



# NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND

**23<sup>RD</sup> ANNUAL GENERAL MEETING TO BE HELD ON 29<sup>TH</sup> JUNE 2024**

**VENUE: ST. JOSEPH PRIMARY & JUNIOR SCHOOL (NGONG) GROUND**

## PROGRAMME

**MASTER OF CEREMONY: Mr. John Kahiga & Mr. Daniel Kipng'etich.**

- 7.00 AM:** Registration of members
- 9.30 AM:** Opening Prayers
- 9.40 AM:** Reading of 23<sup>rd</sup> Annual General Meeting Notice - **Mr. Daniel Kipng'etich**
- 9.50 AM:** Welcome Speech & Introduction of Management team - **Mr. Daniel Kamania**
- 10.00 AM:** Marketing Team Presentation
- 10.30 AM:** Reading and confirmation of Previous AGM Minutes and matters arising  
- **Mr. Daniel Kipng'etich**
- 11.00 AM:** Reading, consideration and adoption of Chairman's Report – **Mr. Daniel Kamania**
- 11.30 AM:** Guest of Honor
- 12.30 PM:** Presentation of the Audited Report for the Year ended 31<sup>st</sup> December 2023  
**Zade Associates LLP.**
- 12.50 PM:** Reading, consideration and adoption of Treasurer's Report & 2024/2025 Budget  
**Mr. Fredrick Kang'ethe**
- 1.20 PM:** Declaration & disposal of 2023 surplus - **Mr. Daniel Kamania**
- 1.25 PM:** Appointment of the Auditor for the year 2024/2025 - **Supervisory Team**
- 1.30 PM:** Reading of Supervisory Report - **Supervisory Team**
- 1.45 PM:** Election of two Management Committee & Supervisory Committee Member  
- **Supervisory Team**
- 2.45 PM:** Consider Any Other Business - **None**
- 2.45 PM:** Vote of Thanks
- 2.50 PM:** Closing Meeting with prayers and final blessings
- 3.00 PM:** Providing Lunch to Members



# NGONG CATHOLIC PARISH MEMBERS WELFARE FUND

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## NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the 23<sup>rd</sup> Annual General Meeting of Ngong Catholic Parish Members' Welfare Fund will be held at the St. Joseph Primary & Junior School Academy Grounds, Ngong, on Saturday 29<sup>th</sup> June 2024 starting at 10.00 a.m.

### AGENDA

1. Read and adopt the Notice convening Annual General Meeting (AGM).
2. Read and confirm the minutes of the last Annual General Meeting (AGM).
3. Receive and consider the Chairman's report.
4. Receive and consider Audited accounts together with the Auditor's Report thereon for the year ended December 31, 2023.
5. Receive and consider the Treasurer's report.
6. Presentation of the financial proposal for disposal of net surplus realized during the year ended December 31, 2023.
7. Receive and consider the budget for the financial year 2024/2025.
8. Receive and consider the Supervisory Committee's report.
9. Appointment of External Auditors for the financial year 2024/2025.
10. Election of two Management Committee Members. (Retiring on rotation)
11. Election of one Supervisory Committee Member. (Retiring on rotation)
12. Receive and consider other resolutions.
13. Speeches from invited guest.
14. Closing Prayer.
15. Any other business. (These should be forwarded to the Manager, Ngong Catholic Parish Members at least seven (7) days prior to the AGM)

Yours Faithfully

Honorary Secretary

**MINUTES OF THE 22<sup>ND</sup> ANNUAL GENERAL MEETING FOR THE  
NGONG CATHOLIC PARISH MEMBERS WELFARE FUND HELD ON 24<sup>TH</sup> JUNE 2023  
AT ST. JOSEPH PRIMARY & JUNIOR SCHOOL (NGONG) GROUND**

**MEMBERS PRESENT**

There was a total of 1,811 members present during the meeting.

**AGENDA**

- Opening prayers and reading of notice
- Committee introduction
- Reading of minutes 2023
- Matters arising
- Chairman's report
- Auditor's report
- Treasurer's report
- Disposal of Surplus
- Supervisory report
- Any other business

**PRELIMINARY**

- The Business Development Team drawn from St. Joseph Academy and Ngong Welfare Fund briefed members about their product offering.
- Member No. 00909, Stephen Mucuku from Oloirien shared his success story since he and his group members joined the fund. He asked members to purchase plots being sold by the fund in various areas especially Oloirien.
- Another member Ndegwa Njogu from Oloirien also shared about how he has benefited from the group together with his group members especially on plot purchase. He asked members to seek loans from the fund and pay promptly.
- He commended the welfare fund management and the efforts they have put in place for the growth of the fund. He expressed his gratitude to the management for inviting Professor Paul Kibicho (HSC) saying as members they have learnt a lot from his lessons in the television and radio platforms.

**Min 1/23: OPENING PRAYER AND READING NOTICE OF CONVENING 22<sup>ND</sup> A.G.M.**

The meeting was opened with the Kenya National & East African Community anthem followed by a word of prayer by Br. Francis at 10.30 a.m. and thereafter the secretary drew member's attention to the notice convening the AGM. The notice was proposed for adoption by Ms. Zipporah Wanjiru member no.3481 and seconded by Ms. Sarah Wambui Wagana Member No. 9683.

**Min 2/23: INTRODUCTION OF COMMITTEE MEMBERS**

The chairman welcomed all members present and introduced both the committee members and school staff. He invited the marketing team to share briefly on the products available both at the Welfare Fund and the School.

