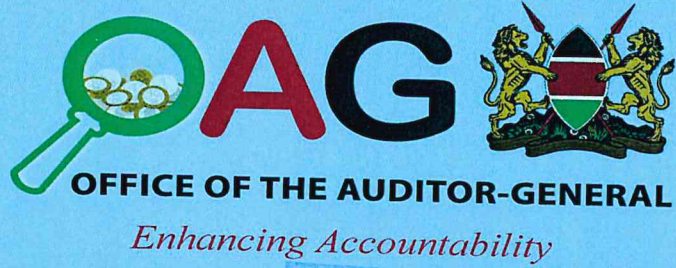


REPUBLIC OF KENYA



REPORT

OF

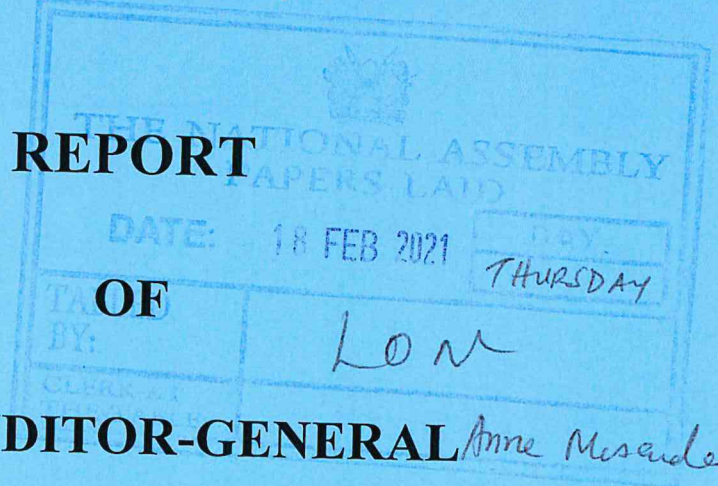
THE AUDITOR-GENERAL *Anne Mwaside*

ON

**BOGORIA SILALI GEOTHERMAL
PROJECT (LOAN NO.2013.66.103)**

**FOR THE YEAR ENDED
30 JUNE, 2020**

**GEOTHERMAL DEVELOPMENT
COMPANY LIMITED**





BOGORIA SILALI GEOTHERMAL PROJECT

Being implemented by:

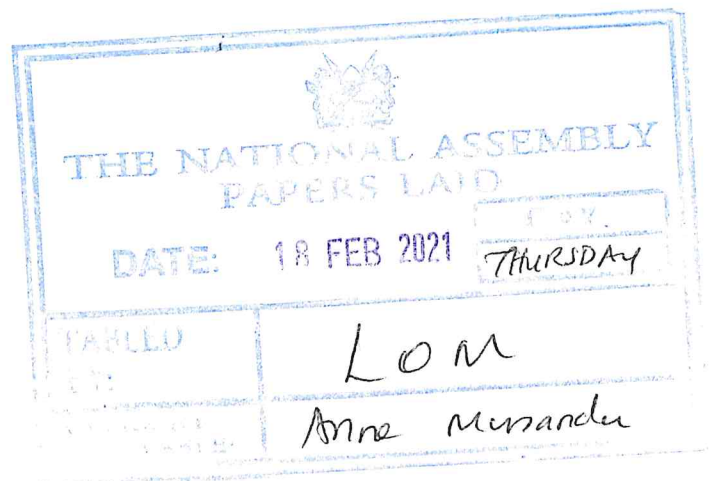
GEOTHERMAL DEVELOPMENT COMPANY LIMITED

Loan No. 2013.66.103

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 June 2020

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



*Bogoria Silali Geothermal Project
Report and Financial Statements
For the financial year ended June 30, 2020*

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Bogoria Silali Geothermal Project
Report and Financial Statements
For the financial year ended June 30, 2020

1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

The project's official name is Bogoria Silali Geothermal Project. The project's official is the Managing Director (MD) & Chief Executive Officer (CEO) of Geothermal Development Company Limited (GDC).

Objective:

The key objective of the project is to facilitate the realisation of at least 300MW geothermal power by 2025 through an accelerated Geothermal Development program. The 300MW geothermal power will be generated as follows:

Field	Capacity (MW)
Korosi	100
Paka	100
Silali	100
Total	300

Address:

The project headquarters and registered offices are:

Kawi House, South C, Off Mombasa Road
P.O. Box 100746 – 00101
Nairobi, Kenya.

Polo Centre, Tom Mboya Road (Branch)
P.O. Box 17700 – 20100
Nakuru, Kenya.

Telephone: +254 719 036 500
E-mail: info@gdc.go.ke
Website: www.gdc.co.ke

1.2 Project Information

Project start date:	The project started in July 2014
Project completion date:	The project is expected to be completed in June 2025.
Project responsibility:	The personnel responsible for the project is the MD & CEO of GDC.
Project sponsor:	The project sponsors are Government of Kenya (GoK) and German Development Bank (KfW)

**Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020**

1. PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Energy & Petroleum.
Strategic goals of the project	The strategic goals of the project are as follows: (i) Facilitate realisation of at least 300MW from Paka, Korosi and Silali Geothermal fields (ii) Reduce electricity tariffs due to inclusion of cheaper power mix. This will in turn spur economic growth. (iii) To promote alternative uses of geothermal energy.
Achievement of strategic goals	The project management aims to achieve the goals through the following means: (i) Facilitate quick evacuation to the grid through provision of steam to Independent Power Producers (IPP's) (ii) Environmental sustainability through displacement of biomass and fossil fuel by cleaner and environmentally friendly alternatives. (iii) To promote alternative uses of geothermal resources other than electricity generation. These include greenhouse heating, drying of grains, pasteurizing milk, cooling and heating of rooms, among others.
Other important background information of the project	The project entails the drilling of wells for the connection to power plants. Key activities include the following: <ul style="list-style-type: none"> • Construction of access roads and well pads. • Construction of water supply infrastructure. • Drilling and testing of wells. • Feasibility studies. • Construction of steam gathering system. • Construction of power transmission system. • Construction of power plants.
Current situation that the project was formed to intervene	The project was formed to intervene in the following areas: <ul style="list-style-type: none"> • Undertake exploration, appraisal and production drilling to mitigate upfront risks associated with geothermal development that deters the private sector. • To increase the national electricity generation capacity. • Lower unit cost of electricity by providing steam (fuel) to power generators. • Attract capital for accelerated development by opening up opportunities for private sector participation.
Project duration	The project started in July 2014 and is expected to run until June 2025.

1.4 Bankers

The following were the bankers for the year:

1. Cooperative Bank of Kenya Limited
Upper Hill Branch
Nairobi, Kenya.

**Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020**

1. PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.4 Bankers (Continued)

2. Kenya Commercial Bank
Marigat Branch
Marigat, Kenya.

1.5 Auditor

The project is audited by the Auditor General:

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

1.6 Roles and Responsibilities

Names	Title Designation	Key Qualifications	Responsibilities
Eng. Jared O. Othieno	Managing Director & CEO	Master of Business Administration (MBA) and BSc in Electrical Engineering from the University of Nairobi	Coordination of project work to attain strategic project objectives
Eng. George Kinyanjui	Project Manager	Master of Business Administration (MBA) and BSc in Mechanical Engineering (Hons) from the University of Nairobi	Supervision of project work

1.7 Funding Summary

The Project's duration is for 10 years from July 2014 to June 2025 with initial funding from German Development Bank. The loan amount is EUR 80,000,000 equivalent to KShs 9,571,392,000 as highlighted in the table below:

Below is the funding summary:

Source of funds	Donor commitment		Amount received to 30 June 2020		Undrawn balance to 30 June 2020	
	EUR'000 (A)	KShs'000 (A')	EUR'000 (B)	KShs'000 (B')	EUR'000 (A)-(B)	KShs'000 (A')-(B')
(i) Loan						
German Development Bank (KfW)	80,000	9,571,392	24,383	2,855,721	55,617	6,715,671
(ii) Counterpart funds						
Government of Kenya (GoK)	-	66,015,612	-	2,535,772	-	-
Grand total	80,000	75,587,004	24,383	5,391,493	55,617	6,715,671

Note:

The contract for the above financing was signed on 10th July 2014.

1. PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.8 Summary of Overall Project Performance

Physical progress based on outputs, outcomes and impacts since project commencement:

	Financial year 2019/20	
	Target	Actual
Well drilling	5	2
Construction of water line	100% completion	100% completion

Comment on value-for-money achievements:

- Geo-scientific work complete
- 103 km of access roads to Korosi, Paka and Silali have been constructed, maintenance works are ongoing
- Six well pads constructed; three at Paka and three at Korosi
- Waterline supply system is complete.
- Three wells drilled at the Paka prospect PW01, PW02 and PW03
- Environmental and Social Impact Assessment (ESIA) gaps updated
- Social licence enhanced through provision of 20 community watering points

Implementation challenges

- Delays in getting approval from various county governments
- Geothermal License acquisition from the Ministry of Energy

Way forward

- The KfW loan disbursement period expired on 1st August, 2019. GDC engaged the National Treasury and KfW for extension of the loan for another three years.
- Continuous engagement with County Governments to secure County Government approval
- Continuous engagement with the Ministry of Energy to obtain a geothermal license

Compliance with applicable environmental laws and regulations

The Company has strived to ensure compliance with all relevant national and international environmental and other statutory regulatory provisions that apply to Bogoria-Silali Geothermal Power Project as relates to licensing/permitting for water usage (abstraction license) and project implementation to ensure sound environmental management practice. The key national laws are; the Environmental Management and Coordination Act (EMCA) of 1999 Amendment 2015 and the associated regulations; the Water Act of 2016 and Associated Rules/Guidelines; Occupational Safety and Health Act 2007 and Associated Rules and any other regulations relating to environmental conservation and management. Key International Best practices that guide project implementation include the International Finance Corporation (IFC) Performance Standards on Environment and Social Sustainability. The Baringo-Silali geothermal project's environmental and social management/monitoring plans are anchored on these regulations, standards and best practices.

GDC continues to streamline its environmental and social management/monitoring plans to be in total compliance with International Environmental Best Practices and Standards. Dissemination of knowledge on environmental conservation has been a key component through the social afforestation program and national/international environmental conservation and management awareness campaigns. The company has also continued to contribute to National realization of Sustainable Development Goals (SDGs) relating to: Affordable and Clean Energy; Clean Water and Sanitation for communities in project areas; Improved Infrastructure, and Climate Change Action.

1. PROJECT INFORMATION AND OVERALL PERFORMANCE (Continued)

1.8 Summary of Project Compliance (continued)

- **Consequences if any suffered on account of non-compliance or likely to be suffered**

The Company has a valid Water Abstraction permits (Lake Baringo) and has continuously undertaken timely monthly monitoring & annual external environmental audit is underway. GDC has not suffered any consequence as a result of non-compliance due to its commitment towards environmental regulatory compliance. The Company is working towards implementation of ISO 14001 (EMS) and has also streamlined its environmental and social management/monitoring plans to be in total compliance with International Environmental Standards such as the IFC Performance Standards.

***Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020***

2. STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETRMINED OBJECTIVES

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives

The key development objectives of the project's 2018-2022 plan are to:

- a) Facilitate realisation of at least 300MW from Bogoria-Silali Geothermal Block project i.e. 100MW from Paka, 100MW from Korosi, and 100MW from Silali out of the total 1,065 MW earmarked for generation by 2025.
- b) Reduce electricity tariffs due to inclusion of cheaper power mix. This will in turn spur economic growth.
- c) Lower the cost of electric power by providing fuel (steam to independent power generators).
- d) To promote alternative uses of geothermal energy

The project management aims to achieve the goals through the following means:

- a) Facilitate early generation of electricity through provision of steam to Independent Power Producers (IPP's) to ensure electricity becomes available faster.
- b) Environmental sustainability through displacement of biomass and fossil fuel by cleaner and environmentally friendly alternatives.
- c) To promote alternative uses of geothermal resources other than electricity generation. These include greenhouse heating, drying of grains, pasteurizing milk, cooling and heating of rooms, among others.

Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bund (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Project	Objective	Outcome	Indicator	Performance
Bogoria Silali Geothermal Project	Exploration drilling (20 wells)	De-risk the field for production drilling and attract investors who perceive upfront geothermal development risks as high	No. of wells drilled	In the financial year 2019/20, 3 exploration Wells were successfully drilled representing 15% of the target
	Infrastructure development through construction of roads and waterline installation	Ease of accessibility and availability of water to support drilling activities	- Availability of roads to 3 project prospects - Availability of water in three project prospects	In the financial year 2019/20 - 103km of road to the three prospects completed - Water line completed and commissioned
	Social licence enhancement	Improve quality of life for people living within the prospect	Number of community water points	In the financial year 2019/20, 20 community water points were constructed and commissioned. This is 100% of the target

3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING (Continued)

e) Corporate Sponsorship

GDC sponsored and participated in the Nakuru International Investment Conference (NIICO) held in Naivasha between the 29th November and 1st December 2019. Key issues discussed at the conference include the place of geothermal energy as a natural source of reliable power and its importance to the national economy. The Company also sponsored and participated in the Fifth Africa Engineering Week and Third Africa Engineering Conference held between the 17th and 21st September 2019.

3. Environmental sustainability

The Company's contribution to societal well-being in its operational areas continues to be a pillar for business continuity. The Company envisions lowering the cost of power in Kenya through development of 1065MW from geothermal resources. To ensure sustainability of the business, the Company endeavors to align its activities to ensure minimal impact on the environment.

a) Compliance with Applicable Environmental Laws and Regulations

GDC sponsored and participated in the Nakuru International Investment Conference (NIICO) held in Naivasha between the 29th November and 1st December 2019. Key issues discussed at the conference include the place of geothermal energy as a natural source of reliable power and its importance to the national economy. The Company also sponsored and participated in the Fifth Africa Engineering Week and Third Africa Engineering Conference held between the 17th and 21st September 2019.

GDC's environmental and social management/monitoring plans are anchored on environmental laws, regulations, standards and best practices. The Company ensures compliance with all relevant national and international environmental and other statutory regulatory provisions that apply to its projects as pertains to licensing/permitting for water usage (abstraction license) and project implementation to ensure sound environmental management practice

The Company undertakes quarterly and annual environmental audits and has valid permits and licenses for its operations. The Company is working towards implementation of ISO 14001 (EMS) and has also streamlined its environmental and social management/monitoring plans to be in total compliance with following;

- the Environmental Management and Coordination Act (EMCA) of 1999 Amendment 2015 and the associated regulations;
- the Water Act of 2016 and Associated Rules/Guidelines;
- Occupational Safety and Health Act 2007 and Associated Rules and any other regulations relating to environmental conservation and management.

Project implementation is guided by the international best practices that include the International Finance Corporation (IFC) Performance Standards on environment and social sustainability.

