

**POSTAL CORPORATION OF KENYA
STAFF PENSION SCHEME**



**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED
30TH JUNE 2024**

Matengo & Associates
Certified Public Accountants (K)
Financial & Management Consultants
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**Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30 June 2024**

Contents	Page
Scheme Information	1
Corporate Governance Statement	2 - 7
Report of the Trustees	8 - 9
Statement of Trustees' Responsibilities	10
Report of the Independent Auditor	11 - 12
Financial Statements:	
Statement of Changes in Net Assets Available for Benefits	13
Statement of Net Assets Available for Benefits	14
Statement of Cash Flows	15
Notes to the Financial Statements	16 - 33
Appendices	34 - 40

**Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30 June 2024**

Scheme Information

Trustees

The Trustees who served during the year and to the date of this report were:

Ms. Zuleikha Mohamed	- Re-appointed on 17 April 2023
Mr. Moses Mugo Mwai	- Re-appointed on the 14th April 2024
Mr. Joseph Koskei Tele	- Re-appointed on the 14th April 2024
Mr. Julius Onyoni Opini	- Retired on 14th January 2024
Mr. Weldon Cheruiyot Kirui	- Appointed on 17th April 2023
Mrs. Elizabeth Mkandoe Shungula	- Appointed on 11th July 2023
Mrs. Pauline Chelimo Tuwei	- Appointed on 15th April 2024

Trust Secretary

Mr. Elijah K. Koskey

Trust secretary

Registered Office

Postal Corporation of Kenya
Staff Pension Scheme
9th floor, NHIF Building
P. O. Box 46621 - 00800
NAIROBI.

Custodian

Stanbic Bank Limited
3rd floor, Stanbic Centre, Chiromo road
P. O. Box 30550 - 00100
NAIROBI.

Investment Manager

Sanlam Investments East Africa Limited
Africa Re Center, 5th floor
Hospital Road, Upper Hill
P. O. Box 67262 - 00200
NAIROBI.

Investment Manager

Old Mutual Investment Group (Kenya) Limited
Old Mutual Centre
Junction of Mara and Hospital roads, Upper Hill
P. O. Box 30059 - 00100
NAIROBI.

Consulting Actuaries

Zamara Actuaries Administrators & Consultants Limited
Landmark Plaza, 10th Floor, Argwings Kodhek Road
P. O. Box 52439 - 00200
Nairobi.

Principal Banker

Standard Chartered Bank Kenya Limited
Kenyatta Avenue Branch
Chiromo, Level 5, 48 Westlands Road
P. O. Box 40984 - 00100 GPO
Nairobi.

Independent Auditor

Matengo & Associates
Financial & Management Consultants
Applewood Adams 5th Floor, Suite 504 Ngong Road
P. O. Box 67603-00200, Nairobi.
Cell phone: 0723893260/+254-020-2420016
Email: info@matengo-associates.com
Website: www.matengo-associates.co.ke

Principal Banker

Kenya Commercial Bank Limited
Milimani - Capital Hill Satellite Branch
NAIROBI.

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30 June 2024

Corporate Governance Statement

1. Trustees in Office

During the financial year under review the following Trustees served in the Board of Postal Corporation of Kenya Staff Pension Scheme.

Name of Trustee	Age	Category (Member Elected, Sponsor Nominated or Professional)	Number of BOT Meetings Attended	Certified (Yes / No)	Highest Qualification	Membership of Other Boards
Ms. Zuleikha Mohamed	60	Sponsor nominated	6	Yes	Bachelors (HRM)	None
Mr. Moses Mugo Mwai	61	Member elected	5	Yes	Diploma	None
Mr. Julius Onyoni Opini	58	Sponsor nominated	3	Yes	MBA	None
Mr. Joseph Koskei Tele	58	Member Elected	6	Yes	MBA	None
Mr. Weldon Cheruiyot Kirui	41	Sponsor nominated	6	Yes	Bachelors	None
Mrs. Elizabeth Mkandoe Shungula	47	Sponsor nominated	3	Yes	Bachelors	None
Mrs. Pauline Chelimo Tuwei	42	Sponsor nominated	2	Yes	Masters	None

2. Composition of the Board of Trustees

Gender mix	Female:	33.3%
	Male:	66.7%
Skills mix	Financial skills:	1
Age mix	Below 35 years of age:	None
	Above 35 years of age:	All

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30 June 2024

Corporate Governance Statement (Continued)

1. Board Meetings

The Board of Trustees held nine (9) meetings during the year ending 30 June 2024. The meetings were held on the dates set out hereunder:

Date of Meeting	Board Members Present
Tuesday, 8 August 2023	Mrs. Zuleikha Mohamed
	Mr. Moses Mugo Mwai
	Mr. Julius Onyoni Opini
	Mr. Joseph Koskei Tele
	Mr. Weldon Cheruiyot Kirui
	Mrs. Elizabeth Mkandoe Shungula
Monday, 25 September 2023	Mrs. Zuleikha Mohamed
	Mr. Moses Mugo Mwai
	Mr. Julius Onyoni Opini
	Mr. Joseph Koskei Tele
	Mr. Weldon Cheruiyot Kirui
	Mrs. Elizabeth Mkandoe Shungula
Thursday, 23 November 2023	Mrs. Zuleikha Mohamed
	Mr. Moses Mugo Mwai
	Mr. Julius Onyoni Opini
	Mr. Joseph Koskei Tele
	Mr. Weldon Cheruiyot Kirui
	Mrs. Elizabeth Mkandoe Shungula
Tuesday, 13 February 2024	Mrs. Zuleikha Mohamed
	Mr. Moses Mugo Mwai
	Mr. Joseph Koskei Tele
	Mr. Weldon Cheruiyot Kirui
Wednesday, 15 May 2024	Mrs. Zuleikha Mohamed
	Mr. Weldon Cheruiyot Kirui
	Mr. Joseph Koskei Tele
	Mrs. Pauline Chelimo Tuwei
Tuesday, 25 June 2024	Mrs. Zuleikha Mohamed
	Mr. Moses Mugo Mwai
	Mr. Joseph Koskei Tele
	Mr. Weldon Cheruiyot Kirui
	Mrs. Pauline Chelimo Tuwei

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30 June 2024

Corporate Governance Statement (Continued)

4. Joint Meetings of the Board

The Board of Trustees of Postal Corporation of Kenya Staff Pension Scheme jointly with Postal Corporation of Kenya Staff Pension Scheme held Three (3) meetings during the year ending 30 June 2024 to deliberate on joint Administration matters. The meetings were held on the dates set out hereunder:

Date of Meeting	Board Members Present
Wednesday, 12 July 2023	Mrs. Zuleikha Mohamed
	Mr. Julius Onyoni Opini
	Mr. Moses Mugo Mwai
	Mr. Weldon Cheruiyot Kirui
	Mr. Joseph Koskei Tele
Wednesday, 6 December 2023	Mrs. Zuleikha Mohamed
	Mr. Julius Onyoni Opini
	Mr. Moses Mugo Mwai
	Mr. Weldon Cheruiyot Kirui
	Mrs. Elizabeth Mkandoe Shungula

Corporate Governance Statement (Continued)

5. Committees of the Board of Trustees

The Board of Trustees has formed three committees to help it deliver its duties effectively. The committees are constituted as follows:

Finance and Investments Committee

The committee held two meetings during the year ended 30 June 2024. The Board members who constitute this committee are:

Finance And Investments Committee	Number of Meetings Attended
Mr. Joseph Koskei Tele	One
Mr. Julius Onyoni Opini	One
Ms. Elizabeth Mkandoe Shungula	One

Audit and Risk Management Committee

The committee held one meeting during the year under review. The Board members who constitute this committee are:

Audit Committee	Number of Meetings Attended
Mr. Moses Mugo Mwai	One
Mr. Weldon Cheruiyot Kirui	One

Administration and communication committee

The committee held two meetings during the year ended 30 June 2024. The Board members who constitute this committee are:

Administration and Operations Committee	Number of Meetings Attended
Mr. Julius Onyoni Opini	Two
Mr. Moses Mugo Mwai	Two

Corporate Governance Statement (Continued)

6. Fiduciary Responsibility of the Board of Trustees

The Board of Trustees is the governing body of the Postal Corporation of Kenya Staff Pension Scheme and is responsible for the corporate governance of the Scheme. The Trustees are responsible for ensuring that the administration of the Scheme is conducted in the best interest of the Scheme's members and the sponsor. To achieve this, the Trustees embraced their fiduciary responsibility by:

- a) Acting honestly and did not improperly use inside information or abuse their position;
- b) Exercising the highest degree of care and diligence in the performance of their duties that a reasonable person in a like position would exercise in the circumstances; and
- c) Performing their duties with the requisite degree of skills.

The Scheme has complied with the laws, regulations and guidelines that govern retirement benefits schemes and the Scheme's business operations.

The Trustees have ensured that the fund manager has carried out all Scheme investments and that all Scheme assets and funds are held by the custodian.

7. Responsibility as a Corporate Citizenship

The scheme has participated in socially responsible investment and operations and has not been involved in any activity that may undermine the well-being of the sponsor, members or the community in which it operates.

