## 4. Statement of Receipts and Payments for the Period Ended 30th June 2018

<table>
<thead>
<tr>
<th>Notes</th>
<th>2017/2018</th>
<th>2016/2017</th>
<th>Cumulative to date</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Kshs</td>
<td>Kshs</td>
<td>Total</td>
</tr>
<tr>
<td>Receivables</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Receivables</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Transfer from Government entities</td>
<td>8.3</td>
<td>252,730,236</td>
<td>-</td>
</tr>
<tr>
<td>Transfer from External Development Partner</td>
<td>8.4</td>
<td>206,309,684</td>
<td>894,146,802</td>
</tr>
<tr>
<td>Miscellaneous Receipts</td>
<td>8.5</td>
<td>2,022,944</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total Receivables</strong></td>
<td>461,062,864</td>
<td>894,146,802</td>
<td>1,355,209,666</td>
</tr>
<tr>
<td>Payments</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase of goods and services</td>
<td>8.6</td>
<td>29,123,653</td>
<td>-</td>
</tr>
<tr>
<td>Acquisition of non-financial assets</td>
<td>8.7</td>
<td>513,272,877</td>
<td>894,146,802</td>
</tr>
<tr>
<td>Miscellaneous Payments</td>
<td>8.8</td>
<td>67,395</td>
<td>-</td>
</tr>
<tr>
<td><strong>Total Payments</strong></td>
<td>542,462,925</td>
<td>894,146,802</td>
<td>1,436,610,727</td>
</tr>
<tr>
<td>Surplus/Deficit for the Year</td>
<td>81,401,061</td>
<td>-</td>
<td>81,401,061</td>
</tr>
</tbody>
</table>

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

Eng. Peter M. Mundinia  
Director General  
20 Aug 2018

Eng. David A. Muchilwa  
Director - Development  
20 Aug 2018

CPA Chanje Kera  
Deputy Director (F&A)  
ICPAK Member No. 8279  
20 Aug 2018
5. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES AS AT 30TH JUNE 2018

<table>
<thead>
<tr>
<th>Note</th>
<th>2017/18</th>
<th>2016/17</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Kshs</td>
<td>Kshs</td>
</tr>
<tr>
<td><strong>FINANCIAL ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and Cash Equivalents</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Imprests and Advances</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bank Balances</td>
<td>8.9</td>
<td>9,995,937</td>
</tr>
<tr>
<td><strong>TOTAL FINANCIAL ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>9,995,937</td>
<td>91,396,998</td>
</tr>
<tr>
<td><strong>REPRESENTED BY:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents b/fwrd</td>
<td>8.10</td>
<td>91,396,998</td>
</tr>
<tr>
<td>Surplus/Deficit for the year</td>
<td>(81,401,061)</td>
<td>(4,828,094)</td>
</tr>
<tr>
<td><strong>NET FINANCIAL POSITION</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>9,995,937</td>
<td>91,396,998</td>
</tr>
</tbody>
</table>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on **20 AUG 2018** and signed by:

Eng. Peter M. Mundinia  
Director General

Eng. David A. Muchilwa  
Director - Development

CPA Chanje Kera  
Deputy Director (F&A)  
ICPAK Member No. 8279
6 STATEMENT OF CASHFLOW FOR THE PERIOD 30TH JUNE 2018

<table>
<thead>
<tr>
<th>Description</th>
<th>2017/18</th>
<th>2016/17</th>
</tr>
</thead>
<tbody>
<tr>
<td>Receipts for operating income</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Transfer from Government entities</td>
<td>252,730,236</td>
<td>46,760,764</td>
</tr>
<tr>
<td>Payments for operating expenses</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase of goods and services</td>
<td>(29,123,653)</td>
<td>(18,740,516)</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>(67,395)</td>
<td>(13,750)</td>
</tr>
<tr>
<td>Miscellaneous Receipts</td>
<td>2,022,944</td>
<td>4,100,776</td>
</tr>
<tr>
<td>Net cash flow from operating activities</td>
<td>225,562,132</td>
<td>32,107,274</td>
</tr>
<tr>
<td>CASHFLOW FROM INVESTING ACTIVITIES</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Acquisition of Assets</td>
<td>(1,407,419,679)</td>
<td>(4,341,176,325)</td>
</tr>
<tr>
<td>Net cash flows from Investing Activities</td>
<td>(1,407,419,679)</td>
<td>(4,341,176,325)</td>
</tr>
<tr>
<td>CASHFLOW FROM BORROWING ACTIVITIES</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Proceeds from Foreign Borrowings</td>
<td>1,100,456,486</td>
<td>4,304,240,957</td>
</tr>
<tr>
<td>Net cash flow from financing activities</td>
<td>1,100,456,486</td>
<td>4,304,240,957</td>
</tr>
<tr>
<td>NET INCREASE IN CASH AND CASH EQUIVALENT</td>
<td>(81,401,061)</td>
<td>(4,828,094)</td>
</tr>
<tr>
<td>Cash and cash equivalent at BEGINNING of the year</td>
<td>91,396,998</td>
<td>96,225,092</td>
</tr>
<tr>
<td>Cash and cash equivalent at END of the year</td>
<td>9,995,937</td>
<td>91,396,998</td>
</tr>
</tbody>
</table>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 20 AUG 2018 and signed by:

Eng. Peter M. Mundinia
Director General

Eng. David A. Muchilwa
Director - Development

CPA Chanje Kera
Deputy Director (F&A)
ICPAK Member No. 8279
### Statement of Comparative Budget and Actual Amounts

<table>
<thead>
<tr>
<th>Receipts/Payments Item</th>
<th>Original Budget</th>
<th>Adjustments</th>
<th>Final Budget</th>
<th>Actual on Comparable Basis</th>
<th>Variance</th>
<th>% of Utilisation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Receipts</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Transfer from Government entities</td>
<td>1,033,157,687</td>
<td>(721,195,314)</td>
<td>311,962,373</td>
<td>252,730,236</td>
<td>59,232,137</td>
<td>81%</td>
</tr>
<tr>
<td>Transfer from External Development Partner</td>
<td>2,218,926,300</td>
<td></td>
<td>2,218,926,300</td>
<td>1,100,456,486</td>
<td>1,118,469,814</td>
<td>50%</td>
</tr>
<tr>
<td>Miscellaneous Income</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Receipts</td>
<td>3,252,083,987</td>
<td>(721,195,314)</td>
<td>2,530,888,673</td>
<td>1,355,209,666</td>
<td>1,175,679,007</td>
<td>54%</td>
</tr>
<tr>
<td>Payments</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Purchase of goods and services</td>
<td>29,123,653</td>
<td></td>
<td>29,123,653</td>
<td>29,123,653</td>
<td></td>
<td>100%</td>
</tr>
<tr>
<td>Acquisition of non-financial assets</td>
<td>3,222,960,334</td>
<td>(721,195,314)</td>
<td>2,501,765,020</td>
<td>1,407,419,679</td>
<td>1,094,345,341</td>
<td>56%</td>
</tr>
<tr>
<td>Miscellaneous Charges</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>67,395</td>
<td></td>
</tr>
<tr>
<td>Total Payments</td>
<td>3,252,083,987</td>
<td>(721,195,314)</td>
<td>2,530,888,673</td>
<td>1,436,610,727</td>
<td>1,094,345,341</td>
<td>57%</td>
</tr>
</tbody>
</table>

Note: The significant budget utilisation/performance differences in the last column are explained in Annex 1 to these financial statements.

---

Eng. Peter M. Mundinia  
Director General  
20 Aug 2018

Eng. David A. Muchilwa  
Director - Development  
20 Aug 2018

CPA Chanje Kera  
Deputy Director (F&A)  
ICPAK Member No. 8279  
20 Aug 2018
8 NOTES TO THE FINANCIAL STATEMENTS

The principal accounting policies adopted in the preparation of these financial statements are set out below:

8.1. Basis of Preparation

8.1.1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of Accounting, as prescribed by the PSASB and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprest advances and salary advances and b) payables that include deposits and retentions.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB.