**MIN 3/23: READING MINUTES OF 2022 AGM**

Mr. Fredrick K. Ndungu drew members' attention to the minutes of the previous A.G.M. and they were proposed as a true record by Mr. Charles Kahumburu member no.747 and seconded by Ms. Lucy Nduta member no.612

**MIN 4/23: MATTERS ARISING**

Mr. Samuel Gitau member no.9632 raised a concern that opening of the Matasia Branch has taken long.

**Answer:** It was reported that Matasia branch was ready and was only awaiting recruitment of staff to operate it.

Mr. David Gitau member no.4785 sought to know about the plot to be purchased in Ngong town.

**Answer:** The fund management acquired a new plot in Ngong Town at a cost of Kes.12 million for future development of the Fund's premises.

Mr. Josephat Wanjohi member no.9651 asked about written off loans of deceased members seeking clarification whether the Fund had an insurance cover.

**Answer:** The Fund has been having a credit life insurance policy in place but in 2018 the insurance policy had not been renewed rendering the loans uninsured.

Ms. Zipporah Wanjiru member no.3481 rose to ask why a member is not allowed to pick lunch for another member especially those in Diaspora yet they are active members.

**Answer:** If a member is representing another member he/she is supposed to be introduced by the member as an agent. The forms are available at the Fund's office.

A member asked if elections were going to be conducted.

**Answer:** Elections will be conducted as put forth in the notice convening the AGM.

Mr. Karanja Chege Member No.2262 sought to understand about dividends and arrears.

**Answer:** Arrears arises when the loan falls behind schedule in repayment which affects the member since he cannot receive dividends with arrears pending.

Ms. Lucy Kahuki Member No.402 asked why the elderly cannot be allowed to send their children to receive their lunch since they have drugs to take at prescribed times.

**Answer:** The Fund's Management will deliberate about the elderly and inform members in due time.

### **MIN 5/23: CHAIRMAN'S REPORT 2023**

Chairman's report was read and proposed for consideration by Mr. Julius Maina member no.7249 and seconded by Mr. Henry Mwaura member no.13771.

In his report he informed members that there will be election of 2 supervisory members. He asked members to allow Mr. John Kahiga who has been the Chair of the Supervisory to move to the Management Committee since the committee requires his strength on the board. Members agreed to this proposal by Mr. Henry Mwaura member no. 13771 proposing and Ms. Francisca Sento member no.4075 seconding.

David Gitau member no.4785 lauded the chairman's report and appreciated the growth that has been spear-headed by the management. He said that the management team has marketed the Fund widely. He noted the great improvement at the school and requested the management to allow members to visit the funds facilities especially the school and see how their facilities are progressing.

### **MIN 6/23: GUEST OF HONOUR REMARKS**

Prof. Paul Kibicho congratulated the Fund for its growth. He noted that the management has done great in making sure the Welfare Fund scales high especially by having a competent and qualified Manager.

He welcomed the move of Mr. John Kahiga to join the board saying after his interaction with Mr. John he has noted he is a great pillar of the fund.

He asked members to ensure they allow Kes.5,000/- to be transferred to increase their share capital and increase it from time to time to build a strong foundation of the Welfare Fund.

He asked the management committee to come up with a plan on how members will buy shares for the construction of the new housing project. In addition, he urged the committee to ensure they set in their calendar of activities Member Education Day.

He expounded to members about the importance of joining Sacco by comparison to banks sighting that Sacco's are beneficial to their members.

He launched the Fund's philosophies dubbed three big J's (Jinyime, Jitume and Jitolee). Thereafter he unveiled the proposed dream project asking members to be on the forefront to support realization of the dream.

### **MIN 7/23: AUDITORS REPORT**

The Audit report for the year ended 31<sup>st</sup> December 2022 was presented by CPA. Kenneth Muholo of Messrs. Zade Associates. He stated that their mandate was to assess fund and express an opinion if the books kept by the fund give a true and fair view of the fund's performance. He clarified that responsibility of preparation and presentation of books of accounts lies with the management committee. He stated that audited accounts for the year ended 31<sup>st</sup> December 2022 presented a true and fair view of the Fund's performance.

The Audit report was proposed for adoption by Mr. Samuel Mwangi member no.9632 and seconded by Ms. Florence Mwangi member no.3423.

Members also appointed Messrs. Zade Associates continue to audit the book of accounts for the subsequent year. This was proposed by Ms. Irene Wamuhu member no.2685 and seconded by Mr. Peter Musungu member no.11186

### **MIN 8/23: TREASURERS REPORT**

Mr. Stephen Wambugu read the treasurers report. It was proposed for adoption by Ms. Jane Kinyua member no.14444 seconded by Ms. Sarah Wagana member no.9683.

The proposed budget 2023/2024 was also read. This was proposed for adoption by Mr. Peter Musungu member no. 11186 and seconded by Mr. Moses Nderitu member no.13167.

Member no. 13417 Kelvin K. Nchipai inquired to know what the management was doing about the delinquency ratio.

**Answer:** The management has worked tirelessly to ensure the quality of the loan book has improved and by the end of 2023 the fund will be at the required delinquency ratio.

Member no. 3423 suggested to the management to come up with loans tailor made for women and groups. The member asked the management to come up with a facility for motorbike riders.

### **MIN 9/23: DISPOSAL OF SURPLUS**

The chairperson proposed an interest payout of Kes.1.60 per share or 8% of the total share value held as at 31<sup>st</sup> December 2022 prorated. In addition, he proposed all members who had registered and attended the AGM be paid lunch of Kes.1,200/- each. These were proposed for adoption by Mr. Peter Musungu member no. 11186 and seconded by Mr. Moses Nderitu member no.13167

**MIN 10/23: SUPERVISORY REPORT**

Ms. Elizabeth Muthoni read the supervisory report. It was proposed for adoption by Ms. Florence Mueni member no.16568 and seconded by William Wario member no.17927.