8. Key Outcomes

The Board of Trustees seeks to achieve the following:

- a) Building trust with the members and sponsor of the Scheme so that they are satisfied with the administration of the Scheme;
- b) Supporting innovation and developing solutions that meet the members' and sponsor's needs; and
- c) Ensuring that the Scheme's administrative processes remain transparent and accessible to members and the sponsor.

The Board of Trustees has also been sending quarterly reports to the sponsor detailing the activities that have taken place in each quarter.

9. Annual General Meeting

The Board of Trustees held the 2024 Annual General Meeting (AGM) on 14th December 2023 via a hybrid method comprising Live streaming through Youtube and Facebook platforms. The meeting was used as a forum to communicate all Scheme activities in the financial year and also to sensitize members on the various channels available in getting information and also raising their complaints.

Corporate Governance Statement (Continued)

10. Trustees Remuneration Policy

During the year under review, the Trustees were paid a gross sum of Kshs. 5,340,121 as Trustees allowances.

The payment complied with the Trustee Remuneration Policy of the Scheme as consented to by the sponsor on advice of the Scheme Actuary, and was approved by members at the Annual General Meeting held for the year ended 30 June, 2023.

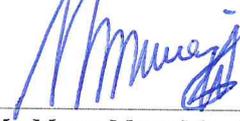
The Board and individual Trustees undertook Board evaluation in the year under review. The Board review process is facilitated externally and the process takes the form of e-board questionnaire.

Approved by the Board of Trustees on 27/09/ 2024 and signed on its behalf by:

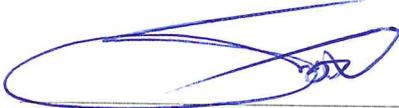


Ms. Zuleikha Mohamed

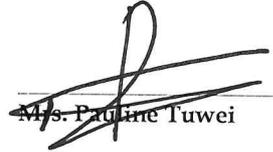
2024 and signed on its behalf by:



Mr. Moses Mugo Mwai



Mr. Joseph Tele



Ms. Pauline Tuwei



Mr. Weldon Kirui



Mrs. Elizabeth Shungula

**Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30 June 2024**

Report of the Trustees

The Trustees present their report together with the audited financial statements For the Year Ended 30 June 2024.

1. Establishment, Nature and Status of the Scheme

The scheme was established under an irrevocable trust, and is governed by a Trust Deed dated 20 February 2003 and as subsequently amended with deeds of amendment and closure dated 29 January 2011. The scheme commenced operations on 1 January 2002. It is a defined benefit scheme and provides, under the rules of the scheme, retirement benefits for the staff of Postal Corporation Kenya or their nominated beneficiaries. The scheme was closed to new entrants and contributions effective 1 January 2010 and the sponsor set up a new defined contribution scheme for future accrual of benefits effective 1 January 2010 in compliance with the Treasury Circular No. 18 of 2010.

The Accrued (past service) benefits in respect of the scheme's in-service members at the closure date are revalued at the lower of the actual salary increase and a maximum of 3% per annum over the period to retirement or earlier exit from service. In addition, pensions in payment and deferred pensions are entitled to a pension increase of 3% every 3 years.

2. Registration

The scheme is registered under the Retirement Benefits Act (Scheme reference number 01336 and certificate number 155). The Scheme is an exempt approved plan under the Income Tax Act.

3. Membership

	2024	2023
Contributing Members	1,068	1,227
Deferred Members	229	242
Pensioners	112	1,934
Dormant members	2,083	112
	3,515	3,492
(a) Active Members		
At Start of Year	1,564	1,227
Less: Leavers	(337)	(159)
At End of Year	1,227	1,068
(b) Deferred Members		
At Start of Year	246	242
Add: Members whose benefits were deferred	10	10
Less: Leavers	(14)	(23)
At End of Year	242	229
(c) Pensioners		
At Start of Year	1,795	1,934
Add: Joiners	149	160
Less: Leavers	(23)	(24)
Frozen Pensioners	13	13
At End of Year	1,934	2,083
(d) Dormant Members		
At Start of Year	-	112
Add: Joiners	112	-
At End of Year	112	112

Deferred members comprise of those members who have left employment service of the founder and have left all or part of their benefit within the scheme.

Report of the Trustees (Continued)

4. Financial Review

The statement of changes in net assets available for benefits on page 13 shows a decrease in the net assets of the Scheme for the year (2024: a decrease of Kshs. (233,710,727) and the statement of net assets available for benefits on page 14 shows the Scheme's net assets as Kshs. 4,803,974,726 (2023: Kshs. 5,037,673,123).

5. Investment of Funds

Under the terms of their appointment, Sanlam Investments East Africa Limited and Old Mutual Investments Group (Kenya) Limited are responsible for the investment of funds. The overall responsibility for investment and performance lies with the Trustees.

The full investment allocation as at the end of the year was as follows:

6. Actuarial Position

The valuation results show that the actuarial value of assets was more than the actuarial value of liabilities in respect of past service benefits for in-service members at the closure date as at 30 June 2021 by Kshs. 621,249,000. The funded ratio for the scheme was 111.97% which is more than the statutory minimum funding requirement of 100% prescribed in the Retirement Benefits Act (minimum funding level and winding up of schemes) Regulations 2000. The next statutory actuarial valuation is due by 30 June 2024.

7. Auditor

The Trustees approve the annual audit engagement contract which sets out the terms of the auditor's appointment and the related fees. The agreed auditor's remuneration has been charged to Statement of changes in net assets available for benefits in the year.

During the year, Matengo & Associates, Certified Public Accountants, were appointed as the Scheme's auditors and have expressed their willingness to continue in office.

For the Trustees



Mr. Elijah K. Koskey
Trust Secretary

27 / 09 / 2024
Date

Statement of Trustees' Responsibilities

The Retirement Benefits (Occupational Retirement Benefit Schemes) Regulations, 2000 requires the Trustees to prepare financial statements in a prescribed form for each financial year. They also require the Trustees to ensure that the scheme keeps proper accounting records of its income, expenditure, liabilities and assets, and that contributions are remitted to the custodian in accordance with the rules of the scheme. They are also responsible for designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of the financial statements that are free of material misstatements whether due to fraud or error, selecting and applying appropriate accounting policies and making reasonable estimates that are appropriate in the circumstances. The Trustees are also responsible for safeguarding the assets of the scheme.

The Trustees accept responsibility for the audited annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards and the Retirement Benefits (Occupational Retirement Benefit Scheme) Regulations, 2000.

The Trustees are of the opinion that the financial statements give a true and fair view of the financial transactions of the scheme and of the disposition of its assets and liabilities, other than liabilities to pay pensions and benefits falling due after the end of the year. The Trustees further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as for safeguarding the assets of the scheme and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees certify that to the best of their knowledge and belief the information furnished to the auditors for the purpose of the audit was correct and complete in every respect.

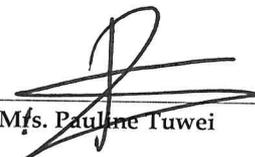
Nothing has come to the attention of the Trustees to indicate that the scheme will not remain a going concern for at least the next twelve months from the date of this statement.

Approved by the Board of Trustees on 27/09/ 2024 and signed on its behalf by:

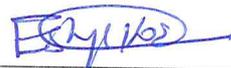

Ms. Zuleikha Mohamed


Mr. Moses Mugo Mwai


Mr. Joseph Tele


M/s. Pauline Tuwei


Mr. Weldon Kirui


Mrs. Elizabeth Shungula



**REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF POSTAL CORPORATION OF KENYA
STAFF PENSION SCHEME FOR THE YEAR ENDED 30 JUNE 2024**

Opinion

We have audited the accompanying financial statements of Postal Corporation of Kenya Staff Pension Scheme (the Scheme) set out on pages 13 to 33, which comprise the statement of net assets available for benefits as at 30 June 2024, the statements of changes in net assets available for benefits and statement of cash flows for the year then ended, and notes, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the state of financial transactions of the Scheme during the year ended 30 June 2024 and of the disposition at that date of its assets and liabilities in accordance with the International Financial Reporting Standards and the Retirement Benefits (Occupational Retirement Benefit Schemes) Regulations, 2000.

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 the Audit of the Financial Statements section of our report. We are independent of the Scheme in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (including International Independence Standards) (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.

Emphasis of Matter

Without qualifying our opinion, we draw attention the following:

- i) Note 13 of the financial statements with respect of allocation of investments of the scheme where investment property is above the limit set out in the Retirement Benefits Act, 1997. This investment category accounts for 63% of the total scheme assets.
- ii) The investment property has a low return rate of 3% compared to the other investment categories. The trustees should dispose of the property and reinvest the funds into other investments with better returns.
- iii) The scheme contributions having been discontinued; the scheme should hold investments that are easy to dispose in order to meet the annual net payments to members that average 420 Million per annum.

Trustees' Responsibility for the Financial Statements

The Trustees are responsible for the preparation and fair presentation of the financial statements that give a true and fair view in accordance with International Financial Reporting Standards and the requirements of the Retirement Benefits (Occupational Retirement Benefit Schemes) Regulations, 2000, and for such internal control as the Trustees 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, the Trustees are responsible for assessing the scheme'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 the Trustees either intend to liquidate the scheme or to cease operations, 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 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 company'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 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 scheme'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 the auditor's report. However, future events or conditions may cause the scheme 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 communicate with those charged with governance 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.