The accounting policies adopted have been consistently applied to all the years presented.

8.1.2. Reporting entity

The financial statements are for the Eastern Africa Regional Transport Trade & Development Facilitation Project (EARTTDFP) under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012.

8.1.3. Reporting currency

The financial statements are presented in Kenya Shillings (KShs), which is the functional and reporting currency of the Project and all values are rounded to the nearest Kenya Shilling.

8.2. Significant Accounting Policies

a) Recognition of receipts

The Project recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the Government.

- Transfers from the Exchequer
  Transfer from Exchequer is be recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

- External Assistance
  External assistance is received through grants and loans from multilateral and bilateral development partners.
SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donations and grants
Grants and donations shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary. In case of grant/donation in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice.

Proceeds from borrowing
Borrowing includes Treasury bill, treasury bonds, corporate bonds, sovereign bonds and external loans acquired by the Project or any other debt the Project may take on will be treated on cash basis and recognized as a receipt during the year they were received.

Undrawn external assistance
These are loans and grants at reporting date as specified in a binding agreement and relate to funding for the Project currently under development where conditions have been satisfied or their ongoing satisfaction is highly likely and the project is anticipated to continue to completion. An analysis of the Project’s undrawn external assistance is shown in the funding summary.

- Other receipts
  These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognised in the financial statements the time associated cash is received.

b) Recognition of payments

The Project recognises all payments when the event occurs and the related cash has actually been paid out by the Project.

- Compensation of employees
  Salaries and Wages, Allowances, Statutory Contribution for employees are recognized in the period when the compensation is paid.

- Use of goods and services
  Goods and services are recognized as payments in the period when the goods/services are consumed and paid for. If not paid for during the period where goods/services are consumed, they shall be disclosed as pending bills.

- Interest on borrowing
  Borrowing costs that include interest are recognized as payment in the period in which they incurred and paid for.
SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Repayment of borrowing (principal amount)

The repayment of principal amount of borrowing is recognized as payment in the period in which the repayment is made. The stock of debt is disclosed as an annexure to the consolidated financial statements.

- Acquisition of fixed assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

c) In-kind donations

In-kind contributions are donations that are made to the Project in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the Project includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

d) 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 imprest advances to authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

Restriction on cash

Restricted cash represents amounts that are limited/restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third part deposits.
SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Accounts receivable
   For the purposes of these financial statements, imprests and advances to authorised public
   officers and/or institutions which were not surrendered or accounted for at the end of the
   financial year is treated as receivables. This is in recognition of the government practice where
   the imprest payments are recognized as payments when fully accounted for by the imprest or
   AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables
   are disclosed in the financial statements.

f) Pending bills
   Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted
   goods or services during the year or in past years. As pending bills do not involve the payment
   of cash in the reporting period, they recorded as ‘memorandum’ or ‘off-balance’ items to
   provide a sense of the overall net cash position of the Project at the end of the year. When the
   pending bills are finally settled, such payments are included in the statement of receipts and
   payments in the year in which the payments are made.

g) Budget
   The budget is developed on a comparable accounting basis (cash basis), the same accounts
   classification basis (except for accounts receivable – outstanding imprest and clearance
   accounts and accounts payable – deposits, which are accounted for on an accrual basis), and for
   the same period as the financial statements. The Project’s budget was approved as required
   by Law and National Treasury Regulations, as well as by the participating development partners,
   as detailed in the Government of Kenya Budget Printed Estimates for the year. The
   Development Projects are budgeted for under the MDAs but receive budgeted funds as
   transfers and account for them separately. These transfers are recognised as inter-entity
   transfers and are eliminated upon consolidation.

   A high-level assessment of the Project’s actual performance against the comparable budget for
   the financial year/period under review has been included in an annex to these financial
   statements.

h) Third party payments
   Included in the receipts and payments, are payments made on its behalf by to third parties in
   form of loans and grants. These payments do not constitute cash receipts and payments and
   are disclosed in the payment to third parties column in the statement of receipts and
   payments.

   During the year Kshs 0.894 billion being loan disbursements were received in form of direct
   payments from third parties.
SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Exchange rate differences

The accounting records are maintained in the functional currency of the primary economic environment in which the Project operates, Kenya Shillings. Transactions in foreign currencies during the year/period are converted into the functional currency using the exchange rates prevailing at the dates of the transactions. Any foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statements of receipts and payments.

j) Comparative figures

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

k) Subsequent events

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2018.

l) Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. Restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.
8.3 RECEIPTS FROM GOVERNMENT OF KENYA

These represent counterpart funding and other receipts from government as follows:

<table>
<thead>
<tr>
<th>Quarter</th>
<th>2017/18</th>
<th>2016/17</th>
<th>Cumulative</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>17,470,006</td>
<td>1,326,839</td>
<td>25,357,886</td>
</tr>
<tr>
<td>2</td>
<td>57,301,738</td>
<td>2,735,458</td>
<td>159,894,343</td>
</tr>
<tr>
<td>3</td>
<td>71,847,604</td>
<td>1,182,635</td>
<td>80,757,386</td>
</tr>
<tr>
<td>4</td>
<td>106,110,888</td>
<td>41,515,832</td>
<td>153,036,386</td>
</tr>
<tr>
<td>Total</td>
<td>252,730,236</td>
<td>46,760,764</td>
<td>419,046,543</td>
</tr>
</tbody>
</table>

8.4 LOAN FROM EXTERNAL DEVELOPMENT PARTNER

<table>
<thead>
<tr>
<th>Name of Donor</th>
<th>Amount in loan currency</th>
<th>Loans received in cash</th>
<th>Loans received as direct payment*</th>
<th>Total amount in Kshs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loans Received from Bilateral Donors (IDA/GOK)</td>
<td>10,884,595</td>
<td>206,309,684</td>
<td>894,146,802</td>
<td>1,100,456,486</td>
</tr>
<tr>
<td>Total</td>
<td>10,884,595</td>
<td>206,309,684</td>
<td>894,146,802</td>
<td>1,100,456,486</td>
</tr>
</tbody>
</table>

8.5 MISCELLANEOUS RECEIPTS

<table>
<thead>
<tr>
<th></th>
<th>2017/18</th>
<th>2016/17</th>
<th>Cumulative</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank Interest</td>
<td>2,022,944</td>
<td>4,100,776</td>
<td>12,348,812</td>
</tr>
<tr>
<td>Total</td>
<td>2,022,944</td>
<td>4,100,776</td>
<td>12,348,812</td>
</tr>
</tbody>
</table>

8.6 PURCHASE OF GOODS AND SERVICES

<table>
<thead>
<tr>
<th></th>
<th>2017/18</th>
<th>2016/17</th>
<th>Cumulative</th>
</tr>
</thead>
<tbody>
<tr>
<td>Domestic travel and subsistence</td>
<td>29,123,653</td>
<td>-</td>
<td>77,419,712</td>
</tr>
<tr>
<td>Total</td>
<td>29,123,653</td>
<td>-</td>
<td>77,419,712</td>
</tr>
</tbody>
</table>
### 8.7 ACQUISITION OF NON-FINANCIAL ASSETS

