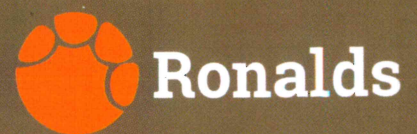


**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**



KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
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KENYA HEALTHCARE FEDERATION

FEDERATION INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2023

BOARD OF DIRECTORS

The following directors held office at the close of the year

Board of Directors

Dr. Kanyenje Gakombe	Chairman-Appointed on 27 th May 2021
Dr. Amakove Wala	Vice Chairman-Appointed on 28 th June 2018
Mr. Steve Maina	Treasurer
Mr. Isaiah Okoth	Director- Appointed on 27 th May 2021
Dr. Daniella Munene	Director- Appointed on 28 th June 2018
Mr. Vinod Guptan	Director- Appointed on 27 th May 2021
Dr. Francis Karanja	Director- Appointed on 27 th May 2021
Dr. Linus Ndegwa	Director- Appointed on 27 th May 2021
Dr. Walter Obila	Director- Appointed on 28 th June 2018
Mr. Anthony Jaccodul	Director- Appointed on 27 th May 2021

CHIEF EXECUTIVE OFFICER

Dr. Tim Theuri	Chief Executive Officer-Appointed on 9 th February 2023
----------------	--

PRINCIPAL OFFICE

Bulding plot No.209/90/4 1ST
Parklands Avenue, Parklands
P.O Box 45280-00100

PRINCIPAL BANKER

Stanbic Bank,
Stanbic Centre,
P.O. Box 72835 - 00200,
Nairobi, Kenya.

INDEPENDENT AUDITOR

Ronalds LLP
Certified Public Accountants (K)
136 Manyani East Road, Off-Waiyaki Way
P O Box 41331 – 00100
Nairobi, Kenya

KENYA HEALTHCARE FEDERATION

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2023

The Board of Directors have submitted their report and the audited financial statements for the year ended 31 December 2023, which disclose the state of financial affairs of the Federation.

REGISTRATION AND INCORPORATION

Kenya Healthcare Federation is registered in Kenya under the companies Act, it is a private company limited by guarantee domiciled in Kenya.

PRINCIPAL ACTIVITIES

The Company engage the government and relevant stakeholders towards achieving quality healthcare through enabling policies that maximize the contribution of the private sector.

RESULTS FOR THE YEAR

The results for the year ended 31 December 2023 are set out on page 7.

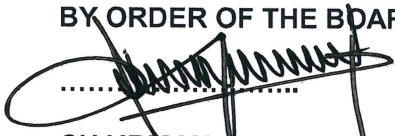
EXECUTIVE COMMITTEE

The Board of Directors who held office during the year are shown on page 1.

Independent Auditors

The auditors, Messrs Ronalds LLP, Certified Public Accountants (K) have expressed their willingness to continue as the Federation's auditor.

BY ORDER OF THE BOARD


.....
CHAIRMAN
01/10.....2024

KENYA HEALTHCARE FEDERATION

STATEMENT OF DIRECTORS' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2023

The Kenyan Companies Act, 2015 requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for that year. It also requires the directors to ensure that the company keeps proper accounting records that are sufficient to show and explain the transactions of the company; and that disclose, with reasonable accuracy, the financial position of the company and that enables them to prepare financial statements that comply with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Kenyan Companies Act, 2015. The directors are also responsible for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors accept responsibility for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and in the manner required by the Kenyan Companies Act, 2015. They also accept responsibility for:


- I. Designing, implementing and maintaining such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error;
- II. Selecting and applying appropriate accounting policies; and
- III. Making accounting estimates and judgements that are reasonable in the circumstances.

The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the company as at 31 December 2023 and of its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Kenyan Companies Act, 2015.

Having made an assessment of the company's ability to continue as a going concern, the directors are not aware of any material uncertainties related to events or conditions that may cast doubt upon the company's ability to continue as a going concern.

The directors acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the board of directors 01/10 2024 and signed on its behalf by:


.....
CHAIRMAN


.....
DIRECTOR


.....
DIRECTOR

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF KENYA HEALTHCARE FEDERATION FOR THE PERIOD ENDED 31 DECEMBER 2023**Opinion**

We have audited the financial statements of Kenya Healthcare Federation, which comprise the statement of financial position as at 31 December 2023, the statement of financial activities, statement of changes in fund balances and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 7 to 17.