4. Stakeholder Management

The Company's stakeholders continue to play a critical role in the success of the projects and for growth. As part of its commitment to a sustainable environment and society, GDC continues to disseminate knowledge on environmental conservation through the social afforestation program and the national/international environmental conservation and management awareness campaigns. The Company has also continued to contribute to national realization of Sustainable Development Goals (SDGs) relating to: Affordable and Clean Energy, Clean Water and Sanitation for communities in project areas, Improved Infrastructure, and Climate Change Action.

REPUBLIC OF KENYA

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Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON BOGORIA SILALI GEOTHERMAL PROJECT (LOAN NO.2013.66.103) FOR THE YEAR ENDED 30 JUNE, 2020 - GEOTHERMAL DEVELOPMENT COMPANY LIMITED

REPORT ON THE FINANCIAL STATEMENTS

Opinion

The accompanying financial statements of Bogoria Silali Geothermal Project set out on pages 9 to 22, which comprise of the statement of financial assets as at 30 June, 2020, statement of receipts and payments, statement of cash flows and the statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information, have been audited on my behalf, by Deloitte and Touche, auditors appointed under Section 23 of the Public Audit Act, 2015. The auditors have duly reported to me the results of their audit and on the basis of their report, I am satisfied that all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit were obtained.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Bogoria Silali Geothermal Project as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Financing Agreement No.2013.66.103 dated 10 July, 2014 between the German Development Bank(KfW) and the Kenya Government and the Public Finance Management Act, 2012.

Basis for Opinion

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

Key Audit Matters

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

Other Matter

Pending Bills

According to Note 11.1 and 11.2 to the financial statements, the Project had pending accounts payables totalling Kshs.137,389,000 (2019: Kshs.693,993,000) as at 30 June, 2020. Management has not explained why the bills were not settled during the year they occurred. The Project is at risk of incurring significant interest costs and penalties with the continued delay in payment.

Failure to settle bills during the year they relate to distorts the financial statements and adversely affects the budgetary provisions for the subsequent year as they form a first charge.

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 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

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, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Commingling of Funds

The Management received Exchequer funds for two (2) ongoing Projects, Bogoria-Silali and Menengai. However, it was noted that Management did not maintain separate bank accounts for the two Projects but commingled the funds in one bank account. This may lead to difficulties in reconciling funds received and accurate reporting.

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 control, 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 Board of Directors

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control 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 control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Project's ability to continue to sustain its services, disclosing as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of intention to terminate the Project, 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 Board of Directors is responsible for overseeing the financial reporting process, reviewing the effectiveness of how the Project 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 overall 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 control 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 control would not necessarily disclose all matters in the internal control 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 control 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 control 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 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 control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the 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 Project's ability to continue 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 Project to cease to continue 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 Project to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

28 December, 2020

4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The MD & CEO and Project Manager for Bogoria-Silali Geothermal Project are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project's transactions for and as at the end of the financial year ended 30 June 2020. This responsibility includes:

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

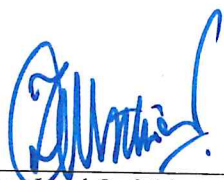
The MD & CEO and Project Manager for Bogoria-Silali Geothermal Project accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The MD & CEO and Project Manager for Bogoria-Silali Geothermal Project are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the financial year ended 30 June 2020, and of the Project's financial position as at that date. The MD & CEO and Project Manager for Bogoria-Silali Geothermal Project further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the Project financial statements as well as the adequacy of the systems of internal financial control.

The MD & CEO and Project Manager for Bogoria-Silali Geothermal Project confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year under audit were used for the eligible purposes for which they were intended and were properly accounted for.

Approval of the Project financial statements

The Project financial statements were approved by the MD & CEO and Project Manager for Bogoria-Silali Geothermal Project on 8 December 2020 and signed by them.



Eng. Jared O. Othieno
Managing Director & CEO



Eng. George Kinyanjui
Project Manager



Solomon Sankaire
Project Accountant
ICPAK Member No. 19098

5. INDEPENDENT AUDITOR'S REPORT TO THE AUDITOR GENERAL

Opinion

We have audited the accompanying financial statements of Bogoria Silali Geothermal Project Loan No. 2013.66.103 set out on pages 12 to 28, which comprise the statement of financial assets as at 30 June 2020, and the statement of receipts and payments, statement of cash flows, and statement of comparative budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Bogoria Silali Geothermal Project as at 30 June 2020 and of its financial performance and cash flows for the year then ended in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Financing Agreements No. 2013.66.103 dated 10 July 2014.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for Audit of the Financial Statements section of our report. We are independent of Bogoria Silali Geothermal Project in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Kenya, and we have fulfilled our ethical responsibilities in accordance with these requirements and the IESBA Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The MD & CEO and Project Manager for Bogoria Silali Geothermal project are responsible for the other information. The other information comprises project information and overall performance included in the report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

5. INDEPENDENT AUDITOR'S REPORT (Continued) TO THE AUDITOR GENERAL

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for such internal control as management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Project's ability to continue sustaining services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless the management either intend to terminate the Project, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We 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 our 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 control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of the Management's use of the going concern 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 Project's ability to continue sustaining its services. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Project to cease sustaining 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.

We 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 control that we identify during our audit.

Deloitte & Touche

Certified Public Accountants (Kenya)
Nairobi

8 DECEMBER 2020

CPA Fred Aloo, Practicing certificate No. 1537
Signing partner responsible for the independent audit

**Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020**

6. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 June 2020

	Note	FY 2019/20		FY 2018/19		Cumulative to-date Kshs'000
		Receipts & payments controlled by entity Kshs'000	Payments made by third parties Kshs'000	Receipts & payments controlled by entity Kshs'000	Payments made by third parties Kshs'000	
Receipts						
Transfer from Government entities	10.3	325,000	-	-	407,125	2,026,875
Company Contributions	10.3	250,000	-	-	-	508,897
Loan from external development partners	10.4	-	(892,201)	-	844,369	2,855,721
Total receipts		575,000	(892,201)	(317,201)	1,251,494	5,391,493
Payments						
Compensation of Employees	10.5	272,271	-	-	262,319	586,657
Purchase of goods and services	10.6	69,864	-	-	55,352	216,796
Social Security Benefits	10.7	33,355	-	-	30,123	81,401
Acquisition of non-financial assets	10.8	160,735	(892,201)	-	1,181,071	3,998,488
Total payments		536,225	(892,201)	(355,976)	1,528,865	4,883,342
Surplus/(deficit) for the year		38,775	-	38,775	(277,371)	508,151

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


Jared O. Othieno
Managing Director & CEO


Solomon Sankaire
Project Accountant:
ICPAK No.:19098

***Bogoria Silali Geothermal Project
Reports and Financial Statements
As at June 30, 2020***

7. STATEMENT OF FINANCIAL ASSETS AS AT 30 June 2020

	Note	At 30 June 2020 Kshs'000	At 30 June 2019 Kshs'000
FINANCIAL ASSETS			
Cash and cash equivalents			
Bank balances	10.9. A	522,473	483,698
Accounts receivables - Imprest and advances	10.10	-	-
TOTAL ASSETS		522,473	483,698
REPRESENTED BY:			
Cash and cash equivalents brought forward		483,698	761,069
Surplus for the year		38,775	(277,371)
NET FINANCIAL POSITION	10.9	522,473	483,698

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 2 December 2020 and signed by:



Eng. Jared O. Othieno
Managing Director & CEO



Eng. George Kinyanjui
Project Manager



Solomon Sankaire
Project Accountant
ICPAK Member No.19098

***Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020***

8. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 June 2020

	Note	FY 2019/20 Ksh'000	FY 2018/19 Ksh'000
Receipts for operating income			
Transfer from Government entities	10.3	575,000	407,125
Payments for operating activities			
Compensation of employees	10.5	(272,271)	(262,319)
Purchase of goods & services	10.6	(69,864)	(55,352)
Social security benefits	10.7	(33,355)	(30,123)
		(375,490)	(347,794)
Net cash flow from operating activities		199,510	59,331
Cash flow from investing activities			
Acquisition of assets	10.8	731,466	(1,181,071)
Cash flow from financing activities			
Proceeds from borrowings	10.4	(892,201)	844,369
Net increase/(decrease) in cash and cash equivalent		38,775	(277,371)
Cash and cash equivalent at beginning of the year		483,698	761,069
Cash and cash equivalent at end of the year		522,473	483,698

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 8 December 2020 and signed by:


Eng. Jared O. Othieno
Managing Director & CEO


Eng. George Kinyanjui
Project Manager


Solomon Sankaire
Project Accountant:
ICPAK No.19098

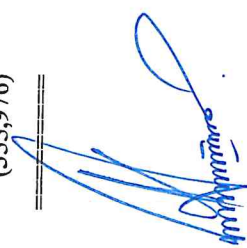
**Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020**

9. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30 June 2020
Note: The significant budget utilisation/performance differences in the last column are explained in Annex 1 to these financial statements. -

Receipts/Payments Item	Original Budget Ksh'000 a	Adjustments Ksh'000 b	Final Budget Ksh'000 c=a+b	Actual on Comparable Basis Ksh'000 d	Budget Utilization Difference Ksh'000 e=c-d	% of Utilization Ksh'000 f=d/c %
Receipts						
Transfer from Government entities	500,000	(250,000)	250,000	325,000	(75,000)	130%
Company contributions	-	250,000	250,000	250,000	-	100%
Proceeds from borrowings	1,500,000	(728,967)	771,033	(892,201)	(121,169)	-116%
Total Receipts	2,000,000	(728,967)	1,271,033	(317,201)	(196,169)	-25%
Payments						
Compensation of employees	126,821	145,450	272,271	272,271	-	100%
Purchase of goods and services	69,864	-	69,864	69,864	-	100%
Social security benefits	3,781	29,574	33,355	33,355	-	100%
Acquisition of non-financial assets	1,799,534	(903,992)	895,543	(731,466)	1,627,009	-82%
Total Payments	2,000,000	(728,967)	1,271,033	(355,976)	1,627,009	-28%


Eng. Jared O. Othieno
Managing Director & CEO


Eng. George Kinyanjui
Project Manager


Solomon Sankaire
Project Accountant:
ICPAK No.19098

10. NOTES TO THE FINANCIAL STATEMENTS

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

10.1 Basis of Preparation

10.1.1 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 imprests 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.

10.1.2 Reporting entity

The financial statements are for the Bogoria Silali Geothermal Project under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

10.1.3 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.

10.2 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 Project.

- **Transfers from the Exchequer**

Transfer from Exchequer is recognized in the project's 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.

Donations and grants

Grants and donations are recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the project. 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.

10. NOTES TO THE FINANCIAL STATEMENTS (continued)

10.2 Significant Accounting Policies (continued)

a) Recognition of receipts (Continued)

• External Assistance (Continued)

Proceeds from borrowing

Borrowing includes external loans acquired by the Project or any other debt the Project may take on. Loans are accounted for on cash basis and are 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 also relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements at the time the 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. Payments also include purchase deposits paid in advance.

• 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.

• 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 financial statements.

10. NOTES TO THE FINANCIAL STATEMENTS (continued)

10.2 Significant Accounting Policies (continued)

b) Recognition of payments (Continued)

• **Acquisition of non-financial 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 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 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.

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.

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 are 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.

10. NOTES TO THE FINANCIAL STATEMENTS (continued)

10.2 Significant Accounting Policies (continued)

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.

A high-level assessment of the Project's actual performance against the comparable budget for the financial year 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 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 628 million, being funds received from development partners in form of loans negotiated by the National Treasury donors and advanced to GDC as grants, were received in form of direct payments from third parties.

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 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 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 end with a significant impact on the financial statements for the year ended 30 June 2020.

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.

Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020

10. NOTES TO THE FINANCIAL STATEMENTS (continued)

10.3 RECEIPTS FROM GOVERNMENT OF KENYA

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

	FY 2019/20 Kshs'000	FY 2018/19 Kshs'000	Cumulativ to-da Kshs'000
Counterpart funding through Ministry of Energy			
Counterpart funds Quarter 1	75,000	107,125	345,12
Counterpart funds Quarter 2	312,500	100,000	789,75
Counterpart funds Quarter 3	-	100,000	477,25
Counterpart funds Quarter 4	(62,500)	100,000	414,75
	<u>325,000</u>	<u>407,125</u>	<u>2,026,87</u>
Company contributions	250,000	-	508,89
Total	<u><u>575,000</u></u>	<u><u>407,125</u></u>	<u><u>2,535,77</u></u>

10.4 LOAN FROM EXTERNAL DEVELOPMENT PARTNERS

10.4.1 LOAN FROM EXTERNAL DEVELOPMENT PARTNERS

Name of Sponsor	Date received	Amount received in loan currency USD'000	Loans received in cash Kshs'000	FY 2019/20 loans received as direct payments Kshs'000	FY 2018/19 Total amount Kshs'000
Loans Received from Multilateral Donors					
German Development Bank (KfW)	18.03.2020	6,097	-	628,220	844,369
Refund of Hoosl (Note 8.4.2)	10.12.2019	(14,630)	-	(1,516,994)	-
Refund of BV APG (Note 8.4.2)	27.01.2020	(34)	-	(3,427)	-
Sub-total		<u>(8,567)</u>	<u>-</u>	<u>(892,201)</u>	<u>844,369</u>
German Development Bank (KfW)	Cumulative as at 30.06.2019	36,957	-	3,747,922	2,903,553
Cumulative Total of loans and refunds		<u><u>28,390</u></u>	<u><u>-</u></u>	<u><u>2,855,721</u></u>	<u><u>3,747,922</u></u>

***Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020***

10. NOTES TO THE FINANCIAL STATEMENTS (continued)

10.4.2 REFUND OF ADVANCE PAYMENTS

Name of Sponsor	Date received	Amount received	FY 2019/20
		in loan currency USD'000	loans received as direct payments Kshs'000
Refund of Hoosl APG*	10.12.2019	(14,630)	(1,516,994)
Refund of BV APG**	27.01.2020	(34)	(3,427)
		<u>(14,664)</u>	<u>(1,520,421)</u>

*In 2018 an amount of USD 14,630,000 (KES 1,516,994 equivalent) was disbursed to a contractor Hong Kong Offshore Oil Services Limited ("Hoosl") by the project sponsor. The amount was therefore accounted for as a receipt from the sponsor and a payment to a contractor in the project financial statements for the year ending 30 June 2018. However, on 10 December 2019 the contractor refunded the sponsor the full amount due to the contractor's inability to commence the work. Upon notification of the refund, the entries passed in the 2018 project financial statements have now been reversed. That is, both the receipt from the sponsor and payment to the contractor recognized in 2018 have been reversed in the current year's financial statements.

**On 27 January 2020 Bureau Veritas Kenya Limited refunded the project sponsor an amount of USD 34,000 (KES 3,427,000) in respect of disbursements that had been overpaid and debited to the GDC's account in the prior years. The refund has therefore been reversed both as a receipt and a payment in the current year's financial statements.