<table>
<thead>
<tr>
<th></th>
<th>2017/18</th>
<th>Total</th>
<th>2016/17</th>
<th>Total</th>
<th>Cumulative to-date</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Payments made by</td>
<td>Payments</td>
<td>Payments made by</td>
<td>Payments</td>
<td>Payments</td>
</tr>
<tr>
<td></td>
<td>the Entity</td>
<td>Third Party</td>
<td>the Entity</td>
<td>Third Party</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Kshs</td>
<td>Kshs</td>
<td>Kshs</td>
<td>Kshs</td>
<td>Kshs</td>
</tr>
<tr>
<td>Research, studies,</td>
<td>295,231,766</td>
<td>284,424,641</td>
<td>580,656,407</td>
<td>-</td>
<td>73,952,575</td>
</tr>
<tr>
<td>project preparation,</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>design &amp; supervision</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Acquisition of land</td>
<td>26,222,025</td>
<td>-</td>
<td>26,222,025</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>513,272,877</td>
<td>894,146,802</td>
<td>1,407,419,679</td>
<td>36,935,368</td>
<td>4,304,240,957</td>
</tr>
</tbody>
</table>

### 8.8 MISCELLANEOUS PAYMENTS

<table>
<thead>
<tr>
<th></th>
<th>2017/18</th>
<th>2016/17</th>
<th>Cumulative</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank Charges</td>
<td>67,395</td>
<td>13,750</td>
<td>81,145</td>
</tr>
<tr>
<td>Total</td>
<td>67,395</td>
<td>13,750</td>
<td>81,145</td>
</tr>
</tbody>
</table>

### 8.9 CASH AND CASH EQUIVALENTS C/FWD

<table>
<thead>
<tr>
<th></th>
<th>2017/18</th>
<th>2016/17</th>
<th>Cumulative</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank accounts (Note 8.9A)</td>
<td>9,995,937</td>
<td>91,396,998</td>
<td>9,995,937</td>
</tr>
</tbody>
</table>

### 8.9A Bank Accounts

**Local Currency Accounts**

<table>
<thead>
<tr>
<th></th>
<th>2017/18</th>
<th>2016/17</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening Balance</td>
<td>91,396,998</td>
<td>96,225,092</td>
</tr>
<tr>
<td>Deficit/Surplus</td>
<td>(81,401,061)</td>
<td>(4,828,094)</td>
</tr>
</tbody>
</table>
8.9B Special Deposit Accounts

The balances in the Project’s Special Deposit Account(s) as at 30th June 2018 are not included in the Statement of Financial Assets since they are below the line items and are yet to be drawn into the Exchequer Account as a voted provision.

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

Special Deposit Accounts Movement Schedule

<table>
<thead>
<tr>
<th>Description</th>
<th>2017/18</th>
<th>2016/17</th>
</tr>
</thead>
<tbody>
<tr>
<td>Eastern Africa Regional Transport Trade &amp; Development Facilitation Project Loan Credit No 5638-Ke Da-B [A/c No100243767-Central Bank of Kenya]</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Opening balance</td>
<td>417,425,970</td>
<td>4,076,040,94</td>
</tr>
<tr>
<td>Total amount deposited in the account</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total amount withdrawn (as per Statement of Receipts &amp; Payments)</td>
<td>206,309,684</td>
<td>2,014,552.85</td>
</tr>
<tr>
<td>Total amount withdrawn &amp; IN Transit (as per Statement of Receipts &amp; Payments)</td>
<td>100,294,600</td>
<td>979,347.15</td>
</tr>
<tr>
<td>Closing balance (as per SDA bank account reconciliation attached)</td>
<td>110,821,686</td>
<td>1,082,140.94</td>
</tr>
</tbody>
</table>

8.10 FUND BALANCE BROUGHT FORWARD

<table>
<thead>
<tr>
<th>Description</th>
<th>2016/17</th>
<th>2015/16</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank Accounts (8.9A)</td>
<td>91,396,998</td>
<td>-</td>
</tr>
<tr>
<td>Cash in Hand</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Cash Equivalent- Short Term Deposits</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Outstanding Imprests and Advances</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>91,396,998</td>
<td>-</td>
</tr>
</tbody>
</table>

9 OTHER IMPORTANT DISCLOSURES

<table>
<thead>
<tr>
<th>Description</th>
<th>2017/2018</th>
<th>2016/2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Civil Works</td>
<td>285,737,794</td>
<td>-</td>
</tr>
<tr>
<td>Supply of Services</td>
<td>56,675,792</td>
<td>-</td>
</tr>
<tr>
<td>Land Acquisition</td>
<td>160,808,317</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>503,221,873</td>
<td>-</td>
</tr>
</tbody>
</table>
PROGRESSES ON FOLLOW UP OF AUDITOR RECOMMENDATIONS
The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

<table>
<thead>
<tr>
<th>Reference No. on the external audit Report</th>
<th>Issue / Observations from Auditor</th>
<th>Management comments</th>
<th>Status: (Resolved / Not Resolved)</th>
<th>Timeframe: (Put a date when you expect the issue to be resolved)</th>
</tr>
</thead>
<tbody>
<tr>
<td>NONE</td>
<td>NONE</td>
<td>NONE</td>
<td>NONE</td>
<td></td>
</tr>
</tbody>
</table>

Eng. Peter M. Mundinia  
Director General, KeNHA  
20 AUG 2019  
Date

Eng. David A. Muchiwa  
Director Development  
20 AUG 2019  
Date
## ANNEX 1 - VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS

<table>
<thead>
<tr>
<th></th>
<th>Final Budget</th>
<th>Actual on Comparable Basis</th>
<th>Budget Utilisation Variance</th>
<th>% of Utilisation Variance to Final Budget</th>
<th>Comments on Variance</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>RECEIPTS DURING THE YEAR/PERIOD</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Transfers from Government Entity</td>
<td>311,962,373</td>
<td>252,730,236</td>
<td>59,232,137</td>
<td>81%</td>
<td>Labor and security issues major concern</td>
</tr>
<tr>
<td>Transfer from External Development Partner</td>
<td>2,218,926,300</td>
<td>1,100,456,486</td>
<td>1,118,469,814</td>
<td>50%</td>
<td></td>
</tr>
<tr>
<td>Miscellaneous receipts</td>
<td>-</td>
<td>2,022,944</td>
<td>(2,022,944)</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Total receipts</td>
<td>2,530,888,673</td>
<td>1,355,209,666</td>
<td>1,181,467,282</td>
<td>53%</td>
<td></td>
</tr>
<tr>
<td><strong>PAYMENTS DURING THE YEAR/PERIOD</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Miscellaneous Payments</td>
<td>-</td>
<td>67,395</td>
<td>(67,395)</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Purchase of Goods and Services</td>
<td>29,123,653</td>
<td>29,123,653</td>
<td>-</td>
<td>100%</td>
<td>Labor and security issues major concern</td>
</tr>
<tr>
<td>Acquisition of non-financial assets</td>
<td>2,501,765,020</td>
<td>1,407,419,679</td>
<td>1,094,345,341</td>
<td>56%</td>
<td></td>
</tr>
<tr>
<td>Total payments</td>
<td>2,530,888,673</td>
<td>1,436,610,727</td>
<td>1,094,277,946</td>
<td>57%</td>
<td></td>
</tr>
</tbody>
</table>
### EASTERN AFRICA REGIONAL TRANSPORT TRADE & DEVELOPMENT FACILITATION PROJECT

