

**PAG(K) PASTORS & STAFF PROVIDENT FUND
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2015

	Page No.
Table of Contents	
Trustees, advisers and other information	1
Report of the trustees	.2-.3
Statement of trustees' responsibilities	4
Report of the auditors	5
Financial statements:	
Statement of changes in net assets available for benefits	6
Statement of net assets available for benefits	7
Cash flow statement	8
Accounting policies	.9-10
Notes forming part of the financial statements	.11-22

RECEIVED

31 MAR 2016

Retirement Benefits
Authority

TRUSTEES, SERVICE PROVIDERS AND OTHER INFORMATION

TRUSTEES

The names of the members of Board of Trustees who served during the year are

- 1 Rev. Jotham Mativa
- 2 Rev. Alfred Kimano
- 3 Rev. Arthur Amiga
- 4 Rev. Enos Kweni
- 5 Rev. James Ogendi
- 6 Rev. James Magana
- 7 Rev. Peter Sitienei
- 8 Rev. Elkana Salamba
- 9 Rev. Emily Cherop

ACTUARIES

Actuarial Services Company Ltd.,
Victoria Towers, Upper Hill,
Nairobi.

ADMINISTRATOR

Rev. Nathan Ondego
Kisumu Town Church
P.O. Box 4087
Kisumu.

INVESTMENT MANAGERS

GenAfrica Assets Managers,
P.O. Box 79217
Nairobi

CUSTODIAN

Co-operative Bank of Kenya Ltd.,
P.O. Box 48231,
Nairobi,

AUDITORS

Ouko Reru & Company
Certified Public Accountants (K)
P.O. Box 1870
Kisumu.

REGISTERED OFFICE

The Address of the registered office is:
Pentecostal Assemblies of God-Kenya
P.O. Box 4087 - 40103,
Kisumu.

PAG(K) PASTORS & STAFF PROVIDENT FUND

REPORT OF THE TRUSTEES.

The trustees present their report together with the audited financial statements for the year ended 31 December 2015.

ESTABLISHMENT, NATURE AND STATUS OF THE FUND

The fund was established, and is governed, by a trust deed dated 10th February 2002. It is a defined contribution plan and provides, under the rules of the fund, retirement benefits for the pastors and staff of the Pentecostal Assemblies of God (PAG Kenya). It is an exempt plan but still has not received a letter of Exemption from Kenya Revenue Authority under the Income Tax Act.

MEMBERSHIP

a) Total Members

Contributing members

	2015	2014
Contributing members	4575	4575

b) Contributing members

At start of year
Joiners
Less: Leavers
At end of year

At start of year	4575	4609
Joiners	0	0
Less: Leavers	111	34
At end of year	4464	4575

FINANCIAL REVIEW

The statement of changes in net assets for benefits on page 6 shows an increase in the net assets of the fund for the year of Kshs 24,860,967 (2014: Kshs 37,453,446) and the statement of net assets available for benefits on page 7 shows the fund's net assets as Kshs 239,108,362 (2014: Kshs 214,247,395).

REPORT OF THE TRUSTEES, (CONTINUED)
INVESTMENT OF FUNDS

Under the terms of their appointment, Genesis Kenya Investment Management Ltd., which has since changed its name to GenAfrica Asset Managers is responsible for the investment of available funds.
The overall responsibility for investment and performance lies with the trustees.
Assets held in custody as at 31 December 2015 are as follows:

Assets Class	Mkt Value Kshs	Investment Portfolio %	RBA Limit %
Cash and Current Account	5,372.27	0.00	5
Fixed and time deposits	59,597,952.55	27.28	30
Ord. shares of		-	
Quated Co. in E.A.	53,145,139.40	24.33	70
Kenya Govt secu-T/bonds	79,467,543.98	36.38	70
Kenya Govt secu-T/bills	17,498,685.71	8.01	70
Corporate Bonds	8,725,320.30	3.99	30
Commercial Papers	-	-	30
	218,440,014.21	100.00	

ACTUARIAL POSITION

The last actuarial valuation was completed in 2004 by Actuarial Services Company Ltd, and independent firm of actuaries, using the projected unit method.

TRUSTEES

The Trustees who held office during the year are set out in page 1

AUDITORS

The auditors M/S Ouko Reru & Co. have shown their willingness to continue in office.

For the trustees

Chairman

 2016

PAG(K) PASTORS & STAFF PROVIDENT FUND

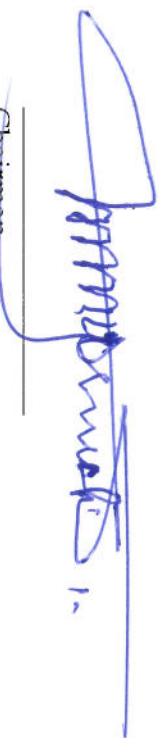
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2015


The Retirement Benefits (Occupational Retirement Benefit Schemes) Regulations, 2000 require the trustees to prepare financial statements in a prescribed form for each financial year. They also require the trustees to ensure that the fund keeps proper records of its income, expenditure, liabilities and assets, and that, contributions are remitted to the custodian in accordance with the rules of the fund.