The engagement partner responsible for the audit resulting in this independent auditor's report is **FCPA Meshack Matengo** - Practising Certificate Number 2061.

Matengo & Associates
CERTIFIED PUBLIC ACCOUNTANTS

Date: 27/09/ 2024



Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Statement of Changes in Net Assets Available for Benefits

	Note	2024 Kshs	2023 Kshs
Contributions and Benefits			
Transfers In	4	-	59,582,991
Transfers Out		-	(13,208)
Less: Payments to and on Account of Leavers	5	(371,805,390)	(479,048,502)
Net Withdrawal from Dealings with Members		(371,805,390)	(419,478,719)
Return on Investments			
Investment Income	6	271,368,932	316,396,457
Change in Fair Value of Financial Assets	7	(19,012,962)	(124,470,440)
Change in Fair Value of Investment Property	13(a)	-	-
Less: Investment Management Expenses	8	(35,602,761)	(33,583,798)
Net Return on Investments		216,753,209	158,342,219
Less: Administrative Expenses	9	(78,658,547)	(79,088,673)
(Decrease) / Increase in Net Assets for the Year		(233,710,727)	(340,225,173)
Net Assets Available for Benefits at Start of the Year		5,037,673,123	5,377,762,576
Prior Year Adjustment		-	135,720
Net Assets Available for Benefits at End of the Year		4,803,962,396	5,037,673,123

Postal Corporation of Kenya
 Staff Pension Scheme
 Annual Report and Financial Statements
 For the Year Ended 30th June 2024

Statement of Net Assets Available for Benefits

	Note	2024 Kshs	2023 Kshs
Non-Current Assets			
Intangible Assets	11	269,996	211,391
Property and Equipment	12	3,449,673	2,704,771
Investment Property	13(a)	3,222,354,670	3,222,000,000
Investments at Fair Value and Amortised Cost	13(b)	1,537,562,611	1,768,366,451
		4,763,636,949	4,993,282,613
Current Assets			
Accounts Receivable	15	47,469,298	68,837,882
Cash and Cash Equivalents	16	59,404,082	77,668,811
		106,873,380	146,506,694
Current Liabilities			
Unpaid Benefits and Other Payables	17	66,547,934	102,116,183
Net Current Assets		40,325,447	44,390,510
Total Net Assets Available for Benefits		4,803,962,396	5,037,673,123
Financed By			
Members' Balances	18	4,803,962,396	5,037,673,123

The financial statements on pages 13 to 15 were approved by the Trustees on 27/09 2024 and signed on their behalf by:



Ms. Zuleikha Mohamed



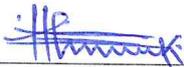
Mr. Moses Mugo Mwai



Mr. Joseph Tele



Mrs. Pauline Tuwei



Mr. Weldon Kirui



Mrs. Elizabeth Shungula

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Statement of Cash Flows

	Note	2024 Kshs	2023 Kshs
Cash Flows from Operating Activities			
Transfers In from Other Schemes	4	-	59,582,991
Transfers to Other Schemes		-	(13,208)
Benefits Paid		(402,587,094)	(447,433,451)
Administrative Expenses Paid		(58,469,065)	(52,646,499)
Net Cash used in Operating Activities		(461,056,158)	(440,510,166)
Cash Flows from Investing Activities			
Investment Income Received		292,707,880	286,562,422
Investment Management Expenses Paid		(35,860,811)	(32,636,833)
Purchase of Intangible Assets	11	(109,852)	(104,632)
Purchase of Property and Equipment	12	(723,278)	(692,880)
Capital Expenditure on Investment Property	13(a)	-	-
Purchase of Quoted Equities	13(b)	-	-
Purchase of Treasury Bonds	13(b)	(202,026,633)	(66,031,350)
Purchase of Treasury Bills	13(b)	-	(52,482,265)
Treasury Bills Maturing Within 90 Days	16	-	-
Purchase of Offshore Investments	13(b)	(36,739,599)	-
Sale of Quoted Equities	13(b)	83,999,208	54,443,908
Sale of Treasury Bonds	13(b)	165,948,112	346,808,811
Sale of Treasury Bills	13(b)	28,568,600	140,880,115
Sale of Corporate Bonds	13(b)	-	-
Sale of Offshore Investments	13(b)	35,799,391	-
Net Cash Generated from Investing Activities		331,563,018	676,747,297
Net Movement in Cash and Cash Equivalents		(129,493,140)	236,237,130
Cash and Cash Equivalents at Start of Year		359,611,380	123,374,250
Cash and Cash Equivalents at the End of Year	16	230,118,240	359,611,380
Cash and Cash Equivalents			
Bank Balances	15	59,404,082	77,668,811
Fixed and Time Deposits Maturing Within 90 Days	15	170,714,159	281,942,569
Treasury Bills Maturing Within 90 Days		-	-
Cash and Cash Equivalents at the End of Year	16	230,118,240	359,611,381

Notes to the Financial Statements

1. Summary of Significant Accounting Policies

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

a) Basis of Preparation

The financial statements are prepared in accordance with and comply with International Financial Reporting Standards, the Retirement Benefits Act, 1997 as amended, and with the Retirement Benefits (Occupational Retirement Benefit Schemes) Regulations, 2000.

The financial statements summarise the transactions of the Scheme and deal with the net assets at the disposal of the Trustees. They do not take account of obligations to pay pensions and benefits that fall due after the end of the scheme year.

The financial statements are presented in Kenya Shillings (Kshs) and are prepared under the historical cost convention as modified by the carrying of certain investments at fair value.

Measurement basis

The measurement basis used is the historical cost basis except where otherwise stated in the accounting policies summarised below.

For those assets and liabilities measured at fair value, 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. When measuring the fair value of an asset or a liability, the company uses market observable data as far as possible. If the fair value of an asset or a liability is not directly observable, it is estimated by the scheme using valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs (e.g., by use of the market comparable approach that reflects recent transaction prices for similar items or discounted cash flow analysis). Inputs used are consistent with the characteristics of the asset / liability that market participants would take into account.

Fair values are categorised into three levels in a fair value hierarchy based on the degree to which the inputs to the measurement are observable and the significance of the inputs to the fair value measurement in its entirety:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Transfers between levels of the fair value hierarchy are recognised by the company at the end of the reporting period during which the change occurred.

Notes to the Financial Statements (Continued)

1 Summary of Significant Accounting Policies (Continued)

b) New and Revised Standards

i) *Adoption of new and revised standards already effective*

One new Standard, one new Interpretation and a number of Amendments to standards became effective for the first time in the financial year beginning 1st July 2021 and have been adopted by the Scheme. Neither the Amendments nor the Interpretation has had an effect on the Scheme's financial statements, but the new Standard has had an impact, as follows:

IFRS 16: Leases

From 1st January 2019, to comply with IFRS 16, Leases, which replaced IAS 17, Leases, the Scheme now recognises lease liabilities relating to leases under which the Scheme is the lessee that had previously been classified as operating leases (other than leases with less than 12 months to run from 1st January 2019 and leases of low value items). Such liabilities have been measured at 1st January 2019 at the present value of the remaining lease payments discounted using the Scheme's incremental borrowing rate as at 1st January 2019. Corresponding right-of-use assets have been recognised, measured as if the Scheme's new accounting policy had been applied since the commencement of each lease but discounted using the Scheme's incremental borrowing rate as at 1st January 2019.

IFRS 9: Financial Instruments

IFRS 9 sets out requirements for recognising and measuring financial assets, financial liabilities and some contracts to buy or sell non-financial items. This standard replaces IAS 39 Financial Instruments:

Recognition and Measurements

The Scheme has adopted IFRS 9 Financial Instruments.

IFRS 9 also changes the classification and measurement of financial assets. The category of available-for-sale investments (where fair value changes were deferred in reserves until disposal of the investment) has been replaced with the category of financial assets at Fair Value through Profit and Loss (for most investments) and the category of financial assets at Fair Value through Other Comprehensive Income (for qualifying equity investments).

Notes to the Financial Statements (Continued)

1 Summary of Significant Accounting Policies (Continued)

IFRS 9: Financial Instruments (Continued)

Cash and Cash Equivalents

The Scheme held cash and cash equivalents of Kshs 1,804,697,173. The cash and cash equivalents are held and rated on S&P Global Ratings, Fitch and Moody's as below:

Product Group	Rating Agency	Credit Rating	Probability of Default Rates
Treasury Bills	Fitch	B-	2.36%
Treasury Bonds	Fitch	B-	2.39%
Fixed & Call Deposits	Fitch	B	2.05%
Cash Balances	Fitch	B+	1.33%
Corporate Bond	Fitch	A+	0.05%
Grand Total			2.14%

Product Group	Exposure Amount (Kshs)	Probability of Default Rates	Loss given Default (Exposure X Probability of Default)
Treasury Bills	29,633,969	2.36%	698,089
Treasury Bonds	1,406,929,589	2.39%	33,490,795
Fixed & Call Deposits	281,942,569	2.05%	5,775,678
Cash Balances	78,621,046	1.33%	287,844
Corporate Bond	7,570,000	0.05%	3,665
Grand Total	1,804,697,173	2.14%	40,256,072

Impairment on cash and cash equivalents has been measured on a 12-month expected credit loss basis and reflects the short maturities of the exposures. The Corporation considers that its cash and cash equivalents have low credit risk based on the external credit ratings of the counterparties.

ii) *New and revised standards and interpretations in issue but not yet effective*

At the date of authorization of these financial statements, various new and revised standards and interpretations became effective. Where applicable to the scheme, the trustees have assessed the potential impact of the new and revised standards and interpretations and expect that they will not have a significant impact on the scheme's financial statements For the Year Ended 30 June 2024.

iii) *Early adoption of standards*

The Scheme did not early adopt any new or amended standards in year ended 30 June 2024.