**Reports and Financial Statements For the financial year ended June 30, 2018**

**ANNEX 2A - ANALYSIS OF PENDING BILLS**

<table>
<thead>
<tr>
<th>IPC FEE NOTE</th>
<th>Supplier of Goods or Services</th>
<th>Project</th>
<th>Original Amount</th>
<th>Date Contracted</th>
<th>Amount Paid To-Date</th>
<th>Outstanding Balance 2017/2018</th>
<th>Outstanding Balance 2016/2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>(ADV)</td>
<td>THIRD ENGINEERING</td>
<td>Lodwar-Lokitaung</td>
<td>1,250,216,069</td>
<td>03-May-17</td>
<td>1,240,198,783</td>
<td>10,017,286</td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>THIRD ENGINEERING</td>
<td>Lodwar-Lokitaung</td>
<td>105,757,706</td>
<td>18-Dec-17</td>
<td>82,053,392</td>
<td>23,704,314</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>THIRD ENGINEERING</td>
<td>Lodwar-Lokitaung</td>
<td>179,409,725</td>
<td>11-Apr-18</td>
<td>139,369,489</td>
<td>40,040,236</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>THIRD ENGINEERING</td>
<td>Lodwar-Lokitaung</td>
<td>491,596,967</td>
<td>21-Jun-18</td>
<td>390,299,279</td>
<td>101,297,689</td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>CHONGQING</td>
<td>Lokitaung-Kalobeyei</td>
<td>110,678,270</td>
<td>09-May-18</td>
<td></td>
<td></td>
<td>285,737,794</td>
</tr>
<tr>
<td></td>
<td>Civil Works</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>10</td>
<td>EGIS INTERNATIONAL</td>
<td>Lodwar-Lokitaung</td>
<td>15,876,083</td>
<td>11-Jun-18</td>
<td>3,625,325</td>
<td>12,250,758</td>
<td></td>
</tr>
<tr>
<td>1</td>
<td>GIBB AFRICA LTD IN JV WITH DOHWA</td>
<td>Loichangamatak-Lodwar</td>
<td>52,200,776</td>
<td>05-Feb-18</td>
<td>45,178,786</td>
<td>7,021,990</td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>GIBB AFRICA LTD IN JV WITH DOHWA</td>
<td>Loichangamatak-Lodwar</td>
<td>26,324,772</td>
<td>05-Feb-18</td>
<td>20,707,180</td>
<td>5,617,592</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>GIBB AFRICA LTD IN JV WITH DOHWA</td>
<td>Loichangamatak-Lodwar</td>
<td>14,734,540</td>
<td>28-May-18</td>
<td>14,099,431</td>
<td>635,110</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>GIBB AFRICA LTD IN JV WITH DOHWA</td>
<td>Loichangamatak-Lodwar</td>
<td>8,266,134</td>
<td>28-May-18</td>
<td>7,909,832</td>
<td>356,302</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>GIBB AFRICA LTD</td>
<td>Loichangamatak-Lodwar</td>
<td>15,409,356</td>
<td>05-Feb-18</td>
<td>9,195,469</td>
<td>6,213,887</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>SHELADIA</td>
<td>Lokitaung-Kalobeyei</td>
<td>4,698,827</td>
<td>05-Feb-18</td>
<td>4,050,713</td>
<td>648,114</td>
<td></td>
</tr>
<tr>
<td>7</td>
<td>SHELADIA</td>
<td>Lokitaung-Kalobeyei</td>
<td>4,469,441</td>
<td>23-Jan-18</td>
<td>3,852,966</td>
<td>616,475</td>
<td></td>
</tr>
<tr>
<td>8</td>
<td>SHELADIA</td>
<td>Lokitaung-Kalobeyei</td>
<td>5,516,567</td>
<td>22-Jan-18</td>
<td>4,755,662</td>
<td>760,906</td>
<td></td>
</tr>
<tr>
<td>9</td>
<td>SHELADIA</td>
<td>Lokitaung-Kalobeyei</td>
<td>4,032,954</td>
<td>15-Feb-18</td>
<td>3,476,685</td>
<td>556,270</td>
<td></td>
</tr>
<tr>
<td>10</td>
<td>SHELADIA</td>
<td>Lokitaung-Kalobeyei</td>
<td>4,412,821</td>
<td>15-Feb-18</td>
<td>3,613,948</td>
<td>798,873</td>
<td></td>
</tr>
</tbody>
</table>
## PROJECT NAME: EASTERN AFRICA REGIONAL TRANSPORT, TRADE & DEVELOPMENT FACILITATION PROJECT
(SECOND PHASE PROGRAM)

Reports and Financial Statements For the financial year ended June 30, 2018

<table>
<thead>
<tr>
<th>No.</th>
<th>Consultant/Company</th>
<th>Description</th>
<th>Project Code</th>
<th>Date</th>
<th>Amount</th>
<th>Remarks</th>
</tr>
</thead>
<tbody>
<tr>
<td>11</td>
<td>SHELADIA</td>
<td>Lokitaung-Kalobeyei</td>
<td>4,412,821</td>
<td>15-Feb-18</td>
<td>3,613,948</td>
<td>798,873</td>
</tr>
<tr>
<td>12</td>
<td>SHELADIA</td>
<td>Lokitaung-Kalobeyei</td>
<td>4,603,306</td>
<td>04-Jun-18</td>
<td>3,769,912</td>
<td>833,393</td>
</tr>
<tr>
<td>7</td>
<td>ABDUL MULLICK ASSOCIATES</td>
<td>Lokitaung-Kalobeyei</td>
<td>10,119,379</td>
<td>23-Jan-18</td>
<td>10,076,276</td>
<td>43,104</td>
</tr>
<tr>
<td>9</td>
<td>ABDUL MULLICK ASSOCIATES</td>
<td>Lokitaung-Kalobeyei</td>
<td>10,947,542</td>
<td>15-Feb-18</td>
<td>10,848,005</td>
<td>99,536</td>
</tr>
<tr>
<td>10</td>
<td>ABDUL MULLICK ASSOCIATES</td>
<td>Lokitaung-Kalobeyei</td>
<td>9,860,580</td>
<td>15-Feb-18</td>
<td>9,818,820</td>
<td>41,760</td>
</tr>
<tr>
<td>13</td>
<td>ABDUL MULICK ASSOCIATES</td>
<td>Lokitaung-Kalobeyei</td>
<td>589,686</td>
<td>04-Jun-18</td>
<td>-</td>
<td>589,686</td>
</tr>
<tr>
<td>11</td>
<td>EGIS INTERNATIONAL</td>
<td>Lodwar - Lokitaung Junction</td>
<td>1,309,129</td>
<td>07-May-18</td>
<td>662,416</td>
<td>646,713</td>
</tr>
<tr>
<td>12</td>
<td>Intercontinental Consultants &amp;</td>
<td>Kalobeiyei - Nadapal</td>
<td>15,212,231</td>
<td>07-May-18</td>
<td>14,556,523</td>
<td>655,708</td>
</tr>
<tr>
<td>13</td>
<td>Technocrats Pvt</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>12</td>
<td>Intercontinental Consultants &amp;</td>
<td>Kalobeiyei - Nadapal</td>
<td>12,765,662</td>
<td>07-May-18</td>
<td>12,215,418</td>
<td>550,245</td>
</tr>
<tr>
<td>13</td>
<td>Technocrats Pvt</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>13</td>
<td>Intercontinental Consultants &amp;</td>
<td>Kalobeiyei - Nadapal</td>
<td>14,599,692</td>
<td>07-May-18</td>
<td>13,970,395</td>
<td>629,297</td>
</tr>
<tr>
<td>14</td>
<td>Technocrats Pvt</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>13</td>
<td>Technocrats Pvt</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>10</td>
<td>SAI CONSULTING ENGINEERS</td>
<td>Kainuk Bridge</td>
<td>4,665,297</td>
<td>23-Jan-18</td>
<td>4,464,152</td>
<td>201,145</td>
</tr>
<tr>
<td>11</td>
<td>SAI CONSULTING ENGINEERS</td>
<td>Kainuk Bridge</td>
<td>4,181,696</td>
<td>15-Feb-18</td>
<td>4,001,459</td>
<td>180,238</td>
</tr>
<tr>
<td>12</td>
<td>SAI CONSULTING ENGINEERS</td>
<td>Kainuk Bridge</td>
<td>1,474,417</td>
<td>15-Feb-18</td>
<td>-</td>
<td>1,474,417</td>
</tr>
<tr>
<td>13</td>
<td>SAI CONSULTING ENGINEERS</td>
<td>Kainuk Bridge</td>
<td>12,920,602</td>
<td>04-Jun-18</td>
<td>12,363,679</td>
<td>556,922</td>
</tr>
</tbody>
</table>

| Land Compensation | 160,808,317 | 160,808,317 |
| Total             | 503,221,873 | 503,221,873 |
ANNEX 3 – SUMMARY OF FIXED ASSET REGISTER