In our opinion, the financial statements give a true and fair view of the state of the Federation's financial affairs as at 31 December 2023, the results of its operations and cash flows for the year then ended in accordance with applicable International Financial Reporting Standards (IFRS), Generally Accepted Accounting Principle (GAAPs) and the requirements of Kenya companies Act, 2015.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (Parts A and B) (IESBA Code) and other independence requirements applicable to performing audits of financial statements in Kenya.

We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and in accordance with other ethical requirements applicable to performing audits in Kenya. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgments, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. There were no key audit matters to communicate.

Directors' Responsibility for the Financial Statements

The Directors are responsible for the preparation and fair presentation of the financial statements in accordance with applicable International Financial Reporting, Generally Accepted Accounting Principles (GAAPs) the requirements of Kenya Companies Act 2015. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

In preparing the financial statements, the members are responsible for assessing the Federation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless they either intend to liquidate the Federation or to cease operations, or have no realistic alternative but to do so.





REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF KENYA HEALTHCARE FEDERATION FOR THE PERIOD ENDED 31 DECEMBER 2023 (CONT'D)

The Companies Act 2015 of the Laws of Kenya also requires the Directors to ensure that the Federation maintains proper books of accounts which are in agreement with the statement of financial activities and statement of financial position.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional skepticism 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 Federation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the Director'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 Federation's ability to continue as a going concern. 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 Federation to cease to continue as a going concern.

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





REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF KENYA HEALTHCARE FEDERATION FOR THE PERIOD ENDED 31 DECEMBER 2023 (CONT'D)

Report on Other Legal and Regulatory Requirements

As required by the Kenya Companies Act 2015, and that based on our audit:

- a) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion proper books of accounts have been kept by the Federation, so far as appears from our examination of those books.
- c) The Federation's statement of financial position is in agreement with the books of accounts.

The engagement partner responsible for the audit resulting in this independent auditor's report is **CPA Ronald N. Bwosi - P/No. 1865**.

For and on behalf of,
Ronalds LLP
Certified Public Accountant (Kenya)
Nairobi Kenya



**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

STATEMENT OF FINANCIAL ACTIVITIES

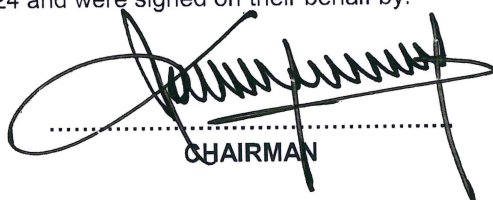
Income	Notes	2023 KSHS	2022 KSHS
Ordinary subscriptions	3	10,000,017	7,735,000
		<u>10,000,017</u>	<u>7,735,000</u>
Other Income			
Interest income	Appendix (vii)	56,447	114,672
Project Indirect Charge	Appendix (ii)	1,555,011	-
Exchange gain		57,130	-
		<u>11,668,605</u>	<u>7,849,672</u>
Total income			
		<u>11,668,605</u>	<u>7,849,672</u>
Project Income			
Event sponsorship & other activities	Appendix (i)	2,652,500	14,987,962
Private Sector Engagement Program (PSE)	Appendix (iii)	3,218,312	-
Uongozi wa Afya Thabiti (UAT)	Appendix (iv)	4,041,405	-
Bill and Melinda Gates Foundation (BMGF)	Appendix (v)	7,147,051	-
AMEF	Appendix (vi)	5,404,398	-
		<u>22,463,666</u>	<u>14,987,962</u>
Total Program Income			
		<u>22,463,666</u>	<u>14,987,962</u>
Project Expenditure			
Event sponsorship & other activities	Appendix (i)	1,965,360	15,187,148
Private Sector Engagement Program (PSE)	Appendix (iii)	3,218,312	-
Uongozi wa Afya Thabiti (UAT)	Appendix (iv)	4,041,405	-
Bill and Melinda Gates Foundation (BMGF)	Appendix (v)	7,147,051	-
AMEF	Appendix (vi)	1,660,837	-
ALLM	Appendix (vii)	778,946	-
		<u>(18,811,911)</u>	<u>(15,187,148)</u>
Total Program expenses			
		<u>(18,811,911)</u>	<u>(15,187,148)</u>
Program Surplus/(Deficit)			
		<u>3,651,754</u>	<u>(199,186)</u>
Expenditure	Appendix (ii)	(15,034,252)	(7,890,684)
Deficit before taxation		<u>(3,365,646)</u>	<u>(41,011)</u>
Taxation		64,141	-
Total Deficit after taxation		<u>(3,301,506)</u>	<u>(41,011)</u>