**MIN 11/23: ELECTION OF SUPERVISORY COMMITTEE**

During the A.G.M. the management committee recommended Mr. Peter Musungu member no.11186 and Ms. Anastasia W. Kamau member no.11389 to join the supervisory committee. The Election of two new supervisory committee members was approved by acclamation.

Mr. Peter Musungu is an active member from St. Barnabas Matasia and is a branch manager at ABSA Bank plc. Ms. Anastasia Kamau is an active member from St. Mary Embulbul and works as a project administrator at Kenyatta National Hospital medical research.

**MIN 12/23: ANY OTHER BUSINESS**

There being no any other business brought to the Manager’s attention 7 days prior, Mr. John Kahiga gave a vote of thanks and A.G.M. ended with Kenya National & East African Community anthem followed by a word of prayer at 3.32 p.m.

Next AGM shall be held in year 2024.

**Chairman’s Sign: .....**

**Date: ... ..**

**Secretary’s Sign: ... ..**

**Date: ... ..**

## **NGONG CATHOLIC PARISH MEMBERS WELFARE FUND**

### **MESSAGE FROM THE CHAIRMAN**

Honorable members, may I take this opportunity to welcome you as shareholders to the 23<sup>rd</sup> Annual General meeting. I do applaud all of you for the generous support and spirited efforts that you have rendered to Ngong Catholic Parish Members Welfare Fund over the years.

During the year we were able to propel on all our programs towards improving our Fund's performance key amongst them being; recovery of non-performing loans, issuance of title deeds and loans on timely basis, dormancy and market activation drives, data clean up and land held for sale reconciliation.

#### **1. KEY SUCCESS IN 2023**

- a). The fund's total assets grew to Kes.850 Million from Kes.769 Million in 2023 translating to an 11% growth.
- b). Our total net income grew from ksh.65 Million to kes.70 Million with interest payable to our members registering an 18% growth from Kes.33 Million to Kes.39 Million which translates to 9% payout from 8% in the previous year.
- c). The membership grew to 11,352 in 2023 as compared to 9,542 in 2022. This indicates a 22% improvement. This is as a result of refocused follow up on dormancy and continuous marketing and newly introduced member education.
- d). St. Joseph School, that has been a born of contention, is now registered under Codons Investment and Properties Limited. This means that the school is now owned fully by Ngong Catholic Welfare Fund and registered by the Ministry of Education as St. Joseph Primary & Junior School. Last year it performed extremely well in KCPE with 11 of our students joining national school and the others joining extra county schools. However, we are still urging members to entrust us with your children and also be an advocate of the school. The enrollment currently is still below its approved capacity.
- e). In reference to resolution made in 2023 AGM, members agreed to contribute a minimum of Kes.5,000/- towards share capital. We are happy to report that share capital now stands at Kes.41 million. Today we shall be issuing 5,151 share certificates to those who have paid up for share capital. This share capital will go a long way in stabilizing the Fund.  
Please take note that: -
  - i). This will be a primary requirement to attend and participate in any general meeting.
  - ii). The share capital is member's shareholding that cannot be withdrawn but can be transferred to another member.
  - iii). It also acts as multiplier for loans but cannot be used as collateral.We propose a dividend of 11% on share capital held by the end of 2023 prorated. I urge all members to increase their shareholding in order to receive higher dividends next financial period.
- f). So far as we are gathered here today a total of Kes.13.6 million has been contributed towards the housing project in which we resolved to contribute Kes.200,000/- per share towards the program. It gives me great pleasure to announce today that:-
  - i). A dividend of 9% shall be paid prorated to the period your funds were held up to 31st December 2023.
  - ii). Today we shall also issuing 68 share certificates to those who have paid up as at 31<sup>st</sup> May 2024.
- g). We have perfected loan management and PAR is now below 5%.
- h). It is now possible to request and get statement online for members by registering in our organization's portal; <https://portal.ngongwelfarefund.co.ke> our dialing USSD code \*483\*590# and following the prompts on you Safaricom registered line.

i). We have also aligned of cash management through timely banking.

## 2. KEY CHALLENGES

The Fund has experienced the following challenges during the year: -

### i). Resolution of Ngong Welfare Fund

We are hopeful that before the next AGM the fund will have been regulated by the government through Sacco Societies Regulatory Authority (SASRA). We have made numerous meetings with officials of Catholic Diocese of Ngong Sacco but we are yet to come to compromise owing to the fact that we are against consolidation with other welfare funds since we believe that if we are merged together;

- a) The profit shall be shared to all the Welfare Funds. This will likely bring Ngong Welfare Fund to its knees since all the other funds are performing decimally.
- b) Audited financial statements for other welfare funds have not been shared.
- c) Other Welfare Funds have not created provisions for non-performing assets. This means that Ngong Welfare Fund will be forced to provide for non-performing assets on their behalf.
- d) They also use manual systems; therefore to manage and monitor them will be a challenge.
- e) Due to mismanagement they have locked shares. It therefore means if consolidated we will be forced to pay up for the locked shares and court cases are likely to ensue.
- f) Huge investments will be required to bring other Funds at par with Ngong Welfare Fund.
- g) In addition they lack share capital.
- h) There has not been adequate effort from Catholic Diocese of Ngong Sacco to train all the members of the Welfare Funds on the consequences of merging the Funds.

As board members we are of the view that we should join Catholic Diocese of Ngong Sacco as corporate member not as individual members. As such Ngong Welfare Fund is ready to be regulated on its own as it awaits other welfare funds to reach the threshold for regulation.