Notes to the Financial Statements (Continued)

1 Summary of Significant Accounting Policies (Continued)

b) Contributions and Benefits

Contributions and benefits payable are recognised in the period in which they fall due.

c) Interest Income

Interest income is accrued on a time basis by reference to the principal outstanding and the effective interest rate applicable.

d) Dividend Income

Dividend income from investments is recognised when the Schemes' rights to receive payment have been established.

e) Foreign Currencies

Assets and liabilities denominated in foreign currencies are translated into Kenya Shillings on rates of exchange ruling at the end of reporting period. Transactions during the year which are expressed in foreign currencies are translated at rates ruling at the dates of the transactions. The resulting exchange differences are dealt with in the statement of changes in net assets.

f) Taxation

The Scheme is a registered pension scheme and is, therefore, exempt from tax on investment income arising from tax exempt contributions. Investment income from taxable contributions is taxed at the prevailing corporate tax rates.

g) Quoted Investments

Quoted investments are classified as fair value through profit or loss and are stated at market values as at 30 June 2023.

For financial instruments traded in an organised financial market, fair value is determined by reference to quoted market prices.

h) Government Securities

Government securities comprise treasury bills and treasury bonds, which debt securities are issued by the Government of Kenya.

Treasury bills are classified as held to maturity and are stated at amortised cost while treasury bonds are classified as fair value through profit or loss and are stated at fair value.

Notes to the Financial Statements (Continued)

1 Summary of Significant Accounting Policies (Continued)

i) Corporate bonds

Corporate bonds are classified as fair value through profit or loss and are stated at fair value.

j) Off-shore investments

Offshore investments are translated into Kenya Shillings at the exchange rate ruling on 30 June 2023. These investments are classified as fair value through profit or loss and are stated at market value.

k) Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents comprise cash and bank balances, treasury bills maturing within three months from date of acquisition and term deposits.

l) Financial instruments

Financial assets and liabilities are recognised when the scheme becomes a party to the contractual provisions of the instrument.

i) *Receivables*

Receivables are financial assets with fixed or determinable payments and are not quoted in an active market. After initial measurement at cost, receivables are subsequently re-measured to amortised cost using the effective interest rate method, less allowance for impairment. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees and costs that are an integral part of the effective interest rate.

ii) *Financial assets at fair value through profit or loss (FVTPL)*

Financial assets at fair value through profit or loss are those which were either acquired for generating a profit from short-term fluctuations in price or dealer's margin, or are securities included in a portfolio in which a pattern of short-term profit-taking exists. Investments classified as fair value through profit or loss are initially recognised at cost and subsequently re-measured to fair value based on quoted bid prices or dealer price quotations, without any deduction for transaction costs. All related realised and unrealised gains and losses are included in the statement of changes in net assets. Interest earned whilst holding held for trading investments is reported as interest income.

Notes to the Financial Statements (Continued)

1. Summary of Significant Accounting Policies (Continued)

iii) Held to Maturity Investment

Held to maturity financial investments are those which carry fixed or determinable payments and have fixed maturities and which the Scheme has the intention and ability to hold to maturity.

After initial measurement, held to maturity financial investments are subsequently measured at amortised cost using the effective interest rate method, less any allowances for impairment.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees that are an integral part of the effective interest rate. The amortisation and losses arising from impairment of such investments are recognised in the statement of changes in net assets.

iv) Available for Sale Financial Assets

Investment securities intended to be held for an indefinite period of time, which may be sold in response to needs for liquidity, or changes in interest rates, exchange rates or equity prices are classified as available for sale and are initially recognised at cost. These investments are subsequently re-measured to fair value, based on quoted bid prices or amount derived from cash flow models. Unrealised gains and losses arising from changes in the fair value of securities classified as available for sale are recognised in other comprehensive income and accumulated in the investments revaluation reserve, with the exception of impairment losses, interest calculated using effective interest method, and foreign exchange gains and loss on monetary assets which are recognized in profit or loss. When the investment is disposed of or is determined to be impaired, the cumulative gain or loss previously accumulated in the investments revaluation reserve is reclassified to the statement of changes in net assets.

m) Impairment

At the end of each reporting period, the scheme reviews the carrying amounts of its financial assets to determine whether there is any indication that these assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated and an impairment loss is recognised in the statement of changes in net assets whenever the carrying amount of the asset exceeds its recoverable amount.

Notes to the Financial Statements (Continued)

2. **Critical Accounting Estimates and Judgements in Applying the Accounting Policies**

In the process of applying the Scheme's accounting policies, the Trustees have made estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. These are dealt with below:

Held to maturity investments

The Scheme classifies non-derivative financial assets with fixed or determinable payments and fixed maturity as held-to-maturity. This classification requires significant judgment. In making this judgment, the Scheme evaluates its intention and ability to hold such investments to maturity. If the Scheme fails to keep these investments to maturity other than for the specific circumstances - for example, selling an insignificant amount close to maturity - it will be required to reclassify the entire class as available-for-sale. The investments would therefore be measured at fair value not amortised cost.

Impairment losses on financial assets

At the end of each reporting period, the Scheme reviews the carrying amounts of its financial assets to determine whether there is any indication that these assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated and an impairment loss is recognised in the statement of changes in net assets whenever the carrying amount of the asset exceeds its recoverable amount.

3. **Financial Risk Management Objectives and Policies**

The Scheme generates revenues for the members by investing in various income generating activities which involve trading in the stock exchange, trading in government and other securities and offshore investments. These activities expose the Scheme to a variety of financial risks, including credit risk and the effects of changes in debt and equity market prices, foreign currency exchange rates and interest rates. The Scheme's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on its financial performance.

Risk management is carried out by the Trustees together with the investment managers under policies approved by the Trustees. The investment managers review the market trends and information available to evaluate the potential exposures. They then arrive at strategies to mitigate against market risks. The Trustees provide written principles for overall risk management, as well as written policies covering specific areas such as foreign exchange risk, interest rate risk, credit risk, use of derivative and non-derivative financial instruments and investing excess liquidity. The Scheme also follows guidelines issued by the Retirement Benefits Authority in respect of maximum investment in different types of investments.

Notes to the Financial Statements (Continued)

3. Financial Risk Management Objectives and Policies (Continued)

a) Market risk

i) *Foreign exchange risk*

The Scheme operates mainly within Kenya and its assets and liabilities are reported in the local currency. The Scheme also invests internationally and is exposed to foreign exchange risk arising from various currency exposures, primarily with respect to the USD dollar. Foreign exchange risk arises from investment in offshore investments.

The Scheme's evaluation of currency risk is low because the funds are held for a long-term period and any currency losses are expected to be recouped through interest income received and which comprises the value of the fund. The investment manager manages foreign exchange risk by limiting offshore investments to strategic range of 15% of total portfolio.

ii) *Price risk*

The Scheme is exposed to equity securities price risk because of investments in quoted shares classified at fair value through profit and loss. The Scheme is also exposed to the risk that the value of debt securities will fluctuate due to changes in market value. To manage its price risk arising from investments in equity and debt securities, the Scheme diversifies its portfolio. For equities, the Scheme has invested in companies in different sectors of the economy, while for debt securities; the Scheme has invested in bonds of varying maturities. Diversification of the portfolio is done in accordance with resolutions passed on investments during quarterly trustees' meetings. All quoted shares held by the Scheme are traded on the Nairobi Securities Exchange (NSE).

b) Credit risk

Credit risk arises from cash and cash equivalents, fixed deposits, interest bearing investments and deposits with banks. As part of the credit risk management system, the investment manager and the Trustees monitor and review information on significant investment. The Trustees have approved a larger portfolio investment with the Government of Kenya debt securities which have a low credit risk and no default record. The credit risk for liquid funds and bank balances is limited because the counter parties are banks with high credit ratings assigned by the regulator. For other investments the Trustees ensure that the issuers of the investments have been assessed so as to reduce the risk of non-recoverability of the amounts invested as well as the interest accrued on the same.

Notes to the Financial Statements (Continued)

3. Financial Risk Management Objectives and Policies (Continued)

b) Credit risk (continued)

The amount that best represents the Scheme's maximum exposure to credit risk at 30 June 2024 is made up as follows:

	2024 Kshs	2023 Kshs
Government Securities	1,176,813,557	1,213,810,116
Fixed and Time Deposits	170,714,159	281,942,569
Bank Balances	59,404,082	77,668,811
Corporate Bonds	7,529,192	7,727,517
	1,414,460,989	1,581,149,014

There are no collateral held against these assets. There are no concentration risks as the investments are diversified.

c) Liquidity risk

The Scheme is required to make periodic payment in respect of pension payments when members retire from the Scheme, and is therefore exposed to the risk of difficulty in raising funds to make such payments. It therefore invests a portion of its assets in investments that are readily convertible to cash. The investment managers monitor the Scheme's liquidity on a regular basis and the trustees review it on a quarterly basis.