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

STATEMENT OF FINANCIAL POSITION

	Note	2023 KSHS	2022 KSHS
NON-CURRENT ASSETS			
Deferred tax	4	271,122	190,047
Property and equipment	11	137	690
		<u>271,259</u>	<u>190,737</u>
CURRENT ASSETS			
Accounts and other Receivables	5	881,974	689,454
Cash and bank balances	6	9,372,639	6,861,433
		<u>10,254,613</u>	<u>7,550,886</u>
TOTAL ASSETS		<u>10,525,872</u>	<u>7,741,624</u>
FUND BALANCES			
General fund balance (Page 9)		4,896,634	4,721,966
		<u>4,896,634</u>	<u>4,721,966</u>
CURRENT LIABILITIES			
Accounts and other payables	7	5,620,670	3,002,457
Tax payable	8	8,568	17,201
		<u>5,629,238</u>	<u>3,019,658</u>
TOTAL EQUITY & LIABILITIES		<u>10,525,872</u>	<u>7,741,624</u>

The financial statements were approved and authorized for issue by the Board of Directors on 01/10 2024 and were signed on their behalf by:



CHAIRMAN



DIRECTOR



DIRECTOR

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
AS AT 31 DECEMBER 2023**

STATEMENT OF CHANGES IN FUND BALANCES

	GENERAL FUND KSHS	PROJECTS FUND KSHS	TOTAL KSHS
As at 1 January 2022	1,719,979	1,354,138	3,074,118
(Deficit) for the year	(41,011)	(199,186)	(240,198)
Prior year adjustment (Note 11)	1,888,045	-	1,888,045
As at 31 December 2022	<u>3,567,012</u>	<u>1,154,952</u>	<u>4,721,966</u>
As at 1 January 2023	3,567,012	1,154,952	4,721,964
Surplus/(Deficit) for the year	(3,301,506)	3,651,754	350,248
Prior year adjustment (Note 11)	(175,578)	-	(175,578)
As at 31 December 2023	<u>89,928</u>	<u>4,806,706</u>	<u>4,896,634</u>

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

STATEMENT OF CASHFLOWS

	Notes	2023 KSHS	2022 KSHS
Operating activities			
Net Deficit for the year		(3,301,506)	(41,011)
Adjustments for:			
Depreciation		553	42,467
Program (Deficit)/ surplus		3,651,754	(199,186)
Deferred tax		(81,075)	(24,322)
Prior year adjustment		(175,578)	1,888,045
Operating surplus before working capital changes		<u>94,149</u>	<u>1,665,993</u>
Decrease in receivables		(192,520)	1,788,464
Increase/ (Decrease) in payables		2,618,212	(1,309,973)
Decrease/ (Increase) in tax payable		<u>(8,635)</u>	<u>(137)</u>
Net cash generated from operating activities		<u>2,511,206</u>	<u>2,144,347</u>
Movement of cash and cash equivalents during the year		2,511,206	2,153,019
At the start of the year		6,861,433	4,708,413
At the end of the year	6	<u><u>9,372,639</u></u>	<u><u>6,861,433</u></u>

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

ACCOUNTING POLICIES

1 ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of preparation

The financial statements have been prepared under the historical cost basis, except where otherwise stated in the accounting policies below and are in accordance with the applicable International Financial Reporting Standards (IFRS) and the Generally Accepted Accounting Principles (GAAPs). The historical cost convention is generally based on the fair value of the consideration given in exchange of assets. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or liability, the federation takes into account the characteristics of the asset or liability if market participants would take those characteristics into when pricing the asset or liability at the measurement date.

b) Going concern

The financial performance of the Federation is set out in the Board of Directors report and in the statement of financial activities. The financial position of the Federation is set out in the statement of financial position.