### ii). Cadons Investment & Properties Limited

I urge members to buy the Cadons Property & Investment Ltd shares that we resolved during last AGM at a cost of Kes.200,000/- per share. We agreed that we shall sell one share to each willing member to avoid an individual owning a controlling interest its projects. So far we have subscribed an equivalent on Kes.13.6 Million which is not adequate to start our first earmarked project.

### iii). Member Status & Regular Contribution

We resolved during last year but one AGM that each member shall be paying at least Kes.10/- per day towards the Normal Shares (Non- Withdraw-able Deposit). This will enable our Fund to stabilize and have an even better solid balance sheet. So I propose that from next year's AGM account activity should also be considered as a requirement for member to participate in the AGM. So, every member will be required to increase his Normal Shares by minimum Kes.3,650/- each year.

### iv). Increase of Share Capital Contribution

As indicated earlier this Fund need to grow into as Sacco and as members we are responsible for how fast it grows and establishes branches. In this regard it therefore propose we increase the minimum share capital per member to Kes.6,000/- by 31<sup>st</sup> December 2024. This will also be a requirement to attend and participate in the 2025 A.G.M.



### 3. FUTURE OF THE WELFARE FUND & SUBSIDIARIES

- The outlook for the year 2024 is very positive and we look forward to improving the returns to our members. We look forward to declare a two digit interest on member non withdrawable deposits in the next AGM.
- Later in the year shall be meeting SASRA officials in order to highlight the key challenges we do expect to face if all the Welfare Funds in the Diocese are consolidated. Thereafter we do hope to register the Welfare Fund as a Sacco.
- I also urge our members to continue paying a minimum of Kes.300/- per month for normal shares to enable the Welfare Fund become more liquid. This translates to Kes.10/- per day or KSH.3,650/- per year.
- As management committee members we are hoping that members will take up the opportunity to invest in the housing company share of Kes.200,000/-. This go a long way in ensuring that Ngong Welfare Plaza Building in Ngong town start soon.
- St. Joseph School is now fully registered under Cadons Investments and Properties Ltd. This means that the school is now fully owned by the Welfare Fund and no one else will ever claim ownership of the school.
- Each year we shall continue replacing management committee members on a rotational basis but members will have the opportunity to elect them back depending on their availability and contribution to the success of the Fund.
- Kindly support us as we continue with the resolution journey and I urge you as members to continue praying to God Almighty so that we shall get blessings from His lordship Bishop John Olalla Owaa.
- Humbly I do hereby propose to our members to re-elect the retiring member in the supervisory committee by the name Elizabeth Muthoni.
- I also commend the two management committee members who are retiring for their great support to the Fund and also welcome those who will join the management committee today.

### 4. CONCLUSION

We do appreciate our members for having faith in Ngong Welfare Fund by saving and borrowing with us. Kindly continue supporting us by investing with us, acquiring property, insuring your assets, borrowing wisely and paying promptly.

I affirm to you members that the Welfare Fund is in good hands and is going in the right direction. Whenever you hear anyone talking ill of Ngong Welfare Fund don't hesitate to ask him or her whether the loan they took from Welfare is being well serviced or better still you ask "Who has sent you to destroy the image of our Welfare Fund??"

Lastly, join us as we continue praying for our country so that the policy makers will legislate laws that will create a conducive environment for doing business.

As you go back to your business let's continue preaching the good name of Ngong Welfare Fund to our relatives, neighbors and friends. Humbly request for their support in joining us in our journey in building a big Sacco in Ngong that has strong Christian foundation for the prosperity of the member's lives and their community at large.

**Thank you for attending 2024 AGM.**

**God bless you all.**

**Asanteni.**

## NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND TREASURER'S REPORT AS AT 31<sup>ST</sup> DECEMBER 2023

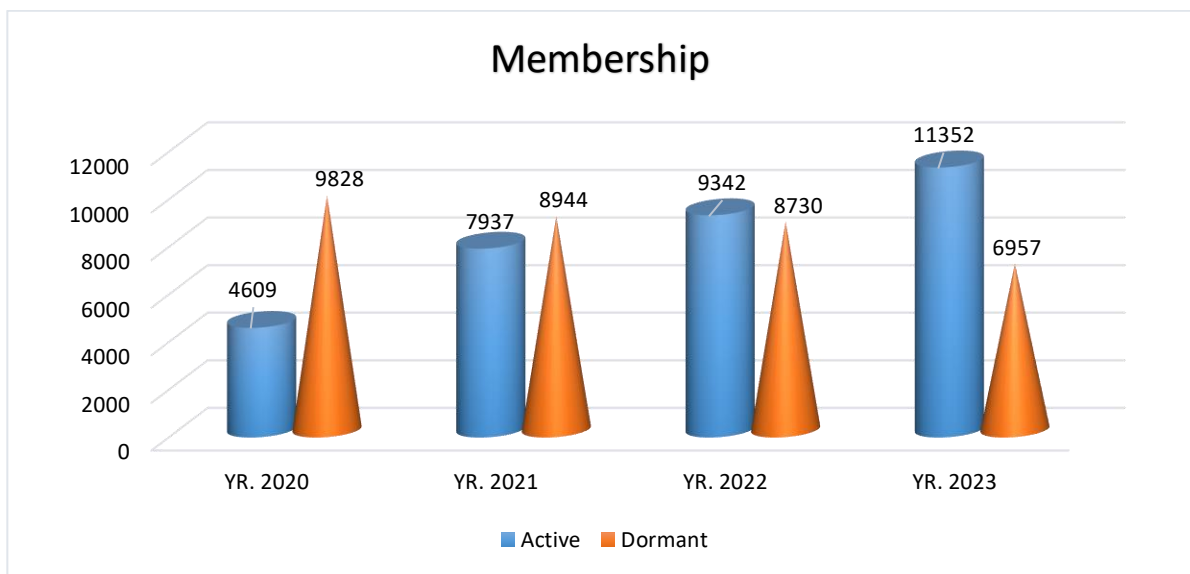
This being the fourth year in office; we have come a long way to ensure the welfare operates efficiently to the benefit of all members. We remain steadfast as we continue delivering to our member's better and quality services.

