



The National Treasury and Economic Planning

REPORT TO PARLIAMENT ON ALL NEW LOANS CONTRACTED BY
GOVERNMENT OF KENYA FROM 1ST SEPTEMBER 2024 TO 31ST
DECEMBER 2024

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REPORT TO PARLIAMENT ON ALL NEW LOANS CONTRACTED BY GOVERNMENT FROM 1ST SEPTEMBER 2024 TO 31ST DECEMBER 2024

Section 1- Introduction

This report on new loans is prepared in accordance with section 31 (3) of the Public Finance Management Act, 2012 and covers the period from 1st September 2024 to 31st December 2024. Section 31(3) requires that *“the Cabinet Secretary shall submit a report to Parliament stating the loan balances brought forward, carried down, drawings and amortizations on new loans obtained from outside Kenya or denominated in foreign currency, and such other information as may be prescribed by regulations, specifying—*

- (a) the names of the parties to the loan;*
- (b) the amount of the loan and the currency in which it is expressed and in which it is repayable;*
- (c) the terms and conditions of the loan, including interest and other charges payable and the terms of repayment;*
- (d) the amount of the loan advanced at the time the report is submitted;*
- (e) the purpose for which the loan was used and the perceived benefits of the loan.”*

Section 2 - Details of the new loans.

This section of the report contains eighteen (18) new loans contracted between Government of Kenya and, bilateral and commercial creditors. Three of the loans are from bilateral lenders and fifteen are from China Development Bank. The total value of the 18 new loans signed is equivalent to Kshs. 68,652,152,404. One of the loans had disbursed by the time of submitting this report. The loans are as follows:

1. The National System Control Centre (NSCC) of the Electricity Grid

i. The parties to the loan

The loan was signed on 3rd October 2024 between Government of the French Republic as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is EUR 34,181,758 approximately equivalent to Kshs. 4,599,258,084 and will be repaid in Euro.

iii. The terms and conditions of the loan

The loan will be repaid in 30 equal successive half-yearly instalments of EUR 1,139,391.93 from 15th July 2030 through to 15th January 2045. The interest rate of the loan is 0.883 percent per annum, computed on the disbursed and not yet repaid amounts.

iv. The purpose for the loan

To finance the construction of a stable national system control centre that is also resilient to physical and cyber security challenges.

2. Kenya Reform Financing

i. The parties to the loan

The loan was signed on 11th September 2024 between the Government of the Federal Republic of Germany as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is EUR 60,000,000 approximately equivalent to Kshs. 8,073,180,000 and will be repaid in Euro.

iii. The terms and conditions of the loan

The loan will be repaid in 27 equal instalments of EUR 1,176,000 from 15th November 2029 through to 15th November 2042 and 24 equal instalments of EUR 1,177,000 from 15th May 2043 through to 15th November 2054. The interest rate of the loan is 1.20 percent per annum and the commitment fee is 0.25 percent per annum on undisbursed loan amounts.

iv. The purpose for the loan

To finance reform-oriented expenditures of the Kenyan budget to promote the transition to a more resilient, greener and more inclusive economy in line with the 'Bottom-Up Economic Transformation Agenda'.

3. EUR 150,000,000 Term Facility Agreement

i. The parties to the loan

The loan was signed on 14th October 2024 between Government of Italy as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is EUR 150,000,000 approximately equivalent to Kshs. 20,332,950,000 and will be repaid in Euro.

iii. The terms and conditions of the loan

The loan will be repaid in 27 equal consecutive instalments of EUR 5,555,555.56 from 31st December 2032 through to 31st December 2045. The interest rate of the loan is EURIBOR and a margin of 1.23 percent per annum. The commitment fee is 0.25 percent per annum on the available commitment and an upfront fee of 0.25 percent of the commitment.

iv. The purpose for the loan

To support the budget the of Kenya for the sustainable development of the Kenyan economy with reduced greenhouse gas emissions and Kenya's achievement of its climate targets through institutional reforms and government programmes relating to, or connected with, any of the Policy Actions comprised within Pillar 3, and namely (a) urban transportation, (b) forest and land use and (c) climate finance.

4. Spot Improvement of Cess (Nghonji) Rekeke Lake Jipe Road in Taita Taveta County Phase 1

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 58,890,129.85 approximately equivalent to Kshs. 1,049,516,338 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 6,542,693.43 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 6,548,582.44 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 50.72 percent of the contract price.

5. Upgrading to Bitumen Standard and Maintenance of Kiambu-Raini, JNCT, Kaspas Road, Nduota, Gathanga, Kiguaro, Karuri High School, Gachie, Kabuku and Loop Road

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 128,932,282.32 approximately equivalent to Kshs. 2,297,779,563 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 14,324,376.57 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 14,337,269.79 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 71.12 percent of the contract price.