10.5 COMPENSATION OF EMPLOYEES

	FY 2019/20		FY 2018/19		Cumulative to-date Kshs'000
	Payments made by entity in cash Kshs'000	Payments made by third parties Kshs'000	Total payments Kshs'000	Payments made by third parties Kshs'000	
Basic salaries of permanent employees	272,214	-	272,214	262,264	289,746
Personal allowances paid as part of salary	57	-	57	55	24,641
Total	<u>272,271</u>	<u>-</u>	<u>272,271</u>	<u>262,319</u>	<u>586,657</u>

***Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020***

10. NOTES TO THE FINANCIAL STATEMENTS (continued)

10.6 PURCHASE OF GOODS AND SERVICES

	FY 2019/20			FY 2018/19	
	Payments made by the entity in cash Kshs'000	Payments made by third parties Kshs'000	Total payments Kshs'000	Payments made by third parties Kshs'000	Cumulative to-date Kshs'000
Utilities, supplies and services	19,377	-	19,377	9,724	32,941
Communication, supplies and services	2,968	-	2,968	1,373	5,086
Domestic travel and subsistence	28,910	-	28,910	17,792	91,333
Foreign travel & subsistence	38	-	38	35	73
Printing, advertising and information supplies & services	1630	-	1630	1,085	3,838
Training expenses	2845	-	2845	2,498	5,856
Hospitality supplies & services	131	-	131	540	671
Insurance costs	-	-	-	3,365	3,839
Other operating payments	3,769	-	3,769	18,868	60,294
Routine maintenance vehicles and other transport equipment	10,196	-	10,196	72	12,865
	<u>69,864</u>	<u>-</u>	<u>69,864</u>	<u>55,532</u>	<u>216,796</u>

10.7 SOCIAL SECURITY BENEFITS

	FY 2019/20			FY 2018/19	
	Payments made by entity in cash Kshs'000	Payments made by third parties Kshs'000	Total payments Kshs'000	Payments made by third parties Kshs'000	Cumulative to-date Kshs'000
Government pension and retirement benefits	32,887	-	32,887	29,511	79,965
Social security benefits in cash and in kind	468	-	468	612	1,436
Total	<u>33,355</u>	<u>-</u>	<u>33,355</u>	<u>30,123</u>	<u>81,401</u>

***Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020***

10. NOTES TO THE FINANCIAL STATEMENTS (continued)

10.8 ACQUISITION OF NON-FINANCIAL ASSETS

	FY 2019/20			FY 2018/19	
	Payments made by entity in cash Kshs'000	Payments made by third parties Kshs'000	Total payments Kshs'000	Payments made by Third Party in cash Kshs'000	Cumulative to-date Kshs'000
Construction of buildings	6,739	-	6,739	-	10,744
Refurbishment of buildings	536	-	536	1,837	2,373
Construction of roads and civil works	16,999	-	16,999	136,848	984,364
Purchase of office furniture & general equipment	-	-	-	2,901	6,791
Purchase of specialized plant, equipment and machinery	-	587,157	587,157	655,499	2,057,289
Exploration and evaluation assets	50,353	41,064	91,417	53,273	1,807,376
Acquisition of strategic stocks	86,078	-	86,078	244,119	559,349
Acquisition of land	-	-	-	-	4,000
Purchase of motor vehicles	-	-	-	86,594	86,594
Acquisition of other Intangible assets	30	-	30	-	30
Refund of Advance Payment (Note 8.4.2)	-	(1,520,421)	(1,520,421)	-	(1,520,421)
Total	160,735	(892,201)	(731,466)	1,181,071	3,998,488

10.9 CASH AND CASH EQUIVALENTS CARRIED FORWARD

	FY 2019/20 Kshs'000	FY 2018/19 Kshs'000
Bank accounts (Note 8.9A)	522,473	483,698
Outstanding imprests and advances (Note 8.10)	-	-
Total	522,473	483,698

***Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020***

10. NOTES TO THE FINANCIAL STATEMENTS (continued)

Local Currency Accounts

Kenya Commercial Bank of Kenya [A/c No 1166553671]	566	1,346
Co-operative Bank of Kenya [A/c No 01136160857600]	521,907	482,352
	<hr/>	<hr/>
Total Bank Account Balances	522,473	483,698
	<hr/> <hr/>	<hr/> <hr/>

10.9 A Bank Accounts

10.10 OUTSTANDING IMPRESTS AND ADVANCES

Name of Officer/Institution	Amount Taken Kshs'000	Due Date of Surrender Kshs'000	Amount Surrendered Kshs'000	Balance FY 2019/20 Kshs'000	Balance FY 2018/19 Kshs'000
	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	-	-	-	-	-
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

10.11 FUND BALANCE BROUGHT FORWARD

	FY 2019/20 Kshs'000	FY 2018/19 Kshs'000
Bank accounts (Note 8.9A)	522,473	483,698
Outstanding imprests and advances (Note 8.10)	-	-
	<hr/>	<hr/>
	522,473	483,698
	<hr/> <hr/>	<hr/> <hr/>

10.12 RECEIVABLE

	FY 2019/20 Kshs'000	FY 2018/19 Kshs'000
Outstanding Imprest as at 1st July 2019 (A)	-	-
Imprest issued during the year (B)	11,564	7,117
Imprest surrendered during the Year (C)	(11,564)	(7,117)
	<hr/>	<hr/>
Net changes in account receivables D= A+B-C	-	-
	<hr/> <hr/>	<hr/> <hr/>

***Bogoria Silali Geothermal Project
Reports and Financial Statements
For the financial year ended June 30, 2020***

11. OTHER IMPORTANT DISCLOSURES

11.1 PENDING ACCOUNTS PAYABLE (See Annex 2A)

	Balance b/f FY 2018/19 KShs'000	Additions for the period KShs'000	Paid during the year KShs'000	Balance c/f FY 2019/20 KShs'000
Construction of civil works	122,018	48,375	(160,281)	10,012
Supply of goods	32,994	54,596	(32,994)	54,596
Supply of services	535,214	53,325	(519,112)	69,427
Total	690,226	156,296	(712,387)	134,035

11.2 PENDING STAFF PAYABLES (See Annex 2B)

	Balance b/f FY 2018/19 KShs'000	Additions for the period KShs'000	Paid during the year KShs'000	Balance c/f FY 2019/20 KShs'000
Management	1,527	520	(540)	1,507
Unionisable employees	1,194	643	(634)	1,203
Others	46	334	244	624
Total	2,767	1,497	(930)	3,334

11.3 EXTERNAL ASSISTANCE

	FY 2019/20 KShs'000	FY 2018/19 KShs'000
External assistance received as loans and grants	(892,201)	844,369
Total	(892,201)	844,369

a) External assistance relating loans and grants

	FY 2019/20 KShs'000	FY 2018/19 KShs'000
External assistance received as loans	(892,201)	844,369
Total	(892,201)	844,369

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11. OTHER IMPORTANT DISCLOSURES

11.3 EXTERNAL ASSISTANCE

b) Undrawn external assistance

Description	Purpose for which the undrawn external assistance may be used	FY 2019/20 KShs'000	FY 2018/19 KShs'000
Undrawn external assistance - loans	To conduct exploration and appraisal wells, construction and expansion of related infrastructure and consultancy services	6,715,671	5,823,471
Total		<u>6,715,671</u>	<u>5,823,471</u>

c) Classes of providers of external assistance

	FY 2019/20 KShs'000	FY 2018/19 KShs'000
Multilateral donors	(892,201)	844,369
Total	<u>(892,201)</u>	<u>844,369</u>

The external assistance was provided for purposes of economic development activities.

d) Purpose and use of external assistance

	FY 2019/20 KShs'000	FY 2018/19 KShs'000
Acquisition of assets	(892,201)	844,369
	<u>(892,201)</u>	<u>844,369</u>

N/B The above sub-classification will be adopted based on the purpose of the external assistance and how the external assistance was used.