Based on the financial performance and position of the Federation and its risk management policies, the Board of Directors are of the opinion that the Federation is well placed to continue in business for the foreseeable future and as a result the financial statements are prepared on a going concern basis.

c) Critical estimates and judgment

In the application of the accounting policies, the Board of Directors are required to make the judgments, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other relevant factors. Such estimates and assumptions are reviewed on an ongoing basis.

The Board of Directors have made the following assumptions that have a significant risk of resulting in material adjustment to the carrying amounts of assets and liabilities within the next financial year.

d) Foreign currencies translation

The financial statements are prepared in Kenya Shillings (Kshs) which is the Federation's functional currency. Transactions in foreign currencies are converted into Kenya shillings (Ksh) at the rate of the exchange ruling at the date of the transaction.

Foreign exchange gains or losses resulting from the settlement of such transactions are recognized in the profit or loss.

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

ACCOUNTING POLICIES

e) Income recognition

Subscriptions and other incomes are accounted for in the year they are earned. The Federation recognizes revenues when the amount of revenue can be reliably measured, it is probable that the future economic benefits will flow to the entity and when the specific criteria have been met for each Federation's activities describe below:

- i) Subscriptions fees are recognized on accrual basis
- ii) Interest income is accounted for in the period in which it is earned
- iii) Other income is accounted for on a receipt basis

f) Accounts receivables

Accounts receivables are carried at anticipated realizable value. Provision for bad and doubtful debts is made at 100% of the outstanding receivables at the year end. However, specific provisions are made based on the management analysis of the recoverability criteria.

g) Accounts payables

Accounts payables are stated at their nominal value.

h) Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

i) Property and equipment

Property and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses

Any accumulated depreciation at the date of valuation is eliminated against the carrying amount of the asset. Depreciation is calculated to write off the cost or valuation of each asset on a straight line basis. The annual rate used for the are:-

Per annum	Rate %
Computers & Electronic Equipments	33.0
Furniture & Fittings	20.0
Office furniture	20.0

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
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ACCOUNTING POLICIES

j) IFRS 9: Financial instrument

Issued on 24th July 2014 this standard replaces earlier version of IFRS 9 and replaced IAS 39, the criteria for classification into these categories are significantly different. In addition, the IFRS9 impairment model has been changed from an "incurred loss" model from IAS 39 to an "expected credit loss" model

The standard is effective for annual period beginning on or after 1 January 2018 with retrospective application, early adoption permitted.

The Federation classifies its financial instruments into the following categories:

i) **Financial assets and financial liabilities at fair value through profit or loss**, which comprise financial assets and financial liabilities acquired or incurred principally for the purpose of selling or repurchasing in the near term or to generate short-term profit-taking; and/or

ii) **Financial assets and financial liabilities at fair value through profit or loss**, which comprise financial assets or financial liabilities designated by the federation at fair value through profit or loss and which are managed and their performance evaluated on a fair value basis in accordance with the federation's investment strategy.

iii) **Financial assets at amortized cost**, which comprise financial assets designated by federation to hold assets in order to collect contractual cash flows and financial assets that give rise to cashflows that are solely payments of principal and interest on the principal amount outstanding.

k) IAS 7: Statement of Cash flows

Statement of cash flows states that only expenditure that results in recognizing an asset can be classified as a cash flow from investing activities. This amendment had no impact on the Financial Statements of the Federation.

l) Employment benefits

The Federation and its employees contribute to the National Social Security Fund (NSSF), a national defined contribution scheme. Contributions are determined by local statute and the Federation's contributions are charged to profit or loss in the year to which they relate.

m) Provisions for liabilities and other charges

Provisions are recognized when the Federation has a present obligation (legal or constructive) as a result of a past event, it is probable that the Federation will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date, taking into account the risks and uncertainties surrounding the obligation.

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

ACCOUNTING POLICIES

2 Financial risk and business risk management

a) Financial risk management

The Federation's activities expose it to a variety of financial risk including credit, liquidity and market risk. The Federation's risk limits are regularly assessed to ensure alignment with the Federation objectives and prevalent market conditions. The management is responsible in ensuring a variety of techniques are used to assess and manage the said risk. The Federation uses various techniques to hedge against any risk.

b) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Credit risk mainly arise from financial assets, and is managed on a federation-wide basis. The Federation does not grade the credit quality of financial assets that are neither past due nor impaired. Credit risk on financial assets with banking institutions is managed by dealing with institutions with good credit ratings and placing limits on deposits that can be held with each federation .

c) Market risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate because of changes in market price and comprises three types of risk; currency risk, interest risk and other price risk.

