help group	4,000.00
30-Jun-22	Nyimiru Youth Group	15,000.00
30-Jun-22	JITOLEE SELF HELP GROUP.	30,000.00
30-Jun-22	Umwenga Women Group	12,000.00
30-Jun-22	Maendeleo Women Group	15,000.00
30-Jun-22	Billionaire's women group	12,000.00
30-Jun-22	Msenangu Women Group	4,000.00
30-Jun-22	Tumaini Self Help Group	4,000.00
30-Jun-22	Kaoyeni amkeni group	4,000.00
30-Jun-22	Chumani Tailors Women Group	9,000.00
30-Jun-22	Mkongani Community Forest conservation	12,000.00
30-Jun-22	Timboni watamu SHG	4,000.00

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

30-Jun-22	Watamu Blue Bay women	4,000.00
30-Jun-22	MTWAPA KIBWEZI SELF HELP GROUP.	4,000.00
30-Jun-22	Hill Wheeler self Help Group	21,000.00
30-Jun-22	UPENDO WOMEN GROUP	4,000.00
30-Jun-22	KAZI MTAANI YOUTH CBO	4,000.00
30-Jun-22	NURU ANGANI SELF HELP GROUP.	4,000.00
30-Jun-22	Amwachakwe C.B.O	4,000.00
30-Jun-22	Galuzani Community Initiative	9,000.00
30-Jun-22	KILIMO FARMERS SELF HELP GROUP.	9,000.00
30-Jun-22	THE MATRIX YOUTH GROUP.	4,000.00
30-Jun-22	Upendo women group	4,000.00
30-Jun-22	MAHENZO SELF HELP GROUP.	4,000.00
30-Jun-22	NEW BLESSING SELF HELP GROUP.	4,000.00
30-Jun-22	Henzanani Self Help group	4,000.00
30-Jun-22	kwa pamoja na nguvu youth group	4,000.00
30-Jun-22	GLORIOUS WOMEN SELF HELP GROUP	4,000.00
30-Jun-22	Mtepeni Self Help Group	4,000.00
30-Jun-22	PAMOJA MTSANGAMALI WOMEN GROUP.	4,000.00
30-Jun-22	AZANITO WOMEN GROUP	4,000.00
30-Jun-22	KAEMBENI KUSEVU SELF HELP GROUP.	4,000.00
30-Jun-22	UPENDO WOMEN GROUP.	12,000.00
30-Jun-22	Heri njema self help group	12,000.00
30-Jun-22	AMWAMWENI CBO.	9,000.00
30-Jun-22	Tuinueane Rare Youth Group	4,000.00
30-Jun-22	Maendeleo Ya Wanawake Mariakani	18,000.00
30-Jun-22	JIENDELEZE KADEDE WOMEN GROUP.	4,000.00
30-Jun-22	UMOJA PONGWE WOMEN GROUP.	4,000.00
30-Jun-22	Ushindi Zizimo Self Help Group	4,000.00
30-Jun-22	Msufini Women Group	4,000.00
30-Jun-22	KALOLENI UPRISING TRANSPOTERS SHG	4,000.00
30-Jun-22	Migwaleni Youth Self Help Group	4,000.00
30-Jun-22	Vumirirani Women Group	4,000.00
30-Jun-22	KIMWARO SELF HELP GROUP.	9,000.00
30-Jun-22	Wesa CBO	4,000.00
30-Jun-22	Tupendane Women Group	4,000.00
30-Jun-22	Chimbiriro Silc Self Help Group	4,000.00
30-Jun-22	Mwele Kisurutini Community Unit-CBO	9,000.00
30-Jun-22	Nuru Self Help Group	4,000.00
30-Jun-22	Coasteco Welfare Group	4,000.00
30-Jun-22	Tikama Enterprises (Vivungon SHG)	18,000.00
8-Jun-22	Distriworld EA Ltd/Kilifi Tuskys TukTuk Operators	27,000.00
27-Jun-22	Tezo New Jerusalem SHG	27,000.00
27-Jun-22	Abson Motors Ltd/Mwacha Bodaboda	13,800.00
28-Jun-22	Stevenkings Enterprises/Nguvu Ni Mawe	21,000.00
4-Jul-22	Car & General (Trading)/Amani Fumbini	24,600.00
30-Jun-22	Burhani General Supplies/Boyani Youth Welfare	13,800.00
	<b>TOTAL</b>	<b>772,400.00</b>

**Kilifi County Microfinance (Mbegu) Fund**  
**Annual Report and Financial Statements for the year ended June 30, 2022**

**27. Appendix vi: Loans Payable as at 30<sup>th</sup> June 2022**

<b>LOANS APPROVED BUT NOT DISBURSED AS AT 30TH JUNE 2022</b>				
<b>Group Name</b>	<b>Loan Purpose</b>	<b>Board Approved Amount</b>	<b>Management Fees</b>	<b>Amount to be Disbursed</b>
Kizingo Jiendeleze SHG	1 Motor Bikes	143,000.00	8,580.00	134,420.00
MAJAJANI YOUTH GROUP	BOBABODA BUSINESS	140,000.00	8,400.00	131,600.00
Family Friends Young Mothers	Motorbike	100,000.00	4,000.00	96,000.00
Mabeki Water Project	Water Pump	150,000.00	9,000.00	141,000.00
Tuinueane SHG	1 motor bike	110,000.00	6,600.00	103,400.00
Mwamba Self Help Group	1 Motorbike	125,000.00	7,500.00	117,500.00
Twaweza Tuktuk SHG	TUKTUK	410,000.00	24,600.00	385,400.00
	<b>TOTAL</b>	<b>1,178,000.00</b>	<b>68,680.00</b>	<b>1,109,320.00</b>