<table>
<thead>
<tr>
<th>Asset class</th>
<th>Opening Cost (KShs) 2017/18</th>
<th>Purchases/Additions in the Year</th>
<th>Disposals in the Year</th>
<th>Closing Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>(KShs)</td>
<td>(KShs)</td>
<td>(KShs)</td>
</tr>
<tr>
<td>Construction of Roads</td>
<td>4,341,176,325</td>
<td>1,381,197,654</td>
<td>-</td>
<td>5,722,373,979</td>
</tr>
<tr>
<td>Land Acquisitions</td>
<td>-</td>
<td>26,222,025</td>
<td>-</td>
<td>26,222,025</td>
</tr>
<tr>
<td>Total</td>
<td>4,341,176,325</td>
<td>1,407,419,679</td>
<td>-</td>
<td>5,748,596,004</td>
</tr>
</tbody>
</table>

Notes:
- (a) = Opening Cost
- (b) = Purchases/Additions
- (c) = Disposals
- (d) = (a) + (b) - (c)
Appendices

1. Bank Reconciliation

2. Special Deposit Account Reconciliation Statements
### General Ledger Bank Reconciliation
#### Kenya National Highways Authority

**Balance per Cashbook for Account**: 1140000/1140163/600/00  \( \text{NBK} - \) \( \text{EMT} \)  

**Up to Period**: June 2018

<table>
<thead>
<tr>
<th>Date</th>
<th>Reference</th>
<th>Description</th>
<th>Amount</th>
<th>Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td><strong>Balance per Bank Statement</strong></td>
<td></td>
<td>10,372,002.10</td>
</tr>
<tr>
<td></td>
<td></td>
<td><strong>Less: Outstanding Payments</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>29/05/2018</td>
<td>PV41047CHQ1</td>
<td>SMC Daniel Mbuteti</td>
<td>127,050.00</td>
<td>10,244,952.10</td>
</tr>
<tr>
<td>05/06/2018</td>
<td>pv41214chq133</td>
<td>Training Kwamboka</td>
<td>50,400.00</td>
<td>10,194,552.10</td>
</tr>
<tr>
<td>18/06/2018</td>
<td>PV41513CHQ1</td>
<td>SMC Pauline Gathumbi</td>
<td>127,050.00</td>
<td>10,067,502.10</td>
</tr>
<tr>
<td>18/06/2018</td>
<td>PV41252CHQ1</td>
<td>Return ticket Sween Oyalo</td>
<td>21,270.00</td>
<td>10,046,232.10</td>
</tr>
<tr>
<td>26/06/2018</td>
<td>WHT June 2018</td>
<td></td>
<td>50,295.00</td>
<td>9,995,937.10</td>
</tr>
<tr>
<td></td>
<td></td>
<td><strong>Total Outstanding Payments</strong></td>
<td></td>
<td>376,065.00</td>
</tr>
<tr>
<td></td>
<td></td>
<td><strong>Reconciled Bank Balance</strong></td>
<td></td>
<td>9,995,937.10</td>
</tr>
<tr>
<td></td>
<td></td>
<td><strong>Computer Calculated Bank Balance</strong></td>
<td></td>
<td>9,995,937.10</td>
</tr>
</tbody>
</table>

**Difference**: 0.00

**Prepared By**: [Signature]  
**Date**: 29/06/2018  
**Checked By**: [Signature]  
**Date**: 01/07/2018  
**Authorized By**: [Signature]  
**Date**: 01/07/2018
<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance as per Bank Statement</td>
<td>10,372,002.10</td>
</tr>
<tr>
<td>Payments in Cashbook not yet recorded in Bank</td>
<td></td>
</tr>
<tr>
<td>Less 1 Statement (Unpresent Chqs)</td>
<td>376,065.00</td>
</tr>
<tr>
<td>2 Receipt in the Bank statement Not in the Cashbook</td>
<td>-376,065.00</td>
</tr>
<tr>
<td>Add 3 Payment in Bank Statement not yet recorded in cashbook</td>
<td></td>
</tr>
<tr>
<td>4 Receipt in Cashbook not in Bank statement</td>
<td></td>
</tr>
<tr>
<td>5 Bank Charges</td>
<td>0.00</td>
</tr>
<tr>
<td>Balance as per the reconciliation</td>
<td>9,995,937.10</td>
</tr>
<tr>
<td>Balance as per Cashbook</td>
<td>9,995,937.10</td>
</tr>
</tbody>
</table>

Deficit / Surplus

Prepared By:

Accountant

Designation

Date

Checked By:

Senior Accountant

Designation

Date

Authorized By:

Manager Finance

Designation

Date
ACCOUNT NO: 01001032662501

NOTE: JUNE 2018 RECONCILIATION

1. PAYMENT IN CASHBOOK NOT YET RECORDED IN THE BANK STATEMENT (UNPRESENTED CHEQUES)

<table>
<thead>
<tr>
<th>Date</th>
<th>Cheque No.</th>
<th>Payee</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>29/05/2018</td>
<td>PV41047CHQ132</td>
<td>KENYA SCHOOL OF GOVERNMENT</td>
<td>127,050.00</td>
</tr>
<tr>
<td>05/06/2018</td>
<td>PV41214CHQ133</td>
<td>KENYA SCHOOL OF GOVERNMENT</td>
<td>50,400.00</td>
</tr>
<tr>
<td>18/06/2018</td>
<td>PV41513CHQ141</td>
<td>KENYA SCHOOL OF GOVERNMENT</td>
<td>127,050.00</td>
</tr>
<tr>
<td>26/06/2018</td>
<td>WHT June 2018</td>
<td>WHT JUNE 2018</td>
<td>50,295.00</td>
</tr>
<tr>
<td>18/06/2018</td>
<td>PV41252CHQ140</td>
<td>DESTINY WORLD TRAVEL</td>
<td>21,270.00</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>376,065.00</td>
</tr>
</tbody>
</table>

2. RECEIPTS IN BANK STATEMENT NOT YET RECORDED IN CASHBOOK

3. PAYMENT IN BANK STATEMENT BUT NOT YET RECORDED IN CASHBOOK

4. RECEIPT IN THE CASHBOOK NOT YET RECORDED IN BANK STATEMENT
## Interim Statement

**National Bank**

**KENYA NATIONAL HIGHWAYS AUTH.**

### Account Details
- **Account No:** 0100103862601
- **Name:** KENYA NATIONAL HIGHWAYS AUTHORITY EARTHDFT
- **Acct Type:** Current Account: Government
- **Currency:** KES
- **Statement Period:** 01-JUN-18 to 02-JUL-18
- **Statement Date:** 02-JUL-18
- **Branch Name:** HILL PLAZA
- **Branch Contact Details:** 00912004