Currency risk is the risk that the value of a financial instrument will fluctuate because of change in foreign exchange rate. The is exposed to currency risk on sale and purchases that are denominated in currency other than its functional currency, primarily the Kenya shillings (Ksh).

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

NOTES TO THE FINANCIAL STATEMENTS

3 INCOME	2023 KSHS	2022 KSHS
Ordinary subscriptions	10,000,017	7,735,000
	<u>10,000,017</u>	<u>7,735,000</u>

4 DEFERRED TAX

Deferred tax	(271,122)	(190,047)
	<u>(271,122)</u>	<u>(190,047)</u>

Deferred tax reconciliation

Deferred tax is calculated using the current enacted corporation tax rate of 30%. The movement on the deferred tax account is as follows:

At start of the year	(190,047)	(165,724)
Charge for the year	(81,075)	(24,322)
	<u>(271,122)</u>	<u>(190,047)</u>

Deferred tax assets and liabilities, deferred tax (credit) in the profit and loss account are attributable as follows:

DEFERRED TAX ASSET

			Tax rate 30%
Net Book Value	137	690	207
Written Down Value	(65,310)	(81,765)	(24,529)
	<u>(65,173)</u>	<u>(81,075)</u>	<u>(24,322)</u>

Deferred tax Asset	As at the start of the year	Charge to profit or loss	As at end of the year
2022			
Property, plant and equipment	<u>(165,724)</u>	<u>(24,322)</u>	<u>(190,047)</u>
2023			
Property, plant and equipment	<u>(190,047)</u>	<u>(81,075)</u>	<u>(271,122)</u>

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

NOTES TO THE FINANCIAL STATEMENT

	2023	2022
	KSHS	KSHS
5 ACCOUNTS AND OTHER RECEIVABLES		
Accounts receivables	3,152,653	1,284,959
Provision for bad debts	(3,147,300)	(763,180)
Deposits and prepayments	-	167,675
Due from Private Sector Engagement Program (PSE)	876,620	-
	<u>881,974</u>	<u>689,454</u>
6 CASH AND CASH EQUIVALENTS		
Fixed Deposit Account	1,157,419	1,130,027
Main Account	2,677,448	2,560,442
BAF Account	688,538	1,540,074
MSP AC 8767	93,392	94,400
Dollar Account	3,990,695	1,449,117
Health Expo Account	(480)	87,373
USAID UAT	550,012	-
KHF PSE USAID	215,615	-
	<u>9,372,639</u>	<u>6,861,433</u>
7 ACCOUNTS AND OTHER PAYABLES		
Accounts payables	2,000	862,457
Prepaid subscriptions	2,266,507	2,140,000
Due to Uongozi wa Afya Thabiti (UAT)	506,389	-
Due to Bill and Melinda Gates Foundation (BMGF)	2,845,774	-
	<u>5,620,670</u>	<u>3,002,457</u>
8 TAX PAYABLE		
Tax as at the beginning of the year	17,201	-
Tax provision for current period	16,934	34,402
Withholding tax- Interest	(25,567)	(17,201)
Tax payable	<u>8,568</u>	<u>17,201</u>
10 PRIOR YEAR ADJUSTMENT		
The prior year adjustment relates to balances in the old system being migrated to the new system during its implementation.		
Accounts receivable AR	-	(1,895,000)
Dollar Account	65,889	6,955
Prepayments (2021 Mispostings)	(167,675)	-
Membership Subscription (2021 Wrong reconciliations)	(192,500)	-
Accruals (2021 Wrong reconciliations)	37,457	-
Fixed Account (opening balance adjustments)	(6,411)	-
Health Expo 0087	53,914	-
Main 8751	33,750	-
	<u>(175,578)</u>	<u>(1,888,045)</u>