The undiscounted liabilities payable after year end were:

	2024 Kshs	2023 Kshs
Unpaid Benefits and Other Payables	20,241,049	51,022,753

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Notes to the Financial Statements (Continued)

4 Transfers In	2024	2023
	Kshs	Kshs
Receipts from Other Schemes	-	59,582,991
This represents amounts received from PCK SPF (in liquidation) in respect of upgraded members.		
5 Benefits Paid and on Account of Leavers		
Lumpsum Retirement Benefits	71,520,190	184,373,636
Monthly Pensions	300,285,200	291,092,786
Death Benefits	-	3,582,080
	371,805,390	479,048,502
6 Investment Income		
Dividends from Quoted Equities	15,179,285	23,808,084
Interest on Term Deposits	36,077,804	15,451,756
Interest on Treasury Bonds	159,818,858	181,815,045
Interest on Corporate Bonds	929,874	929,874
Discount on Treasury Bills	2,311,991	5,782,615
Rental Income	91,100,644	94,551,992
Rebate Commission	19,398	-
Miscellaneous Income	467,227	455,817
Gain on Sale of Quoted Equities	(17,213,621)	2,929,938
Loss on Sale / Maturity of Treasury Bonds	(8,167,948)	(9,328,665)
Forex Deposits Realised Capital Loss / Gain	(1,040,085)	-
Gain on Sale of Offshore Investments	(8,114,493)	-
	271,368,932	316,396,457
7 Change In Fair Value of Financial Assets		
Fair Value (Loss) / Gain on Quoted Equities	6,752,738	(61,697,374)
Fair Value Loss on Treasury Bonds	(19,669,234)	(57,528,881)
Fair Value (Loss) / Gain on Offshore Investments	(6,067,759)	9,700,732
Fair Value Gain on Corporate Bonds	18,244	(9,175)
Decrease / (Increase) in Provision (IFRS 9)	(46,951)	(14,935,743)
	(19,012,962)	(124,470,440)
8 Investment Management Expenses		
Residential Investment Property Expenses	5,905,591	6,466,858
Commercial Investment Property Expenses	23,393,164	19,813,088
Management Fees	4,493,757	5,127,960
Custody Fees	1,810,250	2,175,892
	35,602,761	33,583,798

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Notes to the Financial Statements (Continued)

9 Administrative Expenses	2024 Kshs	2023 Kshs
Staff Costs	15,189,447	16,381,211
Actuarial Fees	873,600	1,113,600
Audit Fees	442,850	430,520
RBA Levy	5,000,000	5,000,000
Trustee Allowances and Expenses	5,340,121	7,172,240
Members Annual General Meeting Expenses	1,700,566	2,326,023
Office Rent, Service Charge and Car Parking Fees	2,907,033	3,869,429
Subscriptions and Annual Licences	1,181,112	2,045,928
Insurance	1,391,610	1,201,409
Training and Development	-	271,343
Legal Fees	13,209	614,632
Printing and Stationery	154,939	237,685
Motor Vehicle Running Costs	189,943	126,927
Travel and Subsistence	1,978,379	3,372,625
Advertising	171,707	221,158
Bank and Other Transaction Charges	2,239,631	2,513,557
Journals and Periodicals	44,530	33,984
Office Equipment Repairs and Maintenance	58,399	95,241
Depreciation on Property and Equipment	740,526	862,194
Amortisation of Intangible Assets	27,076	420,536
Other Administrative Expenses	582,567	575,508
IFRS 9 Consultancy Fees	250,000	250,000
Customer Service	-	8,439
Procurement & Disposal Services	52,835	28,130
Increase in Provision for Doubtful Debts	38,128,465	29,916,353
	78,658,547	79,088,673
10 Prior Year Adjustments		
This Relates to Credit Note For 2022 IFRS 9 Fee For 2022	-	135,720
11 Intangible Assets		
Cost		
At Start of the Year	25,142,637	25,038,005
Additions	109,852	104,632
At End of the Year	25,252,489	25,142,637
Amortisation		
At Start of the Year	24,931,246	24,183,781
Charge for the Year	51,247	747,465
At End of the Year	24,982,493	24,931,246
Net Book Value	269,996	211,391

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Notes to the Financial Statements (Continued)

12 Property and Equipment

	Motor Vehicles Kshs	Furniture And Fittings Kshs	Office Equipment Kshs	Computers Kshs	Total Kshs
Cost / Valuation					
At 1 July 2022	9,623,445	8,331,914	1,533,747	12,244,913	31,734,019
Additions	-	-	98,400	557,000	655,400
Revaluation	-	-	-	-	-
At 30 June 2023	9,623,445	8,331,914	1,632,147	12,801,913	32,389,419
At 1 July 2023	9,623,445	8,331,914	1,632,147	12,801,913	32,389,419
Additions	-	-	723,278	1,423,200	2,146,478
Revaluation	-	-	-	-	-
At 30 June 2024	9,623,445	8,331,914	2,355,425	14,225,113	34,535,897
Depreciation					
At 1 July 2022	7,643,765	7,988,925	1,161,275	11,358,209	28,152,174
Charge for the Year	660,320	44,145	76,472	751,537	1,532,474
At 30 June 2023	8,304,085	8,033,070	1,237,747	12,109,746	29,684,648
At 1 July 2023	8,304,085	8,033,070	1,237,747	12,109,746	29,684,648
Charge for the Year	660,319	44,145	215,359	481,754	1,401,577
At 30 June 2024	8,964,404	8,077,215	1,453,106	12,591,500	31,086,225
Net Book Value					
At 30 June 2024	659,041	254,699	902,319	1,633,613	3,449,673
At 30 June 2023	1,319,360	298,844	394,400	692,167	2,704,771

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Notes to the Financial Statements (Continued)

13 Investments

(a) Investment Property

	Value as at 1st July	Capital Expenditure	Market Value Gain	Value as at 30 June
Year Ended 30 June 2024				
IR18339 - L.R. 1870/VI/270 to 305: - Lantana Rd	1,160,000,000	-	-	1,160,000,000
IR18339 - L.R. 1870/VI/268 to 269: - Lantana Rd	136,000,000	-	-	136,000,000
Nrb/Block 23/251/2 to 233: - Likoni Lane	370,000,000	-	-	370,000,000
Voi/Block 1956/197	6,000,000	-	-	6,000,000
LR No. Msa Block XXIV/113 and XXIV/114	1,230,000,000	354,670	-	1,230,354,670
Ronald Ngala PO - 209/2300	320,000,000	-	-	320,000,000
Total	3,222,000,000	354,670	-	3,222,354,670

	Value as at 1st July Kshs	Capital Expenditure Kshs	Market Value Gain Kshs	Value as at 30 June Kshs
Year Ended 30 June 2023				
IR18339 - L.R. 1870/VI/270 to 305: - Lantana Rd	1,160,000,000	-	-	1,160,000,000
IR18339 - L.R. 1870/VI/268 to 269: - Lantana Rd	136,000,000	-	-	136,000,000
Nrb/Block 23/251/2 to 233: - Likoni Lane	370,000,000	-	-	370,000,000
Voi/Block 1956/197	6,000,000	-	-	6,000,000
LR No. Msa Block XXIV/113 and XXIV/114	1,230,000,000	-	-	1,230,000,000
Ronald Ngala PO - 209/2300	320,000,000	-	-	320,000,000
Total	3,222,000,000	-	-	3,222,000,000

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Notes to the Financial Statements (Continued)

	Value as at 1st July Kshs	Additions At Cost Kshs	Disposals Proceeds Kshs	Gain/(Loss) on Disposal Kshs	Accrued Interest Adjustment Kshs	IFRS 9 Provision Movement Kshs	Fair Value Change Kshs	Value as at 30 June Kshs
Year Ended 30 June 2024								
Quoted Equities	272,762,130	-	(83,999,208)	(17,213,620)	-	-	6,752,738	195,515,661
Treasury Bonds	1,184,176,147	202,026,633	(165,948,112)	(8,167,948)	-	(1,547,712)	(19,669,234)	1,176,813,558
Treasury Bills	29,633,969	-	(28,568,600)	-	-	(698,089)	-	(0)
Corporate Bonds	7,727,517	-	-	-	-	-	18,244	7,529,192
Offshore Investments	32,092,346	36,739,599	(35,799,391)	8,114,493	-	-	(6,067,810)	26,958,271
	1,526,392,109	238,766,232	(314,315,311)	(17,267,074)	-	(2,245,801)	(18,966,062)	1,406,816,680
Fixed and Time Deposits	281,942,569	2,356,967,953	(2,467,156,953)	-	(1,659,158)	(2,356,966)	-	170,714,159
	1,808,334,679	2,595,734,185	(2,781,472,264)	(17,267,074)	(1,659,158)	(4,602,767)	(18,966,062)	1,577,530,839
Year Ended 30 June 2023								
Quoted Equities	385,973,491	-	(54,443,908)	2,929,939	-	-	(61,697,391)	272,762,130
Treasury Bonds	1,505,803,214	66,031,350	(346,808,811)	(9,328,664)	-	(11,768,939)	(57,528,886)	1,184,176,147
Treasury Bills	110,655,265	52,482,265	(140,880,115)	-	1,065,369	895,850	-	29,633,969
Corporate Bonds	7,626,830	-	-	-	157,517	106,197	9,700,732	7,727,517
Offshore Investments	22,391,614	-	-	-	-	-	-	32,092,346
	2,032,450,414	118,513,615	(542,132,834)	(6,398,725)	1,222,886	(10,766,892)	(109,525,545)	1,526,392,109
Fixed and Time Deposits	77,777,495	1,564,934,000	(1,364,140,000)	-	2,698,569	(4,655,329)	-	281,942,569
	2,110,227,909	1,683,447,615	(1,906,272,834)	(6,398,725)	3,921,455	(15,422,221)	(109,525,545)	1,808,334,679