11. OTHER IMPORTANT DISCLOSURES

11.3 EXTERNAL ASSISTANCE

e) External assistance paid by third parties on behalf of the entity by source

This relates to external assistance paid directly by third parties to settle obligations on behalf of the entity

	FY 2019/20 KShs'000	FY 2018/19 KShs'000
Multilateral donors	(892,201)	844,369
	<u>(892,201)</u>	<u>844,369</u>

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12. PROGRESS ON FOLLOW UP OF PRIOR YEAR AUDITOR'S 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.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Commingling of funds	Management to effect separation of bank accounts	Stephen Bisiency GM-Finance	Not resolved	July 2020


 Eng. Jared O. Olfieno
 Managing Director & CEO


 Eng. George Kinyanjui
 Project Manager

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ANNEXES

ANNEX 1 – VARIANCE EXPLANATIONS - COMPARATIVE BUDGET AND ACTUAL AMOUNTS

Receipts/Payments Item	Original Budget	Adjustments	Final		Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Comments
			Budget					
	Ksh'000	Ksh'000	Ksh'000		Ksh'000	Ksh'000		
Receipts	a	b	c=a+b	d	e=c-d	f=d/c %		
Transfer from Government entities	500,000	(250,000)	250,000	325,000	(75,000)	130%	Includes receipt of Kes. 75,000 for FY 2018.19 budget	
Company contributions	-	250,000	250,000	250,000	-	100%	N/A	
Proceeds from borrowings	1,500,000	(728,967)	771,033	(892,201)	(121,169)	-116%	Includes APG refund of Ksh 1.5 billion from Hoosl and 3.4 Million APG refund from Bureau Veritas	
Total Receipts	2,000,000	(728,967)	1,271,033	(317,201)	(196,169)	-25%		
Payments								
Compensation of employees	126,821	145,450	272,271	272,271	-	100%		
Purchase of goods and services	69,864	-	69,864	69,864	-	100%		
Social security benefits	3,781	29,574	33,355	33,355	-	100%		
Acquisition of non-financial assets	1,799,534	(903,992)	895,543	(731,466)	1,627,009	-82%	Includes APG refund of Ksh 1.5 billion from Hoosl and 3.4 Million APG refund from Bureau Veritas	
Total Payments	2,000,000	(728,967)	1,271,033	(355,976)	1,627,009	-28%		

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ANNEX 2A – ANALYSIS OF PENDING BILLS

	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019/20	Outstanding Balance 2018/19
	a	b	c	d=a-c	
	Kshs'000		Kshs'000	Kshs'000	Kshs'000
Construction of buildings					
Sub-Total					
Construction of civil works					
Tamani Construction Company Ltd	58,287	28.03.2017	48,275	10,012	10,012
Lomas & Lomas Ltd	59,968	19.03.2018	59,968	-	59,968
Lawton Limited	52,038	20.02.2018	52,038	-	52,038
Sub-Total	170,293		160,281	10,012	122,018
Supply of Goods					
National Oil Corporation Of Kenya	39,311	28.06.2020	27,287	12,024	27,287
Lergend Enterprises	1,421	20.08.2019	-	1,421	-
Ramji Haribhai Devani Ltd	41,151	11.12.2019	-	41,151	-
Mount Olive Investment Lts	2,490	11.04.2019	2,490	-	2,490
Hosol Company Limited	1,355	04.03.2019	1,355	-	1,355
Ledin Enterprises Limited	1,264	06.05.2019	1,264	-	1,264
Fine Fair Solutions	400	10.04.2019	400	-	400
Bawani Stores Limited	159	30.05.2019	159	-	159
Endao Loberer Community Water Project	39	28.03.2019	39	-	39
Sub-Total	87,590		32,994	54,596	32,994
Supply of Services					
Bureau Veritas(K) Limited	56,161	11.04.2016	39,889	16,272	39,889
Solvit Security Solutions Limited	6,316	01.01.2018	1,594	4,722	1,594

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	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019/20	Outstanding Balance 2018/19
	a	b	c	d=a-c	
	Kshs'000		Kshs'000	Kshs'000	Kshs'000
Supply of Services					
Lomas & Lomas	396,851	10.05.2018	396,851	-	396,851
Lomas & Lomas	21,955	10.05.2018	21,955	-	21,955
Lawton Ltd	31,223	23.03.2018	31,223	-	31,223
Tija Investments Company Limited	822	14.05.2019	822	-	822
Silale Cooperative Sacco	663	30.06.2019	663	-	663
Nyandiko East Africa	662	18.09.2018	662	-	662
Pro Flight Limited	599	05.07.2019	599	-	599
Silale Cooperative Sacco	663	27.06.2018	663	-	663
Primesoft Technologies	708	07.08.2019	-	708	-
Evovick Enterprise	705	28.02.2020	-	705	-
Bawani Stores Limited	46	16.10.2019	-	46	-
Loyamorok Sacco Society	1,996	06.03.2020	440	1,556	440
Stallion Group Africa Limited	959	01.06.2020	-	959	-
Knight Tech Fire & Security	28	10.12.2019	-	28	-
Ecolab East Africa(K) Ltd	2,476	23.11.2017	-	2,476	-
National Environment Management Auth	27,000	25.05.2016	5,400	21,600	21,600
Abcos Industrial Limited	18,219	16.01.2018	18,219	-	18,219
Korossi Sacco Society	132	30.06.2018	132	-	34
First County Auto Services	59	17.09.2019	-	59	-
Bhogals Garage Limited	803	30.12.2019	-	803	-
New Kcc Ltd	258	23.01.2019	-	258	-
Lotus Link Limited	238	14.10.2019	-	238	-
Azmasoft Limited	345	11.05.2016	-	345	-
Kenya Meat Commission	593	09.12.2019	-	593	-

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	a	b	c	d=a-c	
	Kshs'000		Kshs'000	Kshs'000	Kshs'000
Supply of Services					
Power Options Limited	204	20.04.2020	-	204	-
Fontana Enterprises Ltd	1,643	30.06.2018	-	1,643	-
Gifkana Investments Limited	606	01.11.2019	-	606	-
Kylewanz Limited	551	20.08.2019	-	551	-
Tonline Agencies	317	03.06.2020	-	317	-
Stevian Trading Agencies	289	15.11.2019	-	289	-
Red Hat Agencies	238	28.06.2019	-	238	-
Nelka Regional Ventures	230	21.05.2020	-	230	-
Nyathi Agencies	168	07.02.2020	-	168	-
Mfi Document Solutions Limited	164	28.02.2020	-	164	-
Marileon International Consultants	189	14.11.2019	-	189	-
Zahryn K Limited	155	26.05.2020	-	155	-
Retam Enterprises	144	26.02.2020	-	144	-
Benjana Investment Limited	117	13.03.2020	-	117	-
Riverville Enterprises	76	18.05.2020	-	76	-
Globalinks Enterprises Limited	21	10.05.2019	-	21	-
Eim Solutions Ltd	1,418	20.06.2020	-	1,418	-
Novel Technologies E.A. Ltd	139	06.05.2020	-	139	-
Liquid Telecommunications Kenya Ltd	118	21.01.2020	-	118	-
Smart Applications International Lt	91	01.07.2019	-	91	-
Dimension Data Solutions Limited	49	01.07.2019	-	49	-
Institution Of Engineers Of Kenya	12	01.07.2019	-	12	-
Postal Corporation Of Kenya	8	01.07.2019	-	8	-
Kenya Bureau Of Standards	53	17.05.2017	-	53	-