6. Upgrading to Bitumen Standard and Performance Based Routine Maintenance of Tawa-Nguluni Road

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 103,756,286.94 approximately equivalent to Kshs. 1,849,103,043 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 11,527,323.48 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 11,537,699.11 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

7. Upgrading to Bitumen Standard and Performance Based Routine Maintenance of Timboroa – Meteitei – Kopere, Ainapng’etuny JNC – Ainapng’etuny Secondary – AIC Tindiret Primary School, Setek JNC – Setek Dispensary and Access to Public Institutions Roads in Nandi County

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 144,398,691.67 approximately equivalent to Kshs. 2,573,415,723 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 16,042,694.64 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 16,057,134.51 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

8. Upgrading to Bitumen Standards and Performance Based Routine Maintenance of Kinyach-Arror-Kapsowar Road

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 193,401,672.38 approximately equivalent to Kshs. 3,446,727,244 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 21,486,925.80 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 21,506,265.97 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

9. Upgrading to Bitumen Standards and Performance Based Routine Maintenance of JNCT C69 Engineer – Mbiginano – Gathara/JNCT C69 Tulaga – Gathara – Kianguyo – Ha Benjamin JNC C69 Engineer/Access Roads to Mwiteithie Primary & Secondary School/ Ha Kagiri – Ha Benjamin/ Access to Tulaga Farmers Cooperative Society / Tulaga River (CIONDO) – Chege Muthambure – Thinde/Chege- Muthambure-Mbirithi-Kanyugi & Mbirithi-Chuma Roads

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 65,825,333.18 approximately equivalent to Kshs. 1,173,112,757 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 7,313,194.52 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 7,319,777.05 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

10. Upgrading to Bitumen Standard and Performance Based Routine Maintenance of Njoro-Beeston-Nesuit/Beeston-Lawina-Elburgon/Mauche-Sururu Roads

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 84,763,826.83 approximately equivalent to Kshs. 1,510,627,016 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 9,417,261.16 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 9,425,737.54 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

11. Upgrading to Bitumen Standard and Performance Based Routine Maintenance of Ichamara – Thangathi – Rutune – Kariru – Kimathi/Mihuti – Rutune – Maseno – River Sagana – Githuani – A2 Kariti Roads

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 87,737,087.68 approximately equivalent to Kshs. 1,567,179,602 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 9,747,590.44 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 9,756,364.16 on 15th October 2031.

The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

12. Construction of Barpello-TOT-Sigor-Marich Pass (B17) Road, Lot 2: TOT Junction Chesegon-Kopasi River

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 255,961,205.54 approximately equivalent to Kshs. 4,561,638,221 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 28,437,289.94 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 28,462,886.06 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

13. Upgrading to Bitumen Standard and Performance Routine Maintenance of Metembe-Owalo-Rioma-Marani-Mbanda/Mbanda-Ng'enyi/Boharacho-Ragogo/Ragogo-Bumburia-Kegogi/Kegogi-Sombogo-Marani-Ititi/Rioma-Gesieka-Nyaore/Marani-Nyaore-Nyakoe Roads

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 202,407,892.53 approximately equivalent to Kshs. 3,607,232,498 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 22,487,516.86 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 22,507,757.65 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinasure Premium and financing of up to 80 percent of the contract price.

14. Upgrading to Bitumen Standard and Performance Based Maintenance of Ndaragwa Maili Kumi/Ndaragwa-Kanyagia-Subuku/Ndaragwa-Ngamini Uruko/JCTN B5-Karagoini Secondary School-Wakahoti Centre-Leshau Boys Secondary School/JCTN B5-Pesi-Kilimanjaro Shamata Roads

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 86,525,418.26 approximately equivalent to Kshs. 1,542,021,394 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 9,612,973.97 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 9,621,626.51 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinasure Premium and financing of up to 78.28 percent of the contract price.

15. Upgrading to Bitumen Standard and Performance Based Routine Maintenance of Eronge (D209)–Kebuse-Kahawa-Memisi-Tembwo/Border-Borabu TTC-Omonyenya, Amakara-Isonge-Chebilat, Chenchu-Simbauti-Tindereti-Nyansiongo Mission, & Antistock Theft Unit (ATSU) -Saiga Ngiya–Kineni Junction – Prince Dan High School Roads

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 156,380,669.46 approximately equivalent to Kshs. 2,786,953,739 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 17,373,892.38 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 17,389,530.44 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

16. Upgrading to Bitumen Standard and Performance Based Routine Maintenance of PIAI-Murinduko-Mumbuni-Kiumbuini-Ndindiruku-Marurumo-Kiandegwa-JCTN B24

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 90,206,847.43 approximately equivalent to Kshs. 1,607,630,352 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 10,021,980.75 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 10,031,001.43 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 74.98 percent of the contract price.

17. Upgrading to Bitumen Standard and Performance Based Routine Maintenance of Kanyuambora-Kamomo-Kageri/Muvakari-Kanyuambora/Gachoka-Gachuriri/Kangeta-Kimbuini Roads in Embu and Kirinyaga Counties

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 121,006,038.23 approximately equivalent to Kshs. 2,156,521,211 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 13,443,770.85 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 13,455,871.45 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

18. Upgrading to Bitumen Standard and Performance Based Routine Maintenance of Kaiboi-Kapka Tembo, Kipkaren Selia-Kaiboi, Maili Nne-Tuiyo-Aturei, Access to Ngenyilel Tech. Institute, Access to St. Mary's Osorongai SCH and Access to Kipkaren River Town Roads and Access to Public Institution Roads

i. The parties to the loan

The loan was signed on 6th September 2024 between China Development Bank as the lender and Government of Kenya as the borrower.

ii. The amount of the loan and the currency

The amount of the loan is CNY 219,806,617.70 approximately equivalent to Kshs. 3,917,305,618 and will be repaid in Chinese Yuan.

iii. The terms and conditions of the loan

The loan will be repaid in 8 repayments instalment of CNY 24,420,515.23 from 15th October 2027 through to 15th April 2031 and 1 instalment of CNY 24,442,495.89 on 15th October 2031. The interest rate of the loan is 4 percent per annum and an upfront fee of 0.5 percent of the available facility.

iv. The purpose for the loan

To finance of up to 80 percent of the Sinosure Premium and financing of up to 80 percent of the contract price.