The trustees accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Retirement Benefit Schemes) Regulations, 2000. The trustees further accept responsibility for the maintenance of accounting records that 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 purposes of the audit was correct and complete in every respect.

For the trustee


Chairman


Trustee

12/03 2016

Ouko Reru & Co.

P.O. Box 1870

Certified Public Accountants(K)

Ofafa Hall

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF PAG-KENYA
PASTORS & STAFF PROVIDEND FUND**

We have audited the accompanying financial statements of PAG(K) Pastors & Staff Providend Fund for the year ended 31 December 2015 set out on page 6 to 22

Respective responsibilities of trustees and auditors

The trustees are responsible for the preparation of the financial statements as set out on page 3. Our responsibility is to express an independent opinion on the financial statements based on our audit.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform our audit to obtain reasonable assurance that the financial statements are free from material misstatement. An audit includes an examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of the accounting policies used and significant estimates made by the trustees, as well as an evaluation of the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial transactions of the fund during the year ended 31 December 2015 and of the disposition at that date of its assets and liabilities to pay benefits falling due after the end of the year, in accordance with International Financial Reporting Standards.

Certified Public Accountants
Kisumu.


OUKO RERU AND Co
CERTIFIED PUBLIC ACCOUNTANTS & AUDITORS
P.O. BOX 1870 KISUMU


2016

PAGUKI PASIUKS & SIATU PROVIDENT FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref Statement of changes in net assets available for benefits

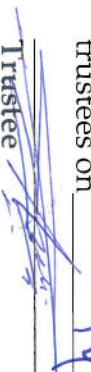
IAS ref	Details	Notes	2015	2014
			Kshs	Kshs
26p35(b) 26p35(b)	Income			
	Contributions receivable	1	22,312,905.26	18,995,620.50
	Transfers in	2	-	-
26p35(b)	Quoted shares		22,312,905.26	18,995,620.50
26p35(b) 26p35(b)	Expenditure			
	Benefits paid to Leavers	9	7,842,540.75	7,602,713.30
	Transfer out	2	-	-
26p35(b)			7,842,540.75	7,602,713.30
26p35(b)	Net additions(withdrawals from dealings with members			
			14,470,364.51	11,392,907.20
26p35(b)	Returns on investments			
	Investment income	3	21,166,946.84	17,496,686.00
	Change in fair value of investments	4	(3,586,602.36)	13,078,415.00
26p35(b)	Investment management expenses	5	(1,269,204.33)	(1,380,933.00)
	Net returns on investments		16,311,140.15	29,194,168.00
26p35(b)	Administrative expenses	6	5,920,537.66	3,133,628.00
	Increase in net assets for the year		24,860,967.00	37,453,446.00
	Net assets available for benefits at start of year		214,247,395.00	176,793,949.00
	Net assets available for benefits at end of year		239,108,362.00	214,247,395.00

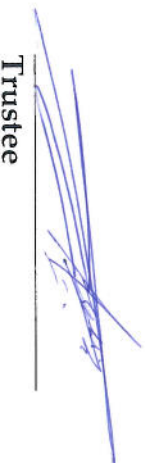
PAG(K) PASTORS & STAFF PROVIDENT FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref Statement of net assets available for benefits

	Details	Notes	2015 Kshs	2014 Kshs
1p66©	Investments	4		
	Kenya Govt secu-T/bonds	4,c	79,467,544	87,782,408
	Kenya Govt secu-T/bills	4,c	17,498,686	-
	Corporate Bond	4,c	8,725,320	7,887,147
	Commercial papers	4,c	-	2,975,862
	Equity Quoted shares	4,c	53,145,139	62,764,106
	Guaranteed funds	4,a	4,326,513	4,144,787
	Fixed and time deposits	11	59,597,953	38,400,021
	Total investments		222,761,155	203,954,331
1p53	Current assets	7		
7p45	Contributions due	8	12,318,523	5,813,749
1p53	Cash at Bank	8	1,737,952	1,778,842
	Other receivables and accrued income	8	4,166,501	4,314,180
			18,222,976	11,906,771
1p53	Less:current liabilities	9		
	Other payables and accrued expenses		1,875,768	1,613,708
			1,875,768	1,613,708
	Net current assets		16,347,208	10,293,064
	Net assets available for benefits	10	239,108,362	214,247,395