The external audit for the financial year ending 31<sup>st</sup> December 2023 was conducted by Messrs. Zade Associates, Certified Public Accountants of Kenya.

As highlighted in the Audit report, we have experienced growth in the period as follows:-

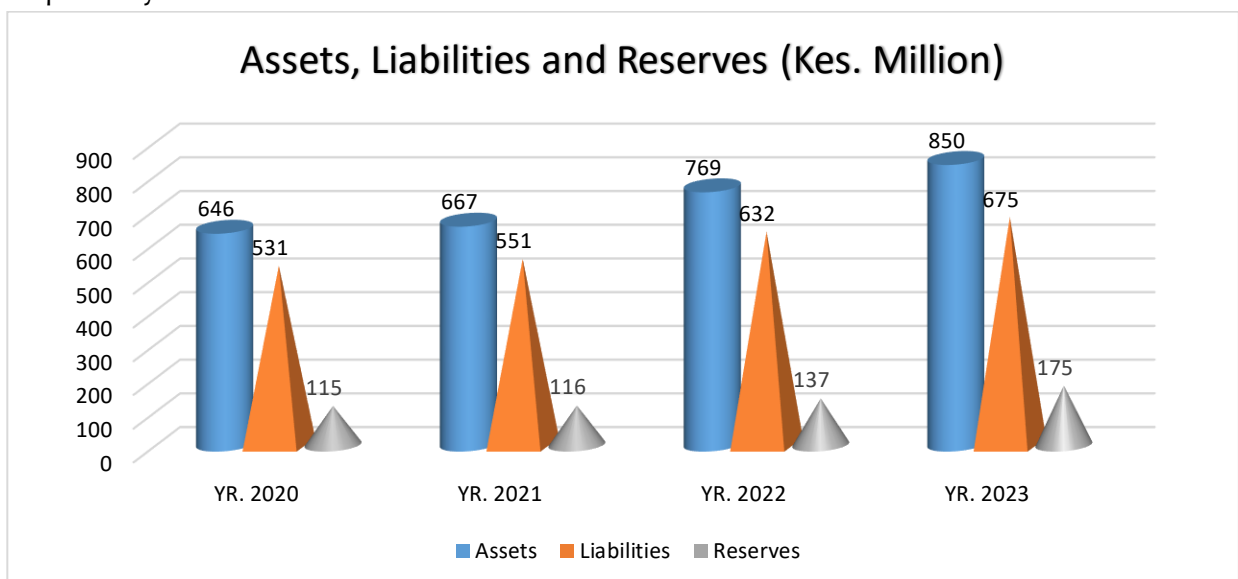
### 1. Membership

The active members have grown by 22% to 11,352. Below is a graphical representation for the last four years.



### 2. Assets, Liabilities and Reserves

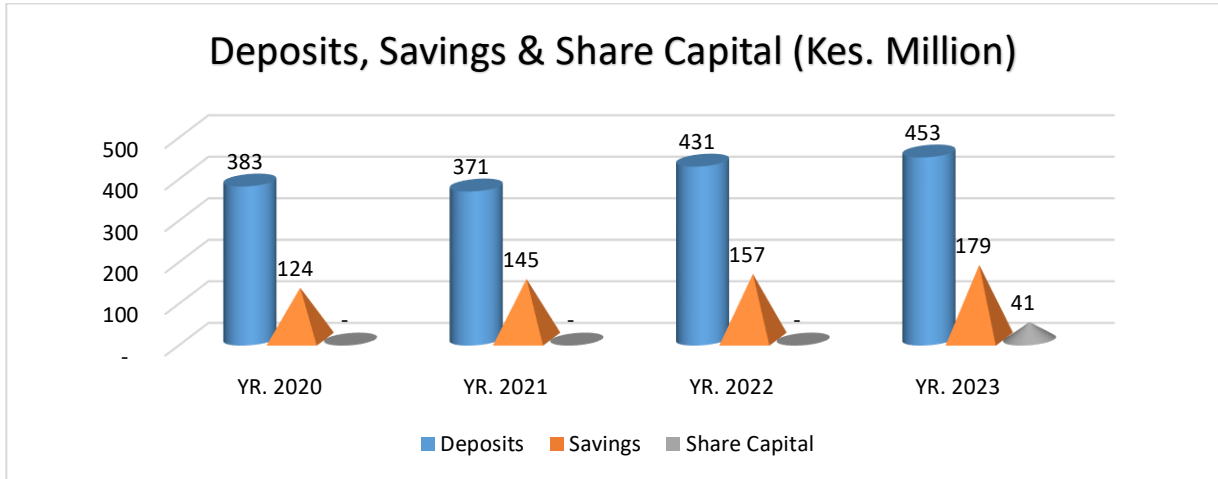
Total assets registered 11% growth in 2023 with liabilities and reserves growing by 7% and 28% respectively.