### Transactions

<table>
<thead>
<tr>
<th>Transaction Date</th>
<th>Value Date</th>
<th>Transaction Details</th>
<th>Debit</th>
<th>Credit</th>
<th>Book Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>04-Jun-18</td>
<td>04-Jun-18</td>
<td>Statement Charges</td>
<td>750.00</td>
<td>0.00</td>
<td>19,513,551.75</td>
</tr>
<tr>
<td>04-Jun-18</td>
<td>04-Jun-18</td>
<td>Excise Duty</td>
<td>75.00</td>
<td>0.00</td>
<td>19,513,476.75</td>
</tr>
<tr>
<td>05-Jun-18</td>
<td>05-Jun-18</td>
<td>INWARD CLEARING CHEQUE: 009114</td>
<td>217,241.00</td>
<td>0.00</td>
<td>19,296,235.75</td>
</tr>
<tr>
<td>11-Jun-18</td>
<td>11-Jun-18</td>
<td>SW09908051800194/EDMS 30716</td>
<td>7,665,373.65</td>
<td>0.00</td>
<td>11,630,862.10</td>
</tr>
<tr>
<td>12-Jun-18</td>
<td>12-Jun-18</td>
<td>INWARD CLEARING CHEQUE: 000113</td>
<td>157,500.00</td>
<td>0.00</td>
<td>11,473,362.10</td>
</tr>
<tr>
<td>14-Jun-18</td>
<td>14-Jun-18</td>
<td>RTGS through Cheque SW09914061800002 PR-000000035483-PR</td>
<td>147,600.00</td>
<td>0.00</td>
<td>11,325,762.10</td>
</tr>
<tr>
<td>14-Jun-18</td>
<td>14-Jun-18</td>
<td>RTGS Corebanking Commission KES Accts</td>
<td>500.00</td>
<td>0.00</td>
<td>11,325,262.10</td>
</tr>
<tr>
<td>14-Jun-18</td>
<td>14-Jun-18</td>
<td>Excise Duty Commission</td>
<td>50.00</td>
<td>0.00</td>
<td>11,325,212.10</td>
</tr>
<tr>
<td>14-Jun-18</td>
<td>14-Jun-18</td>
<td>RTGS through Cheque SW09914061800004 PR-000000035484-PR</td>
<td>81,900.00</td>
<td>0.00</td>
<td>11,243,312.10</td>
</tr>
<tr>
<td>14-Jun-18</td>
<td>14-Jun-18</td>
<td>RTGS Corebanking Commission KES Accts</td>
<td>500.00</td>
<td>0.00</td>
<td>11,242,812.10</td>
</tr>
<tr>
<td>14-Jun-18</td>
<td>14-Jun-18</td>
<td>Excise Duty Commission</td>
<td>50.00</td>
<td>0.00</td>
<td>11,242,762.10</td>
</tr>
<tr>
<td>14-Jun-18</td>
<td>14-Jun-18</td>
<td>RTGS through Cheque SW09914061800008 PR-000000035482-PR</td>
<td>219,900.00</td>
<td>0.00</td>
<td>11,022,862.10</td>
</tr>
<tr>
<td>14-Jun-18</td>
<td>14-Jun-18</td>
<td>RTGS Corebanking Commission KES Accts</td>
<td>500.00</td>
<td>0.00</td>
<td>11,022,362.10</td>
</tr>
<tr>
<td>14-Jun-18</td>
<td>14-Jun-18</td>
<td>Excise Duty Commission</td>
<td>50.00</td>
<td>0.00</td>
<td>11,022,312.10</td>
</tr>
<tr>
<td>20-Jun-18</td>
<td>20-Jun-18</td>
<td>INWARD CLEARING CHEQUE: 000134</td>
<td>68,200.00</td>
<td>0.00</td>
<td>10,934,112.10</td>
</tr>
<tr>
<td>20-Jun-18</td>
<td>20-Jun-18</td>
<td>INWARD CLEARING CHEQUE: 000135</td>
<td>44,100.00</td>
<td>0.00</td>
<td>10,890,012.10</td>
</tr>
<tr>
<td>21-Jun-18</td>
<td>21-Jun-18</td>
<td>INWARD CLEARING CHEQUE: 000131</td>
<td>127,050.00</td>
<td>0.00</td>
<td>10,762,962.10</td>
</tr>
<tr>
<td>22-Jun-18</td>
<td>22-Jun-18</td>
<td>INWARD CLEARING CHEQUE: 000139</td>
<td>29,000.00</td>
<td>0.00</td>
<td>10,733,562.10</td>
</tr>
</tbody>
</table>

**Note:** Kindly verify all transactions reflected on this statement and notify any discrepancies to the Bank as soon as possible.
#### Interim Statement

**National Bank**

KENYA NATIONAL HIGHWAYS AUTH.

<table>
<thead>
<tr>
<th>Account No</th>
<th>0100103262501</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accl. Name</td>
<td>KENYA NATIONAL HIGHWAYS AUTH.</td>
</tr>
<tr>
<td>Acct Type</td>
<td>Current Account: Government</td>
</tr>
<tr>
<td>Currency</td>
<td>KES</td>
</tr>
<tr>
<td>Statement Period</td>
<td>01-JUN-18 to 02-JUL-18</td>
</tr>
<tr>
<td>Statement Date</td>
<td>02-JUL-18</td>
</tr>
<tr>
<td>Branch Name</td>
<td>HILL PLAZA</td>
</tr>
<tr>
<td>Branch Contact Details</td>
<td>00012004</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Transaction Date</th>
<th>Value Date</th>
<th>Transaction Details</th>
<th>Debit</th>
<th>Credit</th>
<th>Book Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>22-Jun-18</td>
<td>22-Jun-18</td>
<td>RTGS through Cheque</td>
<td>302,400.00</td>
<td>0.00</td>
<td>10,431,562.10</td>
</tr>
<tr>
<td></td>
<td></td>
<td>SW099220518000212EDMS 36584</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>22-Jun-18</td>
<td>22-Jun-18</td>
<td>RTGS Corebanking Commission KES Accts</td>
<td>500.00</td>
<td>0.00</td>
<td>10,431,062.10</td>
</tr>
<tr>
<td>22-Jun-18</td>
<td>22-Jun-18</td>
<td>Excise Duty Commission</td>
<td>60.00</td>
<td>0.00</td>
<td>10,431,012.10</td>
</tr>
<tr>
<td>28-Jun-16</td>
<td>28-Jun-16</td>
<td>RTGS through Cheque</td>
<td>58,800.00</td>
<td>0.00</td>
<td>10,372,212.10</td>
</tr>
<tr>
<td></td>
<td></td>
<td>SW09928061800008 EDMS 37205</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>28-Jun-18</td>
<td>28-Jun-18</td>
<td>RTGS Corebanking Commission KES Accts</td>
<td>500.00</td>
<td>0.00</td>
<td>10,371,712.10</td>
</tr>
<tr>
<td>28-Jun-18</td>
<td>28-Jun-18</td>
<td>Excise Duty Commission</td>
<td>50.00</td>
<td>0.00</td>
<td>10,371,662.10</td>
</tr>
<tr>
<td>29-Jun-18</td>
<td>29-Jun-18</td>
<td>Cash Deposit</td>
<td>0.00</td>
<td>340.00</td>
<td>10,372,002.10</td>
</tr>
<tr>
<td>01-Jul-18</td>
<td>30-Jun-18</td>
<td>WITHHOLDING TAX Debit</td>
<td>5,166.27</td>
<td>0.00</td>
<td>10,366,835.83</td>
</tr>
<tr>
<td>01-Jul-18</td>
<td>30-Jun-18</td>
<td>Internal Charge:</td>
<td>0.00</td>
<td>34,441.83</td>
<td>10,401,277.66</td>
</tr>
<tr>
<td>02-Jul-18</td>
<td>02-Jul-18</td>
<td>INWARD CLEARING CHEQUE:</td>
<td>21,270.00</td>
<td>0.00</td>
<td>10,380,007.66</td>
</tr>
<tr>
<td></td>
<td></td>
<td>000140</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Totals</strong></td>
<td></td>
<td></td>
<td>9,169,075.92</td>
<td>34,781.83</td>
<td></td>
</tr>
</tbody>
</table>

**Cleared Balance as at:** 02-JUL-18 10,380,007.66
**Effect not Cleared:** 02-JUL-18 0
**Book Balance as at:** 02-JUL-18 10,380,007.66

Kindly verify all transactions reflected on this statement and notify any discrepancies to the Bank as soon as possible.