10p16 The financial statements on pages 6 to 23 were approved for issue by the trustees on 14/2/16 2016 and signed on their behalf by:


Trustee


Trustee

PAG(K) PASTORS & STAFF PROVIDENT FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref

Cash flow statement

	Details	Notes	2015 Kshs	2014 Kshs
	Cash flows from operating activities			
	Contributions received		16,642,438	17,364,836
	Transfers in		-	-
	Transfers out		-	-
	Withholding tax		-	-
	Benefits paid to members		(7,842,541)	(7,602,713)
	Administrative expenses paid	6	5,442,043	2,725,040
	Net cash from operations of the fund		14,241,940	12,487,162
7p21	Investing activities			
	Investment income received		18,556,672	14,669,285
	Investment management expenses paid		(1,269,204)	(1,380,933)
7p16©	Purchase of investments		(17,081,800)	(36,020,722)
7p16(d)	Proceeds from disposal of investments	4	16,068,032	41,490,882
	Net cash used in investing activities		16,273,700	18,758,512
	(Decrease)/increase in cash and cash equivs.			
			30,515,639	31,245,674
7p45	Movement in cash and cash equivalents			
	At start of year	11	38,546,592	14,577,171
	(Decrease)/Increase		-	-
7p28	Effects of exchange rate changes on cash and cash equivalents		-	-
	At end of year	11	59,603,325	38,546,592
		8		

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

IAS ref	Accounting policies
26p34(b)	The principal accounting policies adopted in the preparation of these
1p91(a),	financial statements are set out below:
1p97(b)	
1p97(a),	(a) Basis of preparation
1p11	The financial statements are prepared in accordance with and comply with International Financial Reporting Standards, the Retirement Benefits Act 1997 as amended, and the Retirement Benefits (Occupational Retirement Benefit schemes) Regulations, 2000.
1p46(d)	The financial statements summarize the transactions of the fund and deal with the net assets at the disposal of the trustees. They do not take account of obligations to pay benefits that fall due after the end of the year.
	The financial statements are presented in Kenya Shillings(Kshs), and are prepared under historical cost conventions as modified by the carrying of certain investments at fair value.
26p34(b)	(b) Contributions receivable
	Contributions from the members and employers are accounted for in the period in which they fall due
	© Transfers
	Transfers are recognized in the period in which members join from other schemes or leave for other schemes.
26p34(b)	(d)Benefits payable
	Benefits payable to seceding members are taken into account in the period in which they fall due.

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

IAS ref Accounting policies(Continued)

26p34(b) (e) Income from investments

(i)

Interest income is recognised for all interest bearing instruments on an accrual basis using the effective yield method based on the actual purchase price.

Interest income includes coupons earned on fixed income investments and accrued discount and premium on treasury bills and other discounted instruments.

(ii)

Dividends are recognized as income in the period in which the right to receive payment is established.

1 p99©

(f) Investments

39p68

All purchases and sales of investments are recognized on the trade date, which is the date the fund commits to purchase or sell the asset. The cost of purchase includes transaction costs. The trustees subsequently determine the appropriate classification of the fund's investments and re-evaluates such designation on a regular basis as follows:

Investments with fixed maturity that the trustees have intent and ability to hold to maturity are classified as held-to-maturity and are carried at amortized cost. All other investments are carried at fair value.

Investments are classified and carried at values as follows:

(i)

Quoted shares, commercial paper and corporate bonds are classified as other investments and carried at fair value.

The fair value of quoted shares is calculated by reference to the stock exchange quoted bid prices at the close of the business on the balance sheet date.

(ii)

Securities issued by the Kenya Government and fixed and time deposits are classified as held-to-maturity investments. They are carried at amortized cost (i.e. cost plus accrued discount or interest) and any premium or discount is amortized through income, using the effective yield method

Fair Value gains/(losses) arising on investments are credited/(debited) to the statement of changes in net assets available for benefits.

PAG(K) PASTORS & STAFF PROVIDENT FUND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref Notes forming part of the financial statements

1 Contributions receivable

	2015 Kshs	2014 Kshs
26p35(b) From Employers normal	11,156,452.63	9,497,810.25
26p35(b) From members Normal-	11,156,452.63	9,497,810.25
Additional-	-	-
	22,312,905.26	18,995,620.50

2a

Transfers in and out

Transfers values represent the amount receivable in respect of newly joined members from the provident funds of their previous employers or payable to the provident funds of new employers of members who have left service.