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	a	b	c	d=a-c	
	Kshs'000		Kshs'000	Kshs'000	Kshs'000
Supply of Services					
Top Image Cleaning Services	910	29.04.2020	-	910	-
Telkom Kenya Limited	463	01.07.2019	-	463	-
Nakuru War Memorial Hospital	1,699	01.07.2019	-	1,699	-
Kenya Hospital Association	1,649	01.07.2019	-	1,649	-
Karen Hospital	993	01.07.2019	-	993	-
Care Chemists Limited	397	01.07.2019	-	397	-
Mediheal Diagnostic & Fertility Cen Ltd	389	01.07.2019	-	389	-
Advent Med & Dent Care Centre	382	01.07.2019	-	382	-
Evans Sunrise Medical Centre	325	01.07.2019	-	325	-
The Aga Khan Hospital - Kisumu	321	01.07.2019	-	321	-
Gertrude's Children's Hospital	317	01.07.2019	-	317	-
The Nairobi Women's Hospital	245	01.07.2019	-	245	-
The Nairobi South Hospital	230	01.07.2019	-	230	-
Elementaita Pharmaceuticals Ltd	180	01.07.2019	-	180	-
Valley Hospital Ltd	176	01.07.2019	-	176	-
Dr. H. S. Dhadialla	170	01.07.2019	-	170	-
Chitromo Lane Medical Centre	162	01.07.2019	-	162	-
Baus Optical	143	01.07.2019	-	143	-
Malibu Pharmacy Ltd	112	01.07.2019	-	112	-
Dr E K Mutakha	107	01.07.2019	-	107	-
Aga Khan University Hospital	85	01.07.2019	-	85	-
Dr.Mong'are Onsomu	84	01.07.2019	-	84	-
Inkamed Pharmaceuticals Ltd	81	01.07.2019	-	81	-
Molars Ltd	79	01.07.2019	-	79	-

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	a	b	c	d=a-c	
	Kshs'000		Kshs'000	Kshs'000	Kshs'000
Supply of Services					
Dr. F. Mugo Ng'ang'a	73	01.07.2019	-	73	-
Nakuru Paediatric Clinic Limited	72	01.07.2019	-	72	-
Dr. Amos M Otara	72	01.07.2019	-	72	-
Dr. Anthony Biketi Wabule	70	01.07.2019	-	70	-
The Aga Khan Hospital - Mombasa	70	01.07.2019	-	70	-
The Mater Hospital	62	01.07.2019	-	62	-
Hi-Tech Opticians	62	01.07.2019	-	62	-
Eagle Eye Laser Centre Limited	59	01.07.2019	-	59	-
Dr. John Ongech	46	01.07.2019	-	46	-
The Nakuru E.N.T Medical Centre	45	01.07.2019	-	45	-
Ankh Womens Clinic	45	01.07.2019	-	45	-
Avenue Healthcare	44	01.07.2019	-	44	-
Garlands Medical Centre Ltd	42	01.07.2019	-	42	-
Cambridge & Company Ltd	35	01.07.2019	-	35	-
AIC kijabi	28	01.07.2019	-	28	-
Pathcare Kenya Limited	26	01.07.2019	-	26	-
Dr. Ramadhan Mawenzi	25	01.07.2019	-	25	-
Dr. Joy Mpaata	24	01.07.2019	-	24	-
Dr. Benedict Osore	22	01.07.2019	-	22	-
Nakuru Dental Centre	21	01.07.2019	-	21	-
Dr. Fredrick Kalande	21	01.07.2019	-	21	-
Ranalo Medical Imaging Centre	20	01.07.2019	-	20	-
Naivasha Dental Clinic	19	01.07.2019	-	19	-
Hyrax Medical Centre	19	01.07.2019	-	19	-

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	a	b	c	d=a-c	
	Kshs'000		Kshs'000	Kshs'000	Kshs'000
Supply of Services					
Omega Opticians Ltd	18	01.07.2019	-	18	-
Ndonyo Healthcare	18	01.07.2019	-	18	-
Dr. Charles Kariuki	16	01.07.2019	-	16	-
Dr. Susan Wanjiku Maina	16	01.07.2019	-	16	-
The Gynae-Paed Medical Centre	15	01.07.2019	-	15	-
Dr C. Odula-Obonyo Medical Practice	15	01.07.2019	-	15	-
Dr. Jane Nyikuri Wenyaa	12	01.07.2019	-	12	-
Dr.Lutomia Lumbasi	11	01.07.2019	-	11	-
Pathologists Lancet Kenya	11	01.07.2019	-	11	-
Abdallah & Associates Dental And Implant Centre	11	01.07.2019	-	11	-
Dr. Lucy N. Gachare	10	01.07.2019	-	10	-
Dr. Catherine Muthoni Boit	9	01.07.2019	-	9	-
Dr Riaz M Khan	9	01.07.2019	-	9	-
Dr. Julius Ogeto	8	01.07.2019	-	8	-
Kam Pharmacy Limited	8	01.07.2019	-	8	-
Naivasha Optics	8	01.07.2019	-	8	-
Ben-Ammi Medical Centre	8	01.07.2019	-	8	-
Nairobi Spine & Orthopaedic Centre	6	01.07.2019	-	6	-
Dr.Njuguna Gachoiro	6	01.07.2019	-	6	-
Prime Physiotherapy Services	6	01.07.2019	-	6	-
Dr. Irungu Ndirangu	6	01.07.2019	-	6	-
Menelik Hospital	6	01.07.2019	-	6	-
Dr N. G. Thagana	5	01.07.2019	-	5	-
Dr. A.H. Mohamed - Paed Prac	5	01.07.2019	-	5	-

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	a	b	c	d=a-c	
	Kshs'000		Kshs'000	Kshs'000	Kshs'000
Supply of Services					
Catherine Wangui Muthigani	5	01.07.2019	-	5	-
The Polyclinic Hospital	5	01.07.2019	-	5	-
Dr. Hosea W. Waweru	5	01.07.2019	-	5	-
Dr.Naresh Sarna	5	01.07.2019	-	5	-
Dr.Gitu Robert	4	01.07.2019	-	4	-
Nairobi E.N.T. Clinic	4	01.07.2019	-	4	-
Naivagil Pharmaceuticals Ltd	4	01.07.2019	-	4	-
Dr Ahmed Parkar	4	01.07.2019	-	4	-
Mt. Longonot Medical Services Ltd	4	01.07.2019	-	4	-
Nairobi Dental Polyclinics Ltd	4	01.07.2019	-	4	-
Dr. Mwangi S Watene	4	01.07.2019	-	4	-
Dr Wairimu Imalingat	3	01.07.2019	-	3	-
Dr. Joseph A. Alouch	3	01.07.2019	-	3	-
Kenyatta National Hospital	3	01.07.2019	-	3	-
Dr.Timothy Kagoda Byakika	3	01.07.2019	-	3	-
Parklands Kidney Centre Ltd	3	01.07.2019	-	3	-
Njoroje Ngugi Moses	2	01.07.2019	-	2	-
Dr. Jean Kagia	2	01.07.2019	-	2	-
Dr. Naomi Gachara	2	01.07.2019	-	2	-
RoI Medical Laboratories Ltd	2	01.07.2019	-	2	-
Kamau & Mwendwa Medical Associates	2	01.07.2019	-	2	-
Dr Omondi Oyoo	2	01.07.2019	-	2	-
Dr. Rohit Radia	2	01.07.2019	-	2	-
Lyntons Pharmacy	2	01.07.2019	-	2	-