Dear KENYA NATIONAL HIGHWAYS AUTH.,

In our continued effort to serve you better, we have opened a new Call Centre for any handshake and presentation customer care services. If you have any queries for complaints concerning any of our products and services, please call us at 0722 341306, 0722 341323, 0730 322 380 or email care@kenyanationalhighways.com.
# Ledger Accounts

**Kenya National Highways Authority**

**From:** June 2018  
**To:** June 2018

<table>
<thead>
<tr>
<th>Date</th>
<th>Reference</th>
<th>Description</th>
<th>Debit</th>
<th>Credit</th>
<th>Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>04/06/2018</td>
<td>JV</td>
<td>June'18 Bank Interest - NBK EARTTDFP</td>
<td>10,652,153.52</td>
<td></td>
<td>10,743,727.98</td>
</tr>
<tr>
<td>05/06/2018</td>
<td>pv41214chq133</td>
<td>Training Kwamboka</td>
<td>50,400.00</td>
<td></td>
<td>10,693,327.98</td>
</tr>
<tr>
<td>07/06/2018</td>
<td>PV41189CHQ135</td>
<td>Training-Janet</td>
<td>44,100.00</td>
<td></td>
<td>10,649,227.98</td>
</tr>
<tr>
<td>07/06/2018</td>
<td>PV41183CHQ134</td>
<td>Training-Amidah</td>
<td>88,200.00</td>
<td></td>
<td>10,561,027.98</td>
</tr>
<tr>
<td>07/06/2018</td>
<td>PV 41314 Chq. 00013</td>
<td>Supervisory skills dev ling[17-30]6</td>
<td>81,500.00</td>
<td></td>
<td>10,479,127.98</td>
</tr>
<tr>
<td>11/06/2018</td>
<td>PV 41407 Chq.138</td>
<td>Supervisory mgnt ling[3-30/6]</td>
<td>302,400.00</td>
<td></td>
<td>10,178,727.98</td>
</tr>
<tr>
<td>11/06/2018</td>
<td>PV 40779 Chq.127</td>
<td>Rvsl of misposting-wrong bank account</td>
<td>219,900.00</td>
<td></td>
<td>10,396,627.98</td>
</tr>
<tr>
<td>11/06/2018</td>
<td>PV 40779 Chq.127</td>
<td>Rvsl of misposting-wrong bank account</td>
<td>147,600.00</td>
<td></td>
<td>10,544,227.98</td>
</tr>
<tr>
<td>11/06/2018</td>
<td>PV 40779 Chq.137</td>
<td>Rvsl of misposting-wrong bank account</td>
<td>219,900.00</td>
<td></td>
<td>10,324,327.98</td>
</tr>
<tr>
<td>11/06/2018</td>
<td>PV 40779 Chq.137</td>
<td>Rvsl of misposting-wrong bank account</td>
<td>147,600.00</td>
<td></td>
<td>10,176,727.98</td>
</tr>
<tr>
<td>12/06/2018</td>
<td>pv41210chq139</td>
<td>Return ticket for Stephen Maina</td>
<td>29,000.00</td>
<td></td>
<td>10,147,727.98</td>
</tr>
<tr>
<td>12/06/2018</td>
<td>PV41513CHQ141</td>
<td>SMC Pauline Gathumbi</td>
<td>127,050.00</td>
<td></td>
<td>9,995,677.98</td>
</tr>
<tr>
<td>12/06/2018</td>
<td>PV41252CHQ140</td>
<td>Return ticket Sween Oyalo</td>
<td>21,270.00</td>
<td></td>
<td>9,874,407.98</td>
</tr>
<tr>
<td>22/06/2018</td>
<td>PV 41709 Chq. 142</td>
<td>Project palning &amp; mgmt[3-21/6]</td>
<td>58,800.00</td>
<td></td>
<td>10,049,807.98</td>
</tr>
<tr>
<td>28/06/2018</td>
<td>WHT June 2018</td>
<td>WHT June 2018</td>
<td>50,235.00</td>
<td></td>
<td>9,999,512.98</td>
</tr>
<tr>
<td>30/06/2018</td>
<td>JV</td>
<td>June'18 Bank Charges - NBK EARTTDFP</td>
<td>3,575.00</td>
<td></td>
<td>9,995,937.98</td>
</tr>
<tr>
<td>30/06/2018</td>
<td>JV</td>
<td>June'18 Bank Interest - NBK EARTTDFP</td>
<td>29,275.56</td>
<td></td>
<td>10,025,213.54</td>
</tr>
<tr>
<td>30/06/2018</td>
<td>JV</td>
<td>June'18 Bank Interest - NBK EARTTDFP</td>
<td>29,275.56</td>
<td></td>
<td>9,995,937.98</td>
</tr>
<tr>
<td>30/06/2018</td>
<td>JV</td>
<td>Rounding difference- NBK EARTTDFP</td>
<td>0.88</td>
<td></td>
<td>9,995,937.10</td>
</tr>
</tbody>
</table>

**Closing Balance:** 9,995,937.10
EAST AFRICA TRADE AND TRANSPORT FACILITATION PROJECT (KENHA)
STATEMENT OF SPECIAL (DESIGNATED) ACCOUNT RECONCILIATION
FOR THE YEAR ENDED 30 JUNE 2018

Credit No.: IDA LOAN CREDIT NO.5638-KE DA-B
Bank Account No.: 1000243767 Held with CENTRAL BANK OF KENYA

<table>
<thead>
<tr>
<th></th>
<th>NOTES</th>
<th>AMOUNT USD</th>
<th>AMOUNT USD</th>
</tr>
</thead>
<tbody>
<tr>
<td>1 Amount advanced by IDA</td>
<td></td>
<td>2,000,000.00</td>
<td></td>
</tr>
<tr>
<td>Less:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2 Total amount documented</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>3 Outstanding amount to be documented</td>
<td></td>
<td>2,000,000.00</td>
<td></td>
</tr>
<tr>
<td>4 Ending Special account Balance as as 30 June 2018</td>
<td></td>
<td>1,082,140.94</td>
<td></td>
</tr>
<tr>
<td>5 Amounts claimed but not credited as at 30 June 2018</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>6 Amounts withdrawn and not claimed</td>
<td></td>
<td></td>
<td>917,859.06</td>
</tr>
<tr>
<td>7 Service Charges (if not included in lines 5 and 6 above)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>8 Interest earned (if included in Special Account)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>9 Total advance to Special Account Year ended 30 June 2018</td>
<td></td>
<td>2,000,000.00</td>
<td></td>
</tr>
</tbody>
</table>

Discrepancy between total appearing on line 3 and 9

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

The amount appearing on line 6 is eligible for financing by World Bank and shall be documented in subsequent IFRs.

AUTHORISED REPRESENTATIVE
RESOURCE MOBILISATION DEPARTMENT
THE NATIONAL TREASURY

DATE: 06-08-2018
# SPECIAL ACCOUNT STATEMENT

For period ending 30th JUNE, 2018

Account No. 1000243767
Depository Bank CENTRAL BANK OF KENYA.
Address CENTRAL BANK OF KENYA.
Related Loan KeNHA-A/C 'B'
Credit Agreement
Currency USD

## Part A - Account Activity

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning balance of 1st July, 2017 as per C.B.K. Ledger Account</td>
<td>0.00</td>
</tr>
<tr>
<td>Add:</td>
<td></td>
</tr>
<tr>
<td>Total Amount deposited by World Bank</td>
<td>4,076,040.94</td>
</tr>
<tr>
<td>Total Interest earnings if deposited in account</td>
<td></td>
</tr>
<tr>
<td>Total amount refunded to cover ineligible expenditure</td>
<td></td>
</tr>
<tr>
<td>Deduct:</td>
<td></td>
</tr>
<tr>
<td>Total amount withdrawn</td>
<td>2,993,900.00</td>
</tr>
<tr>
<td>Total service charges if not included above in amount withdrawn</td>
<td></td>
</tr>
<tr>
<td>Ending balance on 30th June,2018</td>
<td>1,082,140.94</td>
</tr>
</tbody>
</table>