	2015 Kshs	2014 Kshs
26p35(b) Transfers in:		
Group transfers in from other schemes	-	-
Individual transfers in from other schemes	-	-
	-	-
26p35(b) Transfers out:		
Group transfers in out to other schemes	-	-
Individual transfers out to other schemes	-	-
	-	-

PAG(K) PASTORS & STAFF PROVIDENT FUND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref Notes forming part of the financial statements(continued)

3 Investment income

Dividends receivable:
Quoted shares(Kenya)-see 4,d
Interest and Discounts receivable:
Kenya Government securities
Com. paper & corp bonds
Fixed and time deposits(Kenya)
Other incomes and commissions

	2015 Kshs	2014 Kshs
	1,689,102.38	2,024,978.34
	13,141,833.96	11,799,158.61
	339,438.51	311,027.54
	5,810,941.97	3,195,751.77
	185,630.02	165,769.28
	21,166,946.84	17,496,685.54

1p66 (c) 4 Investments

Investments	Value at 1/1/2015 Kshs	Purchases at cost Kshs	sales proceeds Kshs	Change in fair value Kshs	Value at 31.12.15 Kshs
GOK secur-T/Bond	87,782,408	-	10,625,000	2,310,136	79,467,544
GOK secur-T/Bills	-	17,081,800	1,200,000	1,616,886	17,498,686
Corporate Bond	7,887,147	-	3,000,000	838,173	8,725,320
Commercial papers	2,975,862	-	1,243,032	24,138	-
Quoted shares(Kenya)	62,764,106	-	16,068,032	(8,375,935)	53,145,139
	161,409,523	17,081,800		(3,586,602)	158,836,689

4 Investments

4,a

	Value at 1/1/2015 Kshs	Interest Accrued Kshs	Change in fair value Kshs	Value at 31.12.15 Kshs
ICEA Guaranteed Funds	4,144,787.00	181,725.97	-	4,326,513
	4,144,787.00	181,725.97	-	4,326,513
TOTAL CHANGE IN FAIR VALUE			(3,586,602)	

PAG(K) PASTORS & STAFF PROVIDENT FUND
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref Notes forming part of the financial statements (continued)

4,b

Income statement for the year ended 31/12/15

Income	Kshs	Kshs
Interest from Government security:		
Received- T. Bonds		10,851,608.20
Accrued		1,873,340.05
Accrued-T. Bills		416,885.71
Interest from Corporate Bonds:		
Received		201,115.71
Accrued		138,322.80
Dividend income		1,689,102.38
Guaranteed funds-Interest accrued		181,725.97
Interest from fixed and call deposits		5,810,941.97
Interest from savings a/c-Baroda		3,904.05
Total Gross Income	A	21,166,946.84
Less: Expenses		
Coop Fund Management fees(see note 5)		1,269,204.33
Administrators fees-2015		780,000.00
Total change in fair value-Investments		3,586,602.36
Audit fees-2015		50,000.00
RBA Levy		358,588.00
<u>Trustees management expenses</u>		
as trustees		1,792,120.00
as prof advisers/ seminars/ Awareness		530,780.00
AGM		1,307,000.00
Legal fees		130,010.00
College of Insurance		670,000.00
Bank charges/ comm/ excise duty-Co-op		5,822.08
Bank charges-Baroda		400.00
Rent for Trustees offices		84,000.00
Tax consultants/ Acturials		141,910.00
Total Expenditures	B	10,706,436.77
Net Income for period 01.01.15-31.12.15	A-B	10,460,510.07

PAG(K) PASTORS & STAFF PROVIDENT FUND **FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2015

IAS rel Notes forming part of the financial statements (continued)
4,c Schedule of Changes in fair value of investments year
ended 31st December 2015