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Notes to the Financial Statements (Continued)

14 Investments allocation	Amount Kshs	Portfolio Percentage	RBA Limit Percentage
Offshore Investments	26,958,271	0.56%	15.00%
Cash Balances	59,404,082	1.22%	5.00%
Fixed and Call Deposits	170,714,159	3.52%	30.00%
Local and Regional Quoted Equities	195,515,661	4.03%	70.00%
Kenya Government Securities	1,176,813,557	24.26%	90.00%
Investment Property	3,222,354,670	66.42%	30.00%
	<u>4,851,760,399</u>		

Investment property allocation is at 63% which is above the prescribed limit of 30.00% set by the Retirement Benefits Authority.

15 Accounts receivable	2024 Kshs	2023 Kshs
Rent Income Receivable		
- Due from Postal Corporation of Kenya	320,211,282	286,685,584
- Due from Other Tenants	21,875,447	20,391,220
Less: Provision for Impairment	(333,070,332)	(299,544,634)
	<u>9,016,397</u>	<u>7,532,171</u>
Dividend income receivable	5,201,834	6,456,414
Due from PCK Staff Retirement Benefits Scheme	25,209,928	49,066,944
Other Receivables	8,041,139	5,782,354
	<u>47,469,298</u>	<u>68,837,882</u>

15 Accounts receivable (Continued)

The Trustees have reviewed the collectability of accounts receivable and determined that a credit risk arises from rent receivable. In view of this, the Trustees have made a provision for the portion of receivables whose recovery is in doubt.

Provision for impairment losses is identified by long outstanding balances which the Trustees consider as uncollectable. Long outstanding balances identified from such analyses are considered for inclusion in the allowance for doubtful debts. The Scheme uses the International Financial Reporting Standard (IFRS 9) impairment model for providing for expected credit losses (ECLs).

Postal Corporation of Kenya
Staff Pension Scheme Annual Report and Financial Statements
For the Year Ended 30th June 2024

Notes to the Financial Statements (Continued)

	2024	2023
	Kshs	Kshs
16 Cash and Bank Balances		
Custodial Account	151,050	1,105,692
Rent and Operating Accounts	59,445,373	76,808,798
Cash at Hand	254,296	42,166
IFRS 9 Provision	(446,637)	(287,844)
	59,404,082	77,668,811
For Purposes of Statement Of Cash Flows, Cash And Cash Equivalents Comprise Of The Following:		
Cash and Bank Balances	59,404,082	77,668,811
Fixed and Time Deposits Maturing Within 90 Days	170,714,159	281,942,569
Treasury Bills Maturing Within 90 Days	-	-
	230,118,240	359,611,381
17 Unpaid Benefits and Other Payables		
Unpaid Benefits	20,241,049	51,022,753
Rent and Utility Bills Deposits	9,308,610	9,308,610
Audit Fees Payable	692,851	1,119,001
Tenants Refundable Deposits	11,200,000	14,700,000
Actuarial Fees Payable	556,800	1,070,400
Fund Management Fees Payable	1,526,862	1,756,861
Custody Fees Payable	305,908	333,959
RBA Levy Payable	5,000,000	5,000,000
Sundry Creditors	17,715,853	17,804,600
	66,547,934	102,116,183
18 Members Balances		
At 1st July	5,037,537,403	5,377,762,576
Transfers In	-	59,582,991
Transfers Out	-	(13,208)
Withdrawals for The Year	(371,805,390)	(479,048,502)
Investment Income	271,368,932	316,396,457
Fair Value (Loss) / Gain on Financial Assets	(19,012,962)	(19,012,962)
Fair Value Gain on Investment Property	-	-
Investment Management Expenses	(35,602,761)	(33,583,798)
Administrative Expenses	(78,658,547)	(79,088,673)
At 30th June	4,803,826,676	5,037,537,403

Notes to the Financial Statements (Continued)

19 Contingent Liabilities

i). Case I - Past service members vs. PCK Staff Pension Scheme Trustees

In the year 2017, some members of the scheme whose benefits were transferred from the previous scheme (Kenya Post and Telecommunication Corporation (KP&TC) Pension Scheme), filed a suit with the Retirement Benefits Authority citing that their benefits needed to be computed on the rules and regulations of the Kenya Post and Telecommunication Corporation (KP&TC) Pension Scheme and not Postal Corporation of Kenya Staff Pension Scheme rules and regulations.

The Retirement Benefits Authority directed that the trustees of the scheme to recalculate the benefits for the concerned members using KPTC Pension Scheme, TelePosta Pension Scheme and PCK Staff Pension Scheme rules and regulations respectively based on the years of service under each employer and make the necessary adjustments.

Upon re-computation of the benefits based on the Retirement Benefits Authority directive, it emerged that the benefits paid to the concerned members were overstated and not understated as was initially thought. This scenario has been communicated to the Retirement Benefits Authority. However, the matter has not been concluded and the financial impact on the Scheme (if any exists) has not been determined.

ii). Case II - Maringo KP&TC Estate owners vs. PCK Staff Pension Scheme Trustees

The Trustees of the Scheme have a law suit in court with owners of Maringo KP&TC Estate in relation to disputed unpaid land rent and rates and the matter is ongoing. No liability has been recognised in these financial statements since in the opinion of the trustees the scheme has no legal standing to cater for the land rent and rates of the said estate. The lawyers however estimate that if the claimants succeed with the litigation, the likely liability would be Kshs. 5,000,000 in legal costs which may be awarded by the court against the scheme and a further Kshs. 5,000,000 which may be awarded against the scheme for the unpaid land rent and rates.

20 Related Party Transactions

Related parties comprise of the Trustees, the administrator, Postal Corporation of Kenya (the sponsor) and other schemes set up by the sponsor (Postal Corporation of Kenya Staff Retirement Benefits Scheme and Postal Corporation of Kenya Staff Provident Fund). Receivables and payables as at year end in relation to related parties were as follows:

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Notes to the Financial Statements (Continued)

20 Related Party Transactions

Related parties comprise of the Trustees, the administrator, Postal Corporation of Kenya (the sponsor) and other schemes set up by the sponsor (Postal Corporation of Kenya Staff Retirement Benefits Scheme and Postal Corporation of Kenya Staff Provident Fund). Receivables and payables as at year end in relation to related parties were as follows:

	2024 Kshs	2023 Kshs
Rent receivable from Postal Corporation of Kenya (note 13)	320,211,282	286,685,584
Due from PCK Staff retirement benefits scheme (note 13)	25,209,928	49,066,944

21 Capital Commitments

The Scheme had no capital commitments as at 30 June 2024.

22 Comparatives

Where necessary comparative figures have been adjusted to conform with changes in presentation in the current year.

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Appendices

Appendix I - Regional quoted equities

	Number of Shares of Shares 1-Jul-2023	Number of Shares Additions	Number of Shares (Disposals)	Number of Shares 30-Jun-2024	Market Value At 1-Jul-2023	Purchases at Cost	Disposal Proceeds	Realised Gain/(Loss) on Disposal	Unrealised Market Gain/(Loss)	Market Value At 30-Jun-2024
ABSA Bank Kenya Plc Ord 0.50	506,880	-	(306,880)	200,000	5,981,184	-	(3,621,184)	116,290	440,000	2,800,000
Diamond Trust Bank Kenya Ltd Ord 4.00	57,570	-	-	57,570	2,869,865	-	-	-	(192,860)	2,677,005
Equity Group Holdings Plc Ord 0.50	1,227,500	-	(400,000)	827,500	46,951,875	-	(16,211,486)	(524,180)	4,221,486	34,961,875
KCB Group PLC Ord 1.00	1,577,409	-	(679,342)	898,067	46,218,084	-	(19,904,721)	(8,693,957)	1,751,231	28,064,594
Stanbic Holdings PLC ord.5.00	122,000	-	(80,000)	42,000	13,572,500	-	(8,535,417)	408,759	(238,583)	4,798,500
Standard Chartered Bank Kenya Ltd Ord 5.00	50,114	-	-	50,114	8,043,297	-	-	-	1,678,819	9,722,116.00
The Co-operative Bank of Kenya Ltd Ord 1.00	1,061,481	-	-	1,061,481	12,950,056	-	-	-	530,740	13,480,796
TPS Eastern Africa Ltd Ord 1.00	-	-	-	-	-	-	-	-	-	-
Bamburi Cement Ltd Ord 5.00	-	-	-	-	-	-	-	-	-	-
KenGen Co. PLC Ord. 2.50	1,080,189	-	-	1,080,189	2,495,237	-	-	-	86,415	2,581,652
Kenya Power & Lighting Co Plc Ord 2.50	-	-	-	-	-	-	-	-	-	-
Centum Investment Co PLC Ord 0.50	-	-	-	-	-	-	-	-	-	-
East African Breweries Ltd Ord 2.00	138,200	-	(75,680)	62,520	21,421,001	-	(11,730,400)	(2,812,223)	(515,790)	9,174,810
Safaricom Plc Ord 0.05	6,414,800	-	(1,371,200)	5,043,600	112,259,000	-	(23,996,000)	(5,708,308)	(1,008,720)	87,254,280
	12,236,143	-	(2,913,102)	9,323,041	272,762,098	-	(83,999,208)	(17,213,620)	6,752,738	195,515,627