**AUTHORISED REPRESENTATIVE**

CENTRAL BANK OF KENYA

**SIGNATURE:**

**DATE:** 16-07-18

**AUTHORISED REPRESENTATIVE**

EXTERNAL RESOURCES

DEPARTMENT- TREASURY

**SIGNATURE:**

**DATE:** 06-08-18

**NOTE:** The ending balance as per Central Bank of Kenya Ledger Account and the off-shore Special Account as at 30th June, 2018 have been reconciled and a copy of the supporting Reconciliation Statement is attached.
<table>
<thead>
<tr>
<th>NO.</th>
<th>DATE</th>
<th>REFERENCE NO</th>
<th>DETAILS</th>
<th>DEBIT</th>
<th>CREDIT</th>
<th>BALANCE</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>06/11/2017</td>
<td>FT131023VFR</td>
<td>FUNDING</td>
<td>0.00</td>
<td>1,999,970.00</td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>24/11/2017</td>
<td>FT1338X9MY</td>
<td>PA 110856</td>
<td>-1,999,950.00</td>
<td>0.00</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>18/04/2018</td>
<td>FT1810896TGV</td>
<td>FUNDING</td>
<td>0.00</td>
<td>9,702.22</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>18/04/2018</td>
<td>FT1810898YTY</td>
<td>FUNDING</td>
<td>0.00</td>
<td>849,938.30</td>
<td></td>
</tr>
<tr>
<td>5</td>
<td>09/05/2018</td>
<td>FT18109030H5D</td>
<td>FUNDING</td>
<td>0.00</td>
<td>2,216,429.42</td>
<td></td>
</tr>
<tr>
<td>6</td>
<td>11/05/2018</td>
<td>FT18109032RY</td>
<td>PA117426</td>
<td>-994,000.00</td>
<td>0.00</td>
<td></td>
</tr>
</tbody>
</table>

END OF ACCOUNT STATEMENT

CLOSING BALANCE: 108,214,469.94

Favourites

<table>
<thead>
<tr>
<th>Account</th>
<th>equals</th>
</tr>
</thead>
<tbody>
<tr>
<td>Statement From</td>
<td>equals</td>
</tr>
<tr>
<td>Statement To</td>
<td>equals</td>
</tr>
</tbody>
</table>

https://iban/t24live/servlet/BrowserServlet
Loan: IDA 56380 (IDA - IDA Credit) | Status: Disbursing | Country: Kenya

Project: P148853 - EA Regional Transport, Trade and Development Facilitation Project (Second Phase of Program)

Designated Account Detail- DA-B

Account Details
- Account Holder: KENYA NATIONAL HIGHWAYS AUTHORITY
- Account Holder's Bank: CENTRAL BANK OF KENYA
  - HAILE SELASSIE AVENUE
  - NAIROBI
  - Swift: CBKEKENXXX
- Account Number: 1000243767
- Intermediary Bank: STANDARD CHARTERED BANK
  - 1 BISINGHALL AVENUE
  - LONDON
  - Swift: SCBLGB2LXXX

Transaction Details
- Total Deposits Less Refunds: 4,076,135.94
- Documented: 2,076,135.94
- Outstanding Balance: 2,000,000.00
- Waived Documentation Amount: 0.00
- Transaction in Process: 0.00

Replenishment applications are to be submitted in accordance with the instructions provided in the Disbursement Letter.

If the DA is inactive for six months, the Bank notifies the borrower that it will request a refund of the outstanding balance unless, within 90 days, the borrower submits satisfactory evidence of eligible expenditures financed through the DA.

To discuss other arrangements, including refund of funds deposited to the Designated Account, the borrower representative should contact the Finance Officer.
Loan: IDA 56380 (IDA - IDA Credit)  | Status: Disbursing  | Country: Kenya

Project: P148853 - EA Regional Transport, Trade and Development Facilitation Project (Second Phase of Program)

Loan Overview

<table>
<thead>
<tr>
<th>Disbursements</th>
<th>History</th>
<th>Repayments</th>
<th>Amortization Schedule</th>
</tr>
</thead>
<tbody>
<tr>
<td>Applications</td>
<td>eSignatores(s)</td>
<td>Contracts</td>
<td>Designated/UN Accounts</td>
</tr>
</tbody>
</table>

Withdrawal Applications

Disbursement Milestone

- Loan Approval Date: 11-Jun-2015
- Loan Signing Date: 20-Jul-2015
- Loan Made Effective: 16-Nov-2015
- Authorized Signatories Submitted to WB: 07-Jun-2018
- Authorized Signatories Approved: 07-Jun-2018
- Loan is Ready for Disbursing Online: 15-Aug-2018

Submit Withdrawal Application

Transaction List

Showing results 1 - 10 of 53 entries

Filter by

Application

<table>
<thead>
<tr>
<th>Borrower Reference</th>
<th>Type</th>
<th>Status</th>
<th>Ccy</th>
<th>Amount</th>
<th>Category Summary</th>
<th>Ccy</th>
<th>Amount</th>
<th>Date received</th>
<th>Value Date</th>
<th>Logged by</th>
<th>Last Updated</th>
</tr>
</thead>
<tbody>
<tr>
<td>EARTDFP KENHA NO 03</td>
<td>DA-B</td>
<td>Completed</td>
<td>USD 1,216,459.42</td>
<td>DA-B</td>
<td>USD 1,216,459.42</td>
<td>04-May-2018</td>
<td>07-May-2018</td>
<td>Borrower</td>
<td>07-May-2018</td>
<td></td>
<td></td>
</tr>
<tr>
<td>EARTDFP KENHA 01</td>
<td>DA-B</td>
<td>Completed</td>
<td>USD 9,708.22</td>
<td>DA-B</td>
<td>USD 9,708.22</td>
<td>16-Apr-2018</td>
<td>17-Apr-2018</td>
<td>Borrower</td>
<td>17-Apr-2018</td>
<td></td>
<td></td>
</tr>
<tr>
<td>EARTDFP KENHA NO 01</td>
<td>DA-B</td>
<td>Completed</td>
<td>USD 849,968.30</td>
<td>DA-B</td>
<td>USD 849,968.30</td>
<td>16-Apr-2018</td>
<td>17-Apr-2018</td>
<td>Borrower</td>
<td>17-Apr-2018</td>
<td></td>
<td></td>
</tr>
<tr>
<td>KEN EART 019</td>
<td>DA-B</td>
<td>Completed</td>
<td>USD 2,000,000.00</td>
<td>DA-B</td>
<td>USD 2,000,000.00</td>
<td>02-Nov-2017</td>
<td>03-Nov-2017</td>
<td>Borrower</td>
<td>03-Nov-2017</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Loans with Inactive Advances

https://ebizpd.worldbank.org/secure/self/ebiz/wfa/myportfolio/loanoverview/disbursements/eForms
Loan: IDA 56380 (IDA - IDA Credit)  |  Status: Disbursing  |  Country: Kenya

Project: P148853 - EA Regional Transport, Trade and Development Facilitation Project (Second Phase of Program)

### Loan Overview

- **Disbursements**
- **History**
- **Repayments**
- **Amortization Schedule**

### Withdrawal Applications

**Disbursement Milestone**

<table>
<thead>
<tr>
<th>Loan Approval Date</th>
<th>Loan Signing Date</th>
<th>Loan Made Effective</th>
<th>Authorized Signatories Submitted to WB</th>
<th>Authorized Signatories Approved</th>
<th>Loan is Ready for Disbursing Online</th>
</tr>
</thead>
</table>

### Transaction List

**Search**

**Filter by**

- DA-B

**Showing results 1 - 10 of 49 entries**

<table>
<thead>
<tr>
<th>Application</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Borrower Reference</strong></td>
</tr>
<tr>
<td>-------------------------</td>
</tr>
<tr>
<td>EARTTFDP KENHA NO 03</td>
</tr>
<tr>
<td>EARTTFDP KENHA 01A</td>
</tr>
<tr>
<td>EARTTFDP KENHA NO 01</td>
</tr>
</tbody>
</table>

Loans with Inactive Advances