Government Security		Int. %	Nominal Value Kshs	Mkt value Kshs	Deposit date	Maturity date	Accrued interest
I: TREASURY BOND							
10 YR FXD1/2013	12.37	2,992,980.00	2,770,493.09	23.02.15	19.06.23	3,058.76	
10YR FXD1/06	14	3,182,400.00	3,141,814.21	26.08.11	14.03.16	124,615.38	
10YR FXD1/07	10.75	1,890,800.00	1,955,756.76	31.12.08	16.10.17	43,118.13	
10YR FXD1/09	13.25	566,160.00	562,922.02	27.04.09	15.04.19	12,935.44	
10YR FXD1/12	12.705	1,972,920.00	1,938,277.43	30.07.12	13.06.22	7,155.29	
10YR FXD1/14	12.18	3,068,301.00	2,888,557.24	17.10.14	15.01.24	157,603.85	
10YR FXD2/2010	9.307	4,107,000.00	4,258,874.45	25.07.11	19.10.20	84,403.85	
12YR IFB1/11	12	614,810.00	399,208.40	22.02.12	18.09.23	12,395.60	
12YR IFB1/13	11	7,412,000.00	7,606,340.75	30.09.13	15.09.25	227,252.75	
12YR IFB1/14	11	8,886,429.00	8,191,071.49	03.11.14	12.10.26	179,505.49	
12YR IFB1/15	11	5,826,600.00	5,480,871.56	30.03.15	15.03.27	170,439.56	
12YRFXD1/07	13	1,027,700.00	989,880.94	31.12.08	13.05.19	16,071.43	
12YR IFB2/09	12	4,380,750.20	2,250,404.59	07.12.09	23.11.21	23,505.49	
15YR FXD1/10	10.25	2,296,800.00	1,878,009.48	29.03.10	10.03.25	63,992.10	
15YR FXD1/12	11	925,400.00	858,024.54	24.09.12	06.09.27	30,521.98	
15YR FXD1/2013	11.25	9,260,000.00	8,795,048.94	24.02.14	07.02.28	398,695.05	
20YR FXD1/11	10	734,700.00	759,348.13	30.05.11	05.05.31	10,439.56	
20YR FXD1/12	12	1,742,770.00	1,766,777.26	27.05.13	01.11.32	25,054.95	
25YR FXD1/10	11.25	17,529,600.00	13,129,674.54	28.12.12	28.05.35	49,450.55	
5YR FXD1/11	7.636	5,230,500.00	5,668,722.11	05.08.11	25.01.16	181,145.22	
5YR FXD1/12	11.85	4,162,200.00	4,177,466.05	28.01.13	22.05.17	51,979.62	
TOTAL TREASURY BOND		87,810,820.20	79,467,543.98			1,873,340.05	

II: COMMERCIAL PAPERS		Deposit Date	Maturity Date	Accrued Interest
				-
TOTAL COMMERCIAL PAPERS		0.00	0.00	0.00

III: CORPORATE BONDS				Deposit Date	Maturity Date	Accrued Interest
CENTUM BOND	12.75	1,000,000.00	1,037,458.79	24/9/2012	11/9/2017	37,458.79
CENTUM EQUITY LINKED	13.5	1,000,000.00	1,034,677.20	24/9/2012	11/9/2017	34,677.20
HFCK1/2010/7 @8.5%	8.5	1,500,000.00	1,525,219.78	11/10/2010	2/10/2017	25,219.78
I&M FIXED RATE@12.80%	12.8	800,000.00	805,626.37	13/12/2013	8/3/2019	5,626.37
6YR CBA FXD BOND		1,000,000.00	1,003,502.75	12/21/2015		3,502.75
KENGEN BOND FX1B191C	12.5	500,000.00	498,329.92			11,332.42
7YRS CHASE BOND TRANCHE		2,000,000.00	2,015,835.16	20/12/2010	14/12/2015	15,835.16
7 YR CFC MTN		800,000.00	804,670.33			4,670.33
TOTAL CORPORATE BONDS		8,600,000.00	8,725,320.30			138,322.80

IV: TREASURY BILLS				Deposit	Maturity	Accrued
				Date	Date	Interest
<u>TBL 2039 364D@17.13</u>				17.13	17,081,800.00	17,498,685.71
					09.11.15	416,885.71
<u>TOTAL TREASURY BILLS</u>				NOTE 9	17,081,800.00	17,498,685.71
						416,885.71

PAG(K) PASTORS & STAFF PROVIDENT FUND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref Notes forming part of the financial statements (continued)
25 4,c Investment in Quoted Equity shares

ended 31st December 2015

Cost or Valuation	Kshs	Kshs
As at 01.01.15		
BAMBURI CEMENT ORD.		1,807,000.00
CARBACID INVESTMENT		652,500.00
KENGEN CO. LTD @2.50		2,285,889.30
KPL&C ORD.SHARES		3,447,322.05
UMEME LTD		693,000.00
BARCLAY BANK ORD.		1,030,390.00
CO-OP BANK		5,114,660.00
DIAMOND TRUST ORD.		4,472,520.00
EQUITY BANK		8,400,000.00
KENYA COMMERCIAL BNK		8,949,000.00
NIC BANK		5,639,255.00
SCBKL ORD. SHARES		435,500.00
NATION MEDIA GROUP		1,578,000.00
SAFARICOM ORD		13,929,170.00
SCANGROUP LTD ORD		1,131,250.00
I & M HOLDINGS		246,000.00
ATLAS DVPT & SUPPORT SERV LTD		2,084,650.00
CFC STANBIC		868,000.00
Purchased shares in the year		62,764,106.35
Sold shares in the year		
8800 Carbacid Invest. Ltd Ord@5	176,344.30	62,764,106.35
21200 Carbacid Invest. Ltd Ord@5	435,322.90	
11600 KCB Ltd Ord. @ 1	631,364.40	
Book value	1,243,031.60	1,243,031.60
		61,521,074.75