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	a	b	c	d=a-c	
	Kshs'000		Kshs'000	Kshs'000	Kshs'000
Supply of Services					
Dr. Wanjohi Esther Njeri	1	01.07.2019	-	1	-
Dr. Betty M Musau	1	01.07.2019	-	1	-
Prof. Elly O. Ogutu	1	01.07.2019	-	1	-
Prof. M. Sajabi Masinde	1	01.07.2019	-	1	-
Dr. Nancy Ngugi	1	01.07.2019	-	1	-
Prof. Erastus O. Amayo	1	01.07.2019	-	1	-
Dr. Calisto Odongo	1	01.07.2019	-	1	-
Corner House Medical Laboratory	1	01.07.2019	-	1	-
Dr. Musa K. Kippingor	1	01.07.2019	-	1	-
Dr. Peter Ndaguatha	1	01.07.2019	-	1	-
Prof. Paul G. Kioy	1	01.07.2019	-	1	-
Dr. Charles Luseno	1	01.07.2019	-	1	-
Dr. Samuel Okoth Owinga	1	01.07.2019	-	1	-
Ngethe Florence Njeri	1	01.07.2019	-	1	-
Dr. Prafull S. Patel	1	01.07.2019	-	1	-
Prof. Josephat A. O. Muimba	1	01.07.2019	-	1	-
Sub-Total	588,539		519,112	69,427	535,214
Grand Total	846,422		712,387	134,035	690,226

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ANNEX 2B – ANALYSIS OF PENDING STAFF BILLS

Staff Number	Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance
			a	b	c	FY 2019/20	FY 2018/19
			Kshs'000			d=a-c	
	Permanent Employees - Management					Kshs'000	Kshs'000
100347	Zedekiah Orioki	GD-04	684	-	-	684	645
100073	Selly Koech	GD-06	-	-	-	-	84
100670	Paul Cheptai	GD-06	263	-	-	263	152
100254	Daniel Magicho	GD-06	83	-	-	83	-
100226	Isaac Makuk	GD-06	34	-	-	34	-
101051	Julius Tunta	GD-07	179	-	-	179	-
100133	Lawrence Murithi	GD-07	60	-	-	60	-
100174	Albert Lochilit	GD-07	-	-	-	-	529
100203	Didi Haron	GD-07	-	-	-	-	29
100788	Sarah Safari	GD-07	204	-	-	204	88
	Sub-Total		1,507			1,507	1,527
	Permanent Employees - Others						
100249	Yusuf Losute	GD-08	90	-	-	90	145
100804	Caleb Mwaniki	GD-08	59	-	-	59	206
100828	Nancy Lomoto	GD-08	134	-	-	134	78
100829	Lawrence Macharpus	GD-08	-	-	-	-	129
100831	Braxton Atuko	GD-08	8	-	-	8	64
	Permanent Employees - Others		Kshs'000			Kshs'000	Kshs'000

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Staff Number	Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	
						FY 2019/20	FY 2018/19
			a	b	c	d=a-c	
100833	Oscar Ole Kirgotty	GD-08	47	-	-	47	158
100867	Raymond Yego	GD-08	-	-	-	-	10
101027	Gideon Chebon	GD-08	28	-	-	28	183
100860	Wycliffe Omasete	GD-09	-	-	-	-	(2)
100506	Conrad Barasa	GD-10	27	-	-	27	95
100699	Scola Kiplagat	GD-10	67	-	-	67	141
100848	Abraham Kimaiyo	GD-10	-	-	-	-	(13)
100269	John Petu	GD-09	14	-	-	14	-
100310	Majaliwa Mwaruwa	GD-09	25	-	-	25	-
100386	Vincent Ohanya	GD-08	29	-	-	29	-
100415	Josephat Kimani	GD-09	9	-	-	9	-
100444	Onesmus Mwangoma	GD-09	76	-	-	76	-
100453	Peterson Riandae	GD-09	10	-	-	10	-
100459	Stephen Lepapa	GD-09	53	-	-	53	-
100569	Johnstone Kirui	GD-10	60	-	-	60	-
100601	Jabes Juma	GD-10	25	-	-	25	-
100638	David Kariuki	GD-10	4	-	-	4	-
100647	Urbanus Mbevi	GD-10	39	-	-	39	-
100672	Kennedy Simiyu	GD-10	85	-	-	85	-
	Permanent Employees - Others		Kshs'000			Kshs'000	Kshs'000

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Staff Number	Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	
						FY 2019/20	FY 2018/19
			a	b	c	d=a-c	
100682	Justus Mutiso	GD-10	18	-	-	18	-
100700	Robert Gitonga	GD-10	39	-	-	39	-
100738	Martin Kimani	GD-10	9	-	-	9	-
100751	James Gitari	GD-10	62	-	-	62	-
100789	Phyllis Mathenge	GD-08	66	-	-	66	-
101066	Lionel Akaranga	GD-09	31	-	-	31	-
101068	Fuad Shariff	GD-09	89	-	-	89	-
	Sub-Total		1,203	-	-	1,203	1,194
	Temporary employees						
238	Sammy Kamuren	GD-08	250	-	-	250	-
265	Frizer Mugo	GD-09	92	-	-	92	-
273	Patrick Rimoo	GD-08	8	-	-	8	-
294	Charles Lotiang	GD-08	63	-	-	63	-
302	Timothy Barturo	GD-11	53	-	-	53	-
305	Alex Nangari	GD-11	54	-	-	54	-
306	Peter Kamau	GD-10	90	-	-	90	-
342	Jamlick Irambuh	GD-10	14	-	-	14	-
232	Charles Lotiang	GD-08	-	-	-	-	(46)
233	Victor Kanyi	GD-06	-	-	-	-	92

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Staff Number	Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance
			a	b	c	FY 2019/20	FY 2018/19
						d=a-c	
			Kshs'000			Kshs'000	Kshs'000
	Sub-Total		624	-	-	624	46
	Others (specify)						
	Sub-Total						
	Grand Total		3,334	-	-	3,334	2,767

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ANNEX 3 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Opening cost		Purchases/Additions in the Year		Disposals in the Year		Closing cost	
	FY 2019/20 Kshs'000	(a)	FY 2019/20 Kshs'000	(b)	FY 2019/20 Kshs'000	(c)	FY 2019/20 Kshs'000	(d)= (a)+(b)-(c)
Land	4,000		-		-		4,000	
Buildings and structures	5,841		7,275		-		13,116	
Construction of roads & civil works	968,924		16,999		-		985,923	
Office equipment, furniture and fittings	6,790		-		-		6,790	
Other machinery and equipment	1,648,645		587,156		-		2,235,801	
Exploration and evaluation activities	2,010,719		(1,342,927)		-		667,792	
Purchase of Motor Vehicles	86,594		30		-		86,624	
Total	4,731,513		(731,467)		-		4,000,047	

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APPENDICES

Bank reconciliations

- a) Kenya Commercial Bank of Kenya [A/c No 1166553671]
- b) Co-operative Bank of Kenya [A/c No 01136160857600]

This account is shared between the projects and the recurrent expenditure for GDC.