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Appendices (Continued)

Appendix II - Treasury bonds

	Historical		Nominal		Dirty/ Full		Purchases Cost Kshs	Purchases Nominal Kshs	Disposal Proceeds Kshs	Disposal Nominal Kshs	Realised Gain/ (Loss) Disposal Kshs	Dirty/ full		Unrealised Mkt Gain /	Nominal		Dirty/ Full
	Cost 01.07.2023 Kshs	Value 1-Jul-2023 Kshs	Mkt Value 1-Jul-2023 Kshs	Value 1-Jul-2023 Kshs	Price Per 100 30-Jun-2024 Kshs	(Loss) 30.06.2024 Kshs						Value 30-Jun-2024 Kshs					
TBOND IFB1/2015/12	19,402,600	12,000,000	12,074,712	-	-	(7,650,000)	188,175	97.80	(125,241)	4,350,000	4,254,474						
TBOND FXD1/2019/15	24,708,920	10,000,000	9,535,090	-	-	-	-	94.98	(44,160)	10,000,000	9,498,000						
TBOND FXD1/2018/25	49,695,860	45,000,000	41,672,385	-	-	-	-	90.26	(1,090,620)	45,000,000	40,614,930						
TBOND FXD1/2011/20	23,287,518	25,000,000	20,011,175	-	-	-	-	79.84	(65,425)	25,000,000	19,959,475						
TBOND FXD1/2018/20	127,665,084	115,000,000	108,417,055	-	(63,844,048)	(80,000,000)	(8,617,392)	93.64	(248,010)	35,000,000	32,773,860						
TBOND FXD2/2013/15	191,453,189	172,000,000	162,493,044	-	-	-	-	87.51	(12,084,720)	172,000,000	150,521,672						
TBOND FXD1/2009/15	10,693,593	-	-	-	-	-	-	-	-	-	-						
TBOND FXD1/2019/2	7,041,960	-	-	-	-	-	-	-	-	-	-						
TBOND FXD2/2016/5	29,994,550	-	-	-	-	-	-	-	-	-	-						
TBOND FXD1/2017/5	29,999,300	-	-	-	-	-	-	-	-	-	-						
TBOND FXD2/2017/5	45,015,400	-	-	-	-	-	-	-	-	-	-						
TBOND FXD1/2019/5	6,000,000	6,000,000	6,224,532	-	(6,000,000)	(6,000,000)	17,694	-	(0)	-	-						
TBOND FXD2/2019/5	20,000,000	-	-	-	-	-	-	-	-	-	-						
TBOND FXD2/2018/10	5,000,000	5,000,000	4,674,275	-	-	-	-	87.32	(311,950)	5,000,000	4,365,760						
TBOND FXD1/2019/10	16,029,442	-	-	-	-	-	-	-	-	-	-						
TBOND FXD1/2018/10	14,128,220	14,000,000	13,784,722	-	-	-	-	90	(1,131,844)	14,000,000	12,662,636						
TBOND FXD1/2017/10	14,910,750	5,000,000	5,083,350	-	-	-	-	95	(323,050)	5,000,000	4,763,860						
TBOND FXD1/2016/10	10,000,000	-	-	-	-	-	-	-	-	-	-						
TBOND FXD2/2010/10	27,649,300	-	-	-	-	-	-	-	-	-	-						
TBOND FXD1/2012/10	23,636,208	-	-	-	-	-	-	-	-	-	-						
TBOND FXD1/2013/10	112,724,068	-	-	-	-	-	-	-	-	-	-						

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Appendices (Continued)

Appendix II - Treasury bonds

	Historical Cost	Nominal Value	Dirty/ Full Mkt Value	Purchases		Disposal		Realised Gain/ (Loss) On Disposal	Dirty / full Price Per 100	Unrealised Mkt Gain / (Loss)	Nominal		Dirty / Full Mkt Value
				Cost	Nominal	Proceeds	Nominal				Value	Value	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	30-Jun-2024	30.06.2024	Kshs	Kshs	30.06.2024
TBOND FXD1/2007/15	3,906,000	-	-	-	-	-	-	-	-	-	-	-	-
TBOND FXD2/2007/15	5,570,107	-	-	-	-	-	-	-	-	-	-	-	-
TBOND FXD1/2008/15	81,670,470	-	-	-	-	-	-	-	-	-	-	-	-
TBOND FXD1/2018/15	65,817,650	65,000,000	58,828,120	-	-	-	-	90.03	(354,705)	65,000,000	65,000,000	58,518,590	
TBOND FXD2/2018/15	60,126,800	50,000,000	45,975,950	-	-	-	-	91.54	(239,700)	50,000,000	50,000,000	45,771,300	
TBOND FXD2/2010/15	10,849,094	10,000,000	9,026,100	-	-	-	-	90.57	25,650	10,000,000	10,000,000	9,056,700	
TBOND FXD1/2012/15	108,422,913	20,000,000	18,624,600	-	-	-	-	87.87	(1,061,920)	20,000,000	20,000,000	17,574,780	
TBOND FXD1/2013/15	72,580,817	35,000,000	32,918,305	-	-	-	-	87.90	(2,174,130)	35,000,000	35,000,000	30,765,805	
TBOND FXD2/2019/15	42,127,100	40,000,000	36,307,600	-	-	-	-	90.49	(137,640)	40,000,000	40,000,000	36,197,960	
TBOND FXD3/2019/15	62,064,400	62,000,000	57,069,264	-	-	-	-	91.92	(120,776)	62,000,000	62,000,000	56,990,524	
TBOND FXD1/2008/20	56,930,248	25,000,000	24,645,800	-	-	-	-	89.72	(2,234,100)	25,000,000	25,000,000	22,430,575	
TBOND FXD1/2012/20	96,689,337	103,500,000	91,009,206	-	-	-	-	87.34	(679,271)	103,500,000	103,500,000	90,398,142	
TBOND FXD1/2016/20	49,965,700	52,000,000	51,354,316	0	0	0	0	98.72	(58,916)	52,000,000	52,000,000	51,335,440	
TBOND FXD2/2018/20	75,273,770	69,000,000	66,519,036	0	0	0	0	95.59	(610,650)	69,000,000	69,000,000	65,958,411	
TBOND FXD1/2019/20	53,153,844	47,000,000	43,089,553	-	-	-	-	90.55	(564,376)	47,000,000	47,000,000	42,558,406	
TBOND SDB1/2011/30	44,134,000	49,000,000	43,207,318	-	-	-	-	86.36	(924,483)	49,000,000	49,000,000	42,315,126	
TBOND IFB1/2009/12	12,487	-	-	-	-	-	-	-	-	-	-	-	-
TBOND IFB1/2016/15	5,576,580	-	-	-	-	-	-	-	-	-	-	-	-
TBOND IFB1/2011/12	1,476,199	1,750,000	1,815,641	-	(1,750,000)	(1,750,000)	(6,795)	-	-	-	-	-	-
TBOND IFB1/2013/12	10,820,949	-	-	-	-	-	-	-	-	-	-	-	-
TBOND IFB1/2014/12	37,477,943	-	-	-	-	-	-	-	-	-	-	-	-

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Appendices (Continued)