Revaluation of shares	Cost	Rev 31.12.14	Inc/Dec
BAMBURI CEMENT ORD.	2,285,010.00	2,275,000.00	(10,010)
KENGEN CO. LTD @2.50	3,819,432.51	1,575,710.10	(2,243,722)
KPL&C ORD.SHARES	4,275,156.48	3,149,110.80	(1,126,046)
UMEME LTD	389,070.00	734,250.00	345,180
BARCLAY BANK ORD.	991,519.00	839,120.00	(152,399)
CO-OP BANK	2,800,276.35	4,603,194.00	1,802,918
DIAMOND TRUST ORD.	1,609,572.40	3,558,984.00	1,949,412
EQUITY BANK	4,342,800.00	6,720,000.00	2,377,200
KENYA COMMERCIAL BNK	4,023,334.32	6,361,250.00	2,337,916
NIC BANK	3,458,736.53	4,241,700.50	782,964
NATION MEDIA GROUP	934,380.00	1,146,000.00	211,620
SAFARICOM ORD	5,968,228.00	16,159,820.00	10,191,592
STANCHART ORD	346,164.00	253,500.00	(92,664)
SCANGROUP LTD ORD	1,140,000.00	750,000.00	(390,000)
I&M HOLDINGS	254,620.00	200,000.00	(54,620)
CFC STANBIC	955,850.00	577,500.00	(378,350)
	37,594,149.59	53,145,139.40	15,550,989.81
Less: Book value 31.12.14		61,521,074.75	(8,375,935)
net revaluation of shares			53,145,139.40
Total Equity shares			

4.d

Date	Dividend Income	2015	Kshs
24.02.15	KenGen Co. Ltd	88,772.40	
12.02.15	Umeme Ltd	8,681.60	
27.04.15	CFC stanbic Ord	38,750.00	
07.05.15	BBK Ord	61,700.00	
24.06.15	DTB Ord.	43,392.95	
02.06.15	I&M Holdings Ord	5,510.00	
02.06.15	KCB ord	341,000.00	
02.06.15	NIC Ord	93,170.30	
02.06.15	Stanchart Ord	15,217.50	
30.06.15	Co-op Ord	121,474.00	
09.07.15	Equity Bank Ord	302,400.00	
07.07.15	Scangrp Ltd Ord	11,875.00	
19.08.15	CFC Stanbic Ord	34,580.00	
05.08.15	Nation Media Group Ord	42,750.00	
03.08.15	Umeme Ltd Ord	15,347.23	
03.09.15	Bamburi Cement Ord	74,100.00	
29.09.15	CFC Stanbic Ord	4,987.50	
13.10.15	BBK Ord	11,723.00	
02.10.15	Nation Media Group Ord	14,250.00	
27.10.15	NIC Ord	23,292.55	
30.10.15	Safcom ord	223,744.00	
28.10.15	Equity repricing	28,493.15	
03.11.15	Bamburi Cement Ord	74,100.00	
24.12.15	Umeme Ltd ord	9,791.20	
	Total commercial papers Divs 31.12.15	1,689,102.38	

PAG(K) PASTORS & STAFF PROVIDENT FUND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref Notes forming part of the financial statements (continued)

5 Investment management expenses	2015 Kshs'	2014 Kshs'
Co-op Bank charges	5,977.50	781,718.90
Investment manager	795,468.00	453,824.80
Custodian	429,465.18	145,389.69
W/holding tax paid	38,293.65	1,380,933.39
	1,269,204.33	

6 Administrative expenses	2015 Kshs'	2014 Kshs'
Trustees' expenses:		
as trustees	1,792,120.00	1,384,740.00
as prof advisers / seminars / Awareness AGM	530,780.00	439,000.00
	1,307,000.00	-
Administrator's fees	780,000.00	780,000.00
Audit fees	50,000.00	50,000.00
RBA levy	428,494.75	358,588.00
Legal fees	130,010.00	50,000.00
College of Insurance	670,000.00	
Bank charges / comm / excise duty-Co-op	5,822.91	
Bank charges-Baroda	400.00	1,300.00
Rent for Trustees offices	84,000.00	
Taxes, consultants / Acturials	141,910.00	
	5,920,537.66	3,063,628.00

1p102(d) The fund has no employees.