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

NOTES TO THE FINANCIAL STATEMENTS

11 PROPERTY AND EQUIPMENT

	COMPUTER ACCESSORIES 33%	FURNITURE & FITTINGS 20%	OFFICE EQUIPMENT 20%	TOTAL
Cost valuation				
As at 1 January 2022	673,350	460,800	315,395	1,449,545
Additions	-	-	-	-
As at 31 December 2022	<u>673,350</u>	<u>460,800</u>	<u>315,395</u>	<u>1,449,545</u>
Depreciation				
As at 1 January 2022	635,698	458,450	312,240	1,406,388
Charge for the year	37,652	1,660	3,155	42,467
As at 31 December 2022	<u>673,350</u>	<u>460,110</u>	<u>315,395</u>	<u>1,448,855</u>
Net Book Value				
As at 31 December 2022	<u>-</u>	<u>690</u>	<u>-</u>	<u>690</u>
Cost valuation				
As at 1 January 2023	673,350	460,800	315,395	1,449,545
Additions	-	-	-	-
As at 31 December 2023	<u>673,350</u>	<u>460,800</u>	<u>315,395</u>	<u>1,449,545</u>
Depreciation				
As at 1 January 2023	673,350	460,110	315,395	1,448,855
Charge for the year	-	553	-	553
As at 31 December 2023	<u>673,350</u>	<u>460,663</u>	<u>315,395</u>	<u>1,449,407</u>
Net Book Value				
As at 31 December 2023	<u>-</u>	<u>137</u>	<u>-</u>	<u>137</u>

**KENYA HEALTHCARE FEDERATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

EVENT SPONSORSHIP INCOME AND EXPENDITURE

	2023 KSHS	2022 KSHS
INCOME		
Event sponsorships	2,652,500	10,598,861
Annual General Meeting	-	1,104,959
International Finance Corporation	-	1,000,000
Allm Afya	-	2,205,209
Project Income	19,811,166	78,933
Total Income	<u>22,463,666</u>	<u>14,987,962</u>
Project Income Breakdown		
Private Sector Engagement Program (PSE)	3,218,312	-
Uongozi wa Afya Thabiti (UAT)	4,041,405	-
Bill and Melinda Gates Foundation (BMGF)	7,147,051	-
AMEF	5,404,398	-
	<u>19,811,166</u>	<u>-</u>
PROJECT EXPENDITURE		
Salaries and wages - Secretariat	9,628,882	1,999,301
Professional Fees	80,636	294,272
Annual General Meeting	-	412,500
Consultancy fees	731,223	2,793,958
Rent or lease payments	228,805	1,213,517
Travel expenses	1,016,231	220,214
Bank charges	14,515	31,099
Advertising/promotion Activities	67,500	655,426
Business meeting and advocacy	-	1,090,137
Events and sponsored meeting expenses	5,017,475	4,927,006
Office /General Administrative Expenses	2,026,644	1,549,716
Total expenditure	<u>18,811,910</u>	<u>15,187,148</u>
Surplus/(Deficit) for the year	<u>3,651,756</u>	<u>(199,186)</u>

**KENYA HEALTHCARE FEDERATION
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FEDERATION INCOME AND EXPENDITURE

	2023 KSHS	2022 KSHS
Subscription Income	<u>10,000,017</u>	<u>7,735,000</u>
	<u>10,000,017</u>	<u>7,735,000</u>
OTHER INCOME		
Interest income	56,447	114,672
Project Indirect Charge	1,555,011	-
Exchange gain	57,130	-
	<u>1,668,588</u>	<u>114,672</u>
Project indirect Income Breakdown		
Uongozi wa Afya Thabiti (UAT)	335,423	-
Private Sector Engagement Program (PSE)	287,364	-
Bill and Melinda Gates Foundation (BMGF)	932,224	-
	<u>1,555,011</u>	<u>-</u>
EXPENDITURE		
Salaries and wages - Secretariat	7,053,338	4,665,037
Bank charges	89,433	72,562
Professional Fees	1,809,440	449,004
Depreciation	553	42,467
Subscription costs	170,000	61,354
Provision for bad debts	2,384,120	1,606,155
Office expenses	3,527,368	994,105
	<u>15,034,252</u>	<u>7,890,684</u>
Deficit for the year	<u>(3,365,649)</u>	<u>(41,011)</u>

**KENYA HEALTHCARE FEDERATION
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Private Sector Engagement Program (PSE)