- This growth was achieved amid harsh economic conditions.
- Investment of excess funds in the money market fund & treasury bills where we received returns of between 9 to 11% p.a. to ensure liquidity whenever the funds are required.

### 3. Deposits, Savings & Share Capital

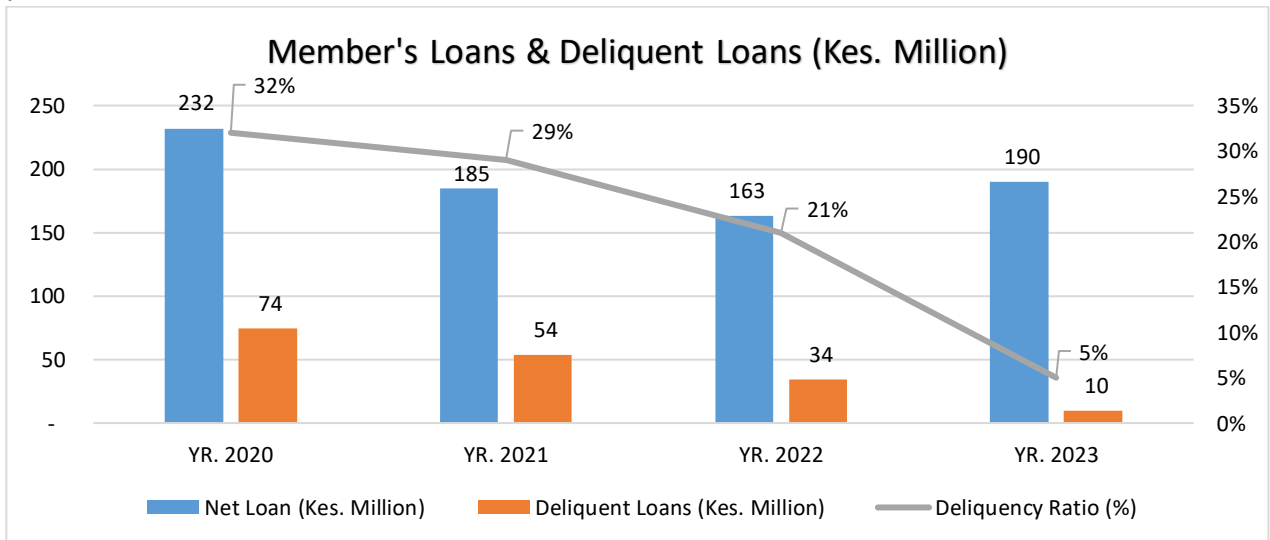
Deposits and Savings registered 5% and 14% growth respectively to close at Kes.453 million & Kes.179 million respectively.



- The growth in deposit was despite transferring Kes.41M to Share Capital as approved in 2023 AGM.

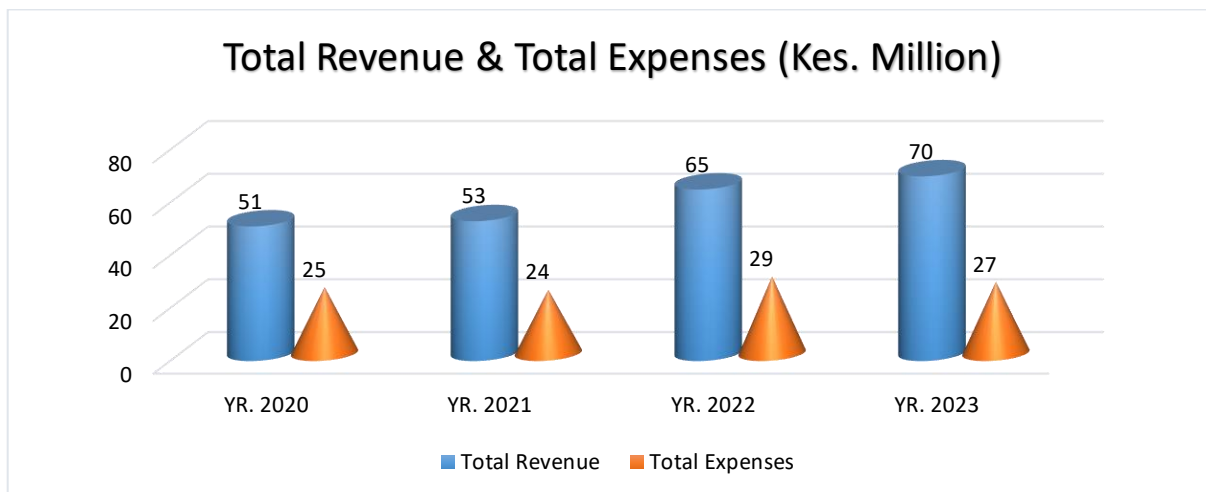
### 4. Members Loans & Delinquency

The member's loan registered a 17% growth during the period to close at Kes.190 million. On the other hand, delinquent loans reduced to Kes.10 million as compared to 34 million in 2022. As a result, the loan delinquency ratio reduced by 76% to close at 5%. A graphical representation of the four year's performance is shown below;