7 Contributions due	2015 Kshs	2014 Kshs
Outsta for less than 30 days		1,630,785.00
Outsta for more than 30 days	12,318,522.65	3,145,338.20
Post Bal.sheet Unrenitted contr.2013		1,037,625.85
	12,318,522.65	5,813,749.05

1p53

**PAG(K) PASTORS & STAFF PROVIDENT FUND
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref Notes forming part of the financial statements (continued)

8 Other receivables & accrued income

	2015 Kshs	2014 Kshs
Transfer receivable	-	-
Accrued interest income-T/ Bonds	1,873,340.05	-
Accrued interest income-Corpate bonds	138,322.80	-
Cash in Baroda Trustees savings	1,710,702.10	1,610,393.85
Cash in EcoBank Tuskeys Trustees savings	21,877.96	21,877.96
Accrued interest income-T/ Bills	416,885.71	
Uninvested Funds-Co-op Custo	5,372.27	146,570.60
	4,166,500.89	1,778,842.41

9 Other payables and accrued expenses

	2015 Kshs	2014 Kshs
RBA Levy(see 9 b)	457,431.00	5,751.10
Accrued Custodial fees-2nd,3rd,4th qtr	361,473.03	196,799.40
Accrued Mgt fees-2nd/3rd/4th qtr	624,364.30	411,957.40
Accrued Training fees(C.O.I)	60,000.00	-
Accrued Audit fees	37,500.00	50,000.00
Accrued sitting allowance	-	331,800.00
Accr/Prepaid Admin expenses	-	358,400.00
KTC December Rent	35,000.00	7,000.00
Accrued Legal fees	300,000.00	252,000.00
	1,875,768.33	1,613,707.90

PAG(K) PASTORS & STAFF PROVIDENT FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

IAS ref Notes forming part of the financial statements (continued)

9,b

Accrued RBA Levy

The scheme pay RBA levy at the rate of 0.2% of the Net Fund Value. The amount is accrued using the last audited accounts of the scheme. On the basis of the Audited accounts for 2014, the levy due was ascertained as Kshs 424,495 which is to be remitted in the year 2015. However, there was a post balance sheet adjustment for RBA owing brought forward of Ksh 23,185 This added to the already captured balance, totals to Kshs 28,936. Worth noting also is the RBA Levy for this Audited accounts of year 2015. The RBA levy payable on or before 31st March 2016 is now Kshs 478,217

10 Net assets avail. for bene. at end of yr

	2015	2014
	Kshs	Kshs
Bal. on members' indiv accounts (vested and uninvested)	215,192,153.53	192,676,086.00
Cash in custodian curre a/c	5,372.27	146,570.60
Reserve fund	23,910,836.20	21,424,739.50
Net assets avail. for benefits	239,108,362.00	214,247,395.00

The reserve fund is established to take into account any potential future diminution in the value of assets. It is also used for the transfer of interest to members, where the amount credited to members' balances exceeds the surplus of the year.

[Note: The reserve fund has not exceeded 10% of the market value of all the assets]

**PAG(K) PASTORS & STAFF PROVIDENT FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

IAS ref Notes forming part of the financial statements (continued)

11, a

Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand, deposits held at call with banks and investments in Treasury bills and bonds maturing within 3 months from the date of acquisition.

	2015 Kshs	2014 Kshs
Current account	5,372,227	146,570.60
Call deposits	59,597,952.55	38,400,021.00
	59,603,324.82	38,546,591.60

11, b

Fixed, Time & Certificate Deposits

	2015 Kshs
Cost/ value. As at 01.01.15	38,400,021.00
Cost/ value. As at 01.01.15	38,400,021.00
Add: Cash Invested	
Equity bank call deposit	1,000,000.00
KCB FDR	1,000,000.00
NBK FDR	3,000,000.00
ECO Bank FDR	1,400,000.00
K-Rep FDR	1,000,000.00
Chase Bank FDR	4,000,000.00
Family Bank FDR	5,000,000.00
KCB FDR	10,000,000.00
Family Bank FDR	2,000,000.00
Family Bank FDR	9,000,000.00
KCB FDR	5,000,000.00
KCB FDR	15,000,000.00
Equity bank FDR	1,000,000.00
Equity bank FDR	2,000,000.00
KCB FDR	1,000,000.00
KCB FDR	1,000,000.00
Equity bank call deposit	2,500,000.00
Equity bank call deposit	2,000,000.00
Equity bank call deposit	2,000,000.00
Family Bank FDR	10,000,000.00
K-Rep FDR	2,500,000.00

11,b

Fixed, Time & Certificate Deposits contd..