Appendix II - Treasury bonds

	Historical Cost		Nominal Value		Dirty / Full Mkt Value		Purchases		Disposal Proceeds		Disposal Nominal		Realised Gain / (Loss) On Disposal		Dirty / Full Price Per 100		Unrealised Mkt Gain / (Loss)		Nominal Value		Dirty / Full Mkt Value	
	01.07.2023	Kshs	1-Jul-2023	Kshs	1-Jul-2023	Kshs	Cost	Nominal	Kshs	Kshs	Nominal	Kshs	Disposal	Kshs	30-Jun-2024	Kshs	30.06.2024	Kshs	30-Jun-2024	Kshs	30.06.2024	Kshs
TBOND IFB1/2017/7	25,055,450		10,000,000		10,174,490		-	-	-	-	-	-	-	-	101.29		(52,850)		10,000,000		10,128,510	
TBOND FXD2/2015/5	35,046,550		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND FXD1/2016/5	34,914,050		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND FXD1/2014/10	49,805,886		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND FXD3/2007/15	67,080,342		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND IFB1/2016/9	14,416,801		8,223,968		8,377,797		-	-	-	-	-	-	-	-	101.44		(40,931)		8,223,968		8,342,516	
TBOND IFB1/2019/16	19,175,000		20,000,000		17,359,340		-	-	-	-	-	-	-	-	92.61		1,149,440		20,000,000		18,521,680	
TBOND FXD3/2019/5	20,000,000		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND IFB1/2021/018	7,000,000		-		-		-	-	-	-	-	-	-	-	104.41		-		-	-	-	-
TBOND IFB1/2021/16	4,500,000		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND FXD1/2010/25	-		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND FXD1/2021/25	131,191,503		24,000,000		23,034,384		-	-	-	-	-	-	-	-	92.55		(839,568)		24,000,000		22,213,176	
TBOND FXD1/2021/5	5,000,000		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND FXD1/2021/20	50,130,200		50,000,000		48,945,800		-	-	-	-	-	-	-	-	95.55		(1,209,550)		50,000,000		47,773,200	
TBOND IFB1/2022/19	29,883,300		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND FXD1/2022/15	46,123,550		45,000,000		43,771,320		-	-	(10,802,978)	(12,000,000)	(561,418)	-	-	-	97.00		(113,619)		33,000,000		32,010,627	
TBOND FXD3/2019/10	14,506,500		15,000,000		13,857,300		-	-	-	-	-	-	-	-	90.99		(217,995)		15,000,000		13,648,800	
TBOND IFB1/2021/2	24,933,350		-		-		-	-	-	-	-	-	-	-	-		-	-	-	-	-	-
TBOND FXD1/2022/10	25,504,000		25,000,000		24,000,025		-	-	-	-	-	-	-	-	94.97		(276,975)		25,000,000		23,741,600	
TBOND FXD1/2022/25	5,008,850		5,000,000		4,849,620		-	-	-	-	-	-	-	-	91.61		(272,840)		5,000,000		4,580,680	
TBOND IFB1/2023/7	24,988,700		25,000,000		25,444,850		-	-	(25,334,175)	(25,000,000)	8,975	-	-	-	-		-	-	-	-	-	-

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Appendices (Continued)

Appendix II - Treasury bonds

	Historical		Nominal		Dirty / Full		Purchases		Disposal		Realised		Dirty / full		Unrealised		Nominal		Dirty / Full											
	Cost	1-Jul-2023	Value	Kshs	Mkt Value	1-Jul-2023	Kshs	Cost	Kshs	Nominal	Kshs	Proceeds	Nominal	Kshs	Disposal	Kshs	On	Disposal	Kshs	Per 100	Kshs	30-Jun-2024	Kshs	30-Jun-2024	Value	Kshs	30.06.2024	Mkt Value		
																													01.07.2023	Kshs
Tbond Ifb1/2024/8.5	-	-	-	-	-	-	64,142,930	65,000,000	65,000,000	(15,822,554)	(15,822,554)	(15,000,000)	(15,000,000)	1,108,244	1,108,244	111.77	3,107,430	50,000,000	50,000,000	55,883,300	111.77	3,107,430	50,000,000	50,000,000	55,883,300	111.77	3,107,430	50,000,000	50,000,000	55,883,300
Tbond Fxd1/2024/003	-	-	-	-	-	-	60,091,106	60,000,000	60,000,000	(10,178,803)	(10,178,803)	(10,000,000)	(10,000,000)	(241,735)	(241,735)	110.26	1,242,982	50,000,000	50,000,000	55,131,100	110.26	1,242,982	50,000,000	50,000,000	55,131,100	110.26	1,242,982	50,000,000	50,000,000	55,131,100
Tbond Fxd1/2023/005	-	-	-	-	-	-	38,111,108	40,000,000	40,000,000	(24,565,555)	(24,565,555)	(25,000,000)	(25,000,000)	(63,696)	(63,696)	104.85	1,086,067	15,000,000	15,000,000	15,727,110	104.85	1,086,067	15,000,000	15,000,000	15,727,110	104.85	1,086,067	15,000,000	15,000,000	15,727,110
Tbond Fxd1/2023/002	-	-	-	-	-	-	19,979,857	20,000,000	20,000,000	-	-	-	-	-	-	106.16	20,763	20,000,000	20,000,000	21,231,580	106.16	20,763	20,000,000	20,000,000	21,231,580	106.16	20,763	20,000,000	20,000,000	21,231,580
Tbond Fxd1/2024/010	-	-	-	-	-	-	19,701,632	20,000,000	20,000,000	-	-	-	-	-	-	109.31	1,308,448	20,000,000	20,000,000	21,862,820	109.31	1,308,448	20,000,000	20,000,000	21,862,820	109.31	1,308,448	20,000,000	20,000,000	21,862,820
	2,387,946,399	1,265,473,968	1,265,473,968	1,184,176,075	1,184,176,075	202,026,633	205,000,000	205,000,000	(165,948,112)	(165,948,112)	(182,400,000)	(182,400,000)	(8,167,948)	(8,167,948)	(8,167,948)	(19,669,234)	1,288,073,968	1,288,073,968	1,176,813,558	(19,669,234)	1,288,073,968	1,288,073,968	1,288,073,968	1,176,813,558	(19,669,234)	1,288,073,968	1,288,073,968	1,176,813,558	(23,269,568)	1,176,813,558

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Appendices (Continued)

Appendix III - Treasury bills

Reference	Nominal Value 1-Jul-2023 Kshs	Cost 1-Jul-2023 Kshs	Accrued Interest 1-Jul-2023 Kshs	Market Value 1-Jul-2023 Kshs	Purchases Nominal Value Kshs	Purchases Cost Kshs	Disposal Cost Kshs	Disposal Proceeds Kshs	Market Value 30-Jun-2024 Kshs
TBILL 2406/364DAYS	10,000,000	9,094,800	880,332	9,094,800	-	-	(9,094,800)	0.00	-
TBILL 2550/091DAYS	-	-	-	-	20,000,000	-	-	-	-
TBILL 2556/091DAYS	-	-	-	-	35,000,000	-	-	-	-
TBILL 2527/364DAYS	20,000,000	19,473,800	185,037	19,473,800	-	-	(19,473,800)	0.00	-
Provision for Expected Credit Loss	-	-	-	-	-	-	-	-	-
	30,000,000	28,568,600	1,065,369	28,568,600	55,000,000	-	(28,568,600)	-	-

Postal Corporation of Kenya Staff Pension Scheme
Annual Report and Financial Statements
For the Year Ended 30th June 2024

Appendices (Continued)

Appendix IV - Corporate bonds

	Nominal Value		Accrued Interest		Dirty / Mkt Value		Purchases		Unrealised Market (Loss)/ Gain		Nominal Value		Cost		Accrued Interest		Dirty / Mkt Value	
	1-Jul-2023	1-Jul-2023	1-Jul-2023	1-Jul-2023	1-Jul-2023	1-Jul-2023	Nominal	Cost	30-Jun-2024	30-Jun-2024	30-Jun-2024	30-Jun-2024	30-Jun-2024	30-Jun-2024	30-Jun-2024	30-Jun-2024	30-Jun-2024	30-Jun-2024
	KES	KES	KES	KES	KES	KES	KES	KES	KES	KES	KES	KES	KES	KES	KES	KES	KES	KES
EABL - Fixed medium-term note (12.25%)	7,570,000	7,570,000	157,517	7,727,517	-	-	-	-	18,244	7,570,000	7,570,000	7,570,000	50,809	7,639,053				
Chase Bank - In receivership	7,000,000	7,000,000	-	7,000,000	-	-	-	-	-	7,000,000	7,000,000	7,000,000	-					
Imperial Bank - In receivership	3,000,000	3,000,000	-	3,000,000	-	-	-	-	-	3,000,000	3,000,000	3,000,000	-					
Imperial Bank - Chase Bank & Imperial Bank	-	-	-	-	-	-	-	-	-	-	-	-	-					
Provision for expected credit loss	-	-	-	-	-	-	-	-	-	-	-	-	-					
	17,570,000	17,570,000	157,517	17,727,517	-	-	-	-	18,244	17,570,000	17,570,000	17,570,000	50,809	7,529,192				

Appendix V - Offshore Investments

	Number of Shares of 1-Jul-2023		Number of Shares Disposed		Number of Shares of 30-Jun-2024		Mkt Value 1-Jul-2023		Purchases at Cost		Gain/Loss Realised		Unrealised Market Gain/(Loss)		Market Price 30-Jun-2024		Market Value at 30-Jun-2024	
	Units	Units	Units	Units	Units	Units	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Franklin US Opportunities Fund Class 1 (Acc)	2,466	8,570	10,046	990	23,812,726	23,966,251	6,928,129	(6,757,890)	11,809	11,686,432								
Satrix World Equity Tracker Fund	45,530	64,501	33,820	76,211	8,279,620	12,773,348	1,186,365	690,080	200	15,271,838								
					32,092,346	36,739,599	8,114,493	(6,067,810)	12,009	26,958,271								