	2023	2022
	KSHS	KSHS
INCOME		
Grants	3,218,312	-
	<u>3,218,312</u>	<u>-</u>
EXPENDITURE		
Consultancy fees	13,955	-
Dues and Subscriptions	9,332	-
Internet	11,448	-
Office/General Administrative Expenses	875	-
Participants Costs:Conference Facility	29,000	-
Rent or lease payments	57,304	-
Salaries	2,764,171	-
Bank charges	2,037	-
Travelling and transport	36,754	-
Cleaning Services	4,457	-
Utilities	1,615	-
Indirect Charge	287,364	-
Total expenditure	<u>3,218,312</u>	<u>-</u>
Surplus for the year	<u>-</u>	<u>-</u>

**KENYA HEALTHCARE FEDERATION
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Uongozi wa Afya Thabiti (UAT)

	2023	2022
	KSHS	KSHS
INCOME		
Grants	4,041,405	-
	<u>4,041,405</u>	<u>-</u>
EXPENDITURE		
Dues and Subscriptions	46,247	-
Internet	40,911	-
Office/General Administrative Expenses	4,211	-
Participants Costs:Conference Facility	189,500	-
Rent or lease payments	171,502	-
Salaries	3,123,925	-
Bank charges	12,477	-
Travelling and transport	82,208	-
Cleaning Services	3,656	-
Utilities	389	-
Courier and Delivery services	16,650	-
Supplies	14,306	-
Indirect Charge	335,423	-
Total expenditure	<u>4,041,405</u>	<u>-</u>
Surplus for the year	<u>-</u>	<u>-</u>

**KENYA HEALTHCARE FEDERATION
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FOR THE YEAR ENDED 31 DECEMBER 2023**

Bill and Melinda Gates Foundation (BMGF)

	2023	2022
	KSHS	KSHS
INCOME		
Grants	7,147,051	-
	<u>7,147,051</u>	<u>-</u>
EXPENDITURE		
Consultancy fees	288,850	-
Dues and Subscriptions	25,056	-
Salaries	3,740,785	-
Travelling and transport	897,270	-
Stationery and printing	101,616	-
Supplies	211,500	-
Indirect Charge	932,224	-
Moderator Services (Events)	20,000	-
Participants Costs:Conference Facility	505,550	-
Participants Costs:Facilitator Fees	40,000	-
Participants Costs:Transport Reimbursement - Internal	7,650	-
Participants Costs:Transport Reimbursement- External	274050	-
Advertising/Promotional Activities:Videography & Photography Services	67,500	-
Project Expenses	35,000	-
Total expenditure	<u>7,147,051</u>	<u>-</u>
Surplus for the year	<u>-</u>	<u>-</u>

KENYA HEALTHCARE FEDERATION

AMEF

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	KSHS	KSHS
INCOME		
Grants	5,404,398	-
	<u>5,404,398</u>	<u>-</u>
EXPENDITURE		
Project Expenses	1,660,837	-
Total expenditure	<u>1,660,837</u>	<u>-</u>
Surplus for the year	<u><u>3,743,561</u></u>	<u><u>-</u></u>

KENYA HEALTHCARE FEDERATION

ALLM

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2023

	2023	2022
	KSHS	KSHS
INCOME		
Grants	-	-
	<u>-</u>	<u>-</u>
EXPENDITURE		
Consultancy fees	428,418	-
Project Expenses	350,528	
Total expenditure	<u>778,946</u>	<u>-</u>
Surplus for the year	<u>(778,946)</u>	<u>-</u>

KENYA HEALTHCARE FEDERATION

TAX COMPUTATION- 2023

PIN : P051310577Z

	2023 KSHS
Interest income	56,447
Taxable profit for the year	<u>56,447</u>
Tax @ 30%	16,934
Less	
Withholding Tax- Interest	(25,567)
Tax payable	<u><u>(8,633)</u></u>

WEAR AND TEAR COMPUTATION

	CLASS II 25%	CLASS IV 10%	TOTAL
Written down value 01.01.2023	55,189	26,576	81,765
Additions	<u>-</u>	<u>-</u>	<u>-</u>
	55,189	26,576	81,765
Wear and Tear Allowance	13,797	2,658	16,455
Written down value 31.12.2023	<u>41,392</u>	<u>23,918</u>	<u>65,310</u>