Add:Cash Invested

KCB FDR	5,000,000.00
Fixed 00046631	1,000,000.00
KCB FDR	2,500,000.00
Devpt Bank FDR	9,000,000.00
Devpt Bank FDR	2,000,000.00
Family Bank FDR	1,000,000.00
Equity bank Call deposit	1,000,000.00
Equity bank Call deposit	1,000,000.00
Equity bank FDR	3,500,000.00
Equity bank FDR	2,000,000.00
Chase Bank FDR	11,000,000.00
FDR 050824	13,000,000.00
FDR 051151	2,000,000.00
Chase Bank FDR	13,000,000.00
Devpt Bank FDR	2,000,000.00
FDR 051389	13,000,000.00
FDR 053172	2,000,000.00
Equity bank Call deposit	1,500,000.00
Imperial Bank FDR	1,500,000.00
Co-op Bank FDR	1,000,000.00
Call deposit	9,000,000.00
Family Bank call deposit	2,500,000.00
NBK FDR	2,000,000.00
NIC FDR	8,000,000.00
Family FDR	8,000,000.00
Family FDR	10,028,493.15
Family FDR	10,000,000.00
FDR 057425	1,000,000.00
FDR 058811	500,000.00
CBA FDR	3,500,000.00
CBA FDR	3,500,000.00
ECO Bank FDR	1,500,000.00
HFCK FDR	6,000,000.00
NIC bank FDR	3,500,000.00
FDR 060566	18,000,000.00
CBA Call deposit	2,500,000.00
CBA Call deposit	500,000.00
Equity bank Call deposit	1,000,000.00
KCB Call deposit	1,000,000.00
CBA FDR	1,500,000.00
CBA FDR	2,000,000.00
HFCK FDR	1,500,000.00
HFCK FDR	3,500,000.00
HFCK FDR	2,500,000.00
HFCK FDR	2,500,000.00
KCB FDR	10,000,000.00
Co-op Bank FDR	3,000,000.00
	277,428,493.15

sales	Less: Cash Transferred	
KCB FDR	1,000,000.00	
NBK FDR	3,000,000.00	
Chase Bank FDR	8,000,000.00	
K-Rep FDR	700,000.00	
Family bank FDR	7,000,000.00	
Equity bank Call deposit	3,000,000.00	
KCB FDR	15,000,000.00	
KCB FDR	5,000,000.00	
Co-op Bank FDR	5,000,000.00	
Dev Bank FDR	5,000,000.00	
Investment Mortgage	1,000,000.00	
Co-op Bank FDR	1,030,561.60	
CFC Stanbic FDR	3,000,000.00	
K-Rep FDR	1,000,000.00	
Chase Bank FDR	4,000,000.00	
Family bank FDR	5,000,000.00	
KCB FDR	10,000,000.00	
Equity bank Call deposit	2,500,000.00	
Equity bank Call deposit	1,000,000.00	
Equity bank Call deposit	2,000,000.00	
Equity bank Call deposit	2,000,000.00	
Prime Bank Call deposit	2,000,000.00	
Equity bank Call deposit	2,000,000.00	
Equity bank Call deposit	1,000,000.00	
KCB FDR	2,500,000.00	
Equity Bank FDR	1,000,000.00	
Equity Bank FDR	2,000,000.00	
Family bank FDR	9,000,000.00	
Equity Bank FDR	3,500,000.00	
Equity Bank FDR	2,000,000.00	
Family bank FDR	10,000,000.00	
K-Rep FDR	2,500,000.00	
KCB FDR	5,000,000.00	
KCB FDR	1,000,000.00	
Equity Bank FDR	1,000,000.00	
Co-op Bank FDR	2,500,000.00	
Dev Bank FDR	9,000,000.00	
Co-op Bank FDR	1,000,000.00	
Dev Bank FDR	2,000,000.00	
Dev Bank FDR	2,000,000.00	
Co-op Bank FDR	13,000,000.00	
Co-op Bank FDR	11,000,000.00	
Chase Bank FDR	1,000,000.00	
Family bank FDR	10,000,000.00	
NBK FDR	8,000,000.00	
NIC Bank FDR	8,000,000.00	
NIC Bank FDR	18,000,000.00	
CBA FDR	3,500,000.00	
Co-op Bank FDR	1,500,000.00	
Chase Bank FDR	13,000,000.00	
Dev Bank FDR	2,000,000.00	
Equity Bank FDR	1,000,000.00	
Family bank FDR	2,000,000.00	

PAG(K) PASTORS & STAFF PROVIDENT FUND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015

Notes forming part of the financial statements (continued)

CBA FDR	2,000,000.00
CBA FDR	1,500,000.00
Co-op Bank FDR	3,500,000.00
EcoBank FDR	6,000,000.00
HFCK FDR	3,500,000.00
Co-op Bank FDR	1,000,000.00
Co-op Bank FDR	2,500,000.00
	256,230,561.60
Cost/Value As at 31.12.15	59,597,952.55

12 Tax status of the fund

The scheme is a defined contribution scheme duly registered by Retirement Benefits Authority. However, the scheme has not received a letter of Exemption from Kenya Revenue Authority. The necessary arrangements are being put in place to obtain the exemption certificates from Kenya Revenue Authority.

13 Withholding Taxes

The following taxes were paid by custodian as KRA agent.

	2,015.00
	Kshs
On BBK div	3,085.00
On Equity Bank Div	15,120.00
On KCB Div	15,700.00
On KenGen	4,388.65
	38,293.65