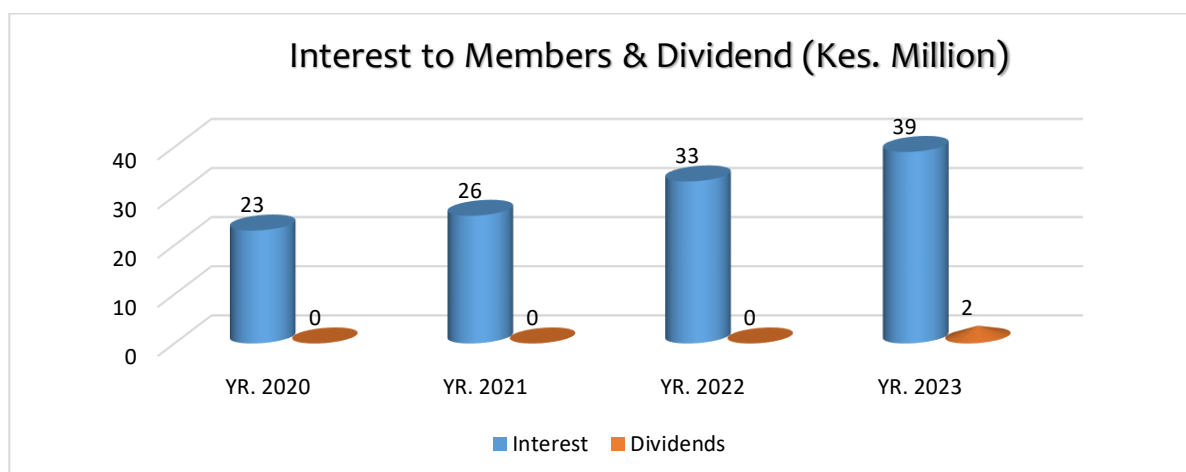
### 5. Total Revenue & Total Expenses

The total revenue registered an 8% growth during the period to Kes.70M. On the other hand, total expenses reduced by 7% to close at Kes.27M. As a result, the total expense to total revenue ratio improved from 44% in 2022 to 39% in 2023. This was as a result of reduced provision for bad and doubtful loans thus transferring Kes.2.3M to income 2023. A graphical representation of the four year's performance is shown below;



## 6. Interest to Members & Dividend

There has been steady growth on the interest payable to members for the four years with 2023 growing by 18%. A graphical representation is shown below;



## Key Challenges & Success: -

- Members' Loans:** - Despite having a shrinking loan book for the last three years, 2023 has seen a success in terms of growth and quality. This is despite tough economic crisis experienced during the year brought about by the finance bill 2023.
- Provisioning of Bad Loans:** - There has been a tremendous improvement on the loan book performance. The non performing loan loss provision has moved from Kes.7M in 2020 to Kes.2.9 M in 2023.
- Share Capital:** - I am grateful the members who passed the last year resolution of creation of a share capital account and have at least Kes.5,000/- as minimum shareholding per member. I urge members to increase the share capital to a minimum of Kes.6,000/- by 31<sup>st</sup> December 2024 as we continue the transitioning journey to a SACCO. This will solidify the capital base of the Sacco which currently stands at Kes.41 Million.
- Land for Sale:** - We inherited some reconciliation issues in land held for sale. We have incurred extra costs in engaging accountancy services for land held for sale reconciliation in 2023. We are happy to report that the task was completed early this year (2024).

Thank You

Treasurer

## NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND

### PROPOSED BUDGET REPORT 2024/2025

DESCRIPTION	BUDGET 2025	REVISED 2024	PROPOSED 2024	ACTUAL 2023	REVISED 2023
<b>INCOME</b>					
Interest and late charges on loan	30,000,000	28,000,000	30,000,000	23,917,175	26,400,000
Interest on treasury bond/bills	12,000,000	9,500,000	5,007,844	6,152,164	4,594,352
Insurance fee	3,400,000	3,000,000	3,000,000	2,856,700	2,500,000
Negotiation fee	3,400,000	3,000,000	3,000,000	2,942,793	2,500,000
Other front office charges	3,800,000	3,800,000	3,896,261	2,450,068	3,388,053
St Joseph Academy dividend	1,200,000	1,000,000	2,500,000	-	2,000,000
Return on investment-Land	24,000,000	22,000,000	25,000,000	21,477,282	21,000,000
Return on investment - CIC/ABSA/SIB	11,500,000	10,500,000	12,500,000	10,142,183	10,000,000
Rent income	-	1,500,000	-	1,310,460	1,500,000
<b>TOTAL</b>	<b>89,300,000</b>	<b>82,300,000</b>	<b>84,904,104</b>	<b>71,248,825</b>	<b>73,882,405</b>
<b>EXPENSES</b>					
Depreciation	1,100,000	1,000,000	1,000,000	802,596	1,000,000
Fixed deposit interest	2,000,000	1,900,000	2,200,000	1,808,246	1,557,461
Interest to Members	49,000,000	45,500,000	45,000,000	38,597,527	39,950,000
Dividend on Share Capital	3,500,000	2,500,000	-	1,738,044	-
Church Tithe	-	300,000	-	280,271	-
Travelling and subsistence	200,000	200,000	303,658	130,710	253,048
Software maintenance & Internet	600,000	550,000	660,000	710,561	550,000
Gifts and donations	250,000	200,000	134,400	225,000	112,000
Printing and stationery	450,000	400,000	567,095	364,533	472,579
Telephone and postage	250,000	230,000	309,793	235,968	258,161
Management committee and training	2,400,000	2,200,000	2,813,674	2,165,890	1,000,000
Governance expenses	1,400,000	1,300,000	1,200,000	1,330,000	2,344,728
Water, fuel and electricity	600,000	559,571	671,485	509,087	559,571
General repairs	270,000	250,000	204,276	258,159	170,230
Motor vehicles	90,000	80,000	342,197	76,980	285,164
Rent	550,000	500,000	600,000	457,491	500,000
Annual General Meeting	4,180,000	3,800,000	4,800,000	3,474,974	4,000,000
Marketing	900,000	1,200,000	1,200,000	700,605	1,000,000
Security	800,000	700,000	847,446	629,112	706,205
General insurance	250,000	200,000	300,000	155,878	250,000
consultancy fees	550,000	500,000	840,000	549,000	700,000
Life insurance	1,100,000	1,000,000	1,440,654	822,769	1,200,545
Audit fee	150,000	140,000	241,500	115,000	201,250
Salaries and wages	9,000,000	8,500,000	8,580,000	7,750,086	7,800,000
Bank charges	160,000	150,000	127,796	161,178	106,497
Legal fees	850,000	800,000	1,706,226	1,122,508	1,421,855
Computer expenses	60,000	50,000	60,000	14,630	50,000
Office expenses	170,000	150,000	240,000	132,886	200,000
Staff medical expenses	550,000	500,000	600,000	-	500,000
Land development costs	3,700,000	3,500,000	4,992,249	3,363,725	4,538,408
Licenses	110,000	100,000	180,000	42,973	150,000
Provision for Loan Loss & Fair Value	1,000,000	500,000	-	-	-
<b>TOTAL</b>	<b>86,190,000</b>	<b>79,459,571</b>	<b>82,162,449</b>	<b>68,726,387</b>	<b>71,837,702</b>
<b>NET INCOME</b>	<b>3,110,000</b>	<b>2,840,429</b>	<b>2,741,656</b>	<b>2,522,438</b>	<b>2,044,703</b>

## NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND

### PROPOSED BUDGET REPORT 2024/2025

	BUDGET 2025	REVISED 2024	PROPOSED 2024	ACTUAL 2023	REVISED 2023
<b>ASSETS</b>					
Computer hardware and software	1,950,000	1,500,000	1,500,000	335,708	2,000,000
Office equipment	1,820,000	1,400,000	1,000,000	1,249,425	540,989
Land for Sale	325,000,000	250,000,000	300,000,000	235,688,164	188,167,857
Land at Cost	65,000,000	50,000,000	50,000,000	15,165,146	50,000,000
Loan advances	325,000,000	250,000,000	300,000,000	190,442,411	250,000,000
Financial Assets	312,000,000	240,000,000	198,500,000	172,772,532	180,000,000
Trade Receivable	52,000,000	40,000,000	35,000,000	30,939,253	350,000
Investments/Placements	260,000,000	200,000,000	200,000,000	190,398,114	200,000,000
Cash & Cash Equivalents	15,600,000	12,000,000	10,000,000	9,509,060	18,000,000
Other Assets	6,630,000	5,100,000	4,000,000	3,517,137	5,941,154
<b>TOTAL ASSETS</b>	<b><u>1,365,000,000</u></b>	<b><u>1,050,000,000</u></b>	<b><u>1,100,000,000</u></b>	<b><u>850,016,950</u></b>	<b><u>895,000,000</u></b>
<b>LIABILITIES</b>					
Member Deposit (Non -Withdrawable)	744,900,000	573,000,000	600,000,000	452,540,133	470,000,000
Member Fixed Deposit	39,000,000	30,000,000	35,000,000	27,564,558	30,000,000
Member Deposit (Withdrawable)	260,000,000	200,000,000	200,000,000	179,316,460	175,000,000
Trade Payables & Interest	65,000,000	50,000,000	45,000,000	15,985,777	45,000,000
Member Deposit (Non -Withdrawable)	744,900,000	573,000,000	600,000,000	452,540,133	470,000,000
Member Fixed Deposit	39,000,000	30,000,000	35,000,000	27,564,558	30,000,000
Member Deposit (Withdrawable)	260,000,000	200,000,000	200,000,000	179,316,460	175,000,000
Trade Payables & Interest	65,000,000	50,000,000	45,000,000	15,985,777	45,000,000
<b>TOTAL LIABILITIES</b>	<b><u>1,108,900,000</u></b>	<b><u>853,000,000</u></b>	<b><u>880,000,000</u></b>	<b><u>675,406,928</u></b>	<b><u>720,000,000</u></b>
<b>EQUITY &amp; RESERVES</b>					
Share Capital	65,000,000	50,000,000	70,000,000	40,736,152	50,000,000
Revenue Reserve	32,500,000	25,000,000	28,000,000	21,018,937	23,000,000
Statutory Reserve	2,600,000	2,000,000	2,000,000	1,847,482	2,000,000
Revaluation Reserve	156,000,000	120,000,000	120,000,000	111,007,451	100,000,000
<b>TOTAL EQUITY &amp; RESERVES</b>	<b><u>256,100,000</u></b>	<b><u>197,000,000</u></b>	<b><u>220,000,000</u></b>	<b><u>174,610,022</u></b>	<b><u>175,000,000</u></b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b><u>1,365,000,000</u></b>	<b><u>1,050,000,000</u></b>	<b><u>1,100,000,000</u></b>	<b><u>850,016,950</u></b>	<b><u>895,000,000</u></b>

# NGONG CATHOLIC PARISH MEMBERS WELFARE FUND

## SUPERVISORY COMMITTEE REPORT as at 31<sup>ST</sup> DECEMBER 2023

In line with Ngong Catholic Members Welfare Fund, the 'Welfare Fund' By-Laws and the Cooperative Society Act, the Supervisory Committee conducted a review of the affairs of the Fund as at 31<sup>st</sup> December 2023.

### SUPERVISORY COMMITTEE MEMBERSHIP

The following were the members of the Supervisory Committee during the period;

- Ms. Anastasia W. Kamau - Chairperson
- Mr. Peter M. Musungu - Member
- Ms. Elizabeth Muthoni - Member

### INTRODUCTION

As our responsibility to the AGM, we have highlighted the key matters that we deem necessary to bring to the attention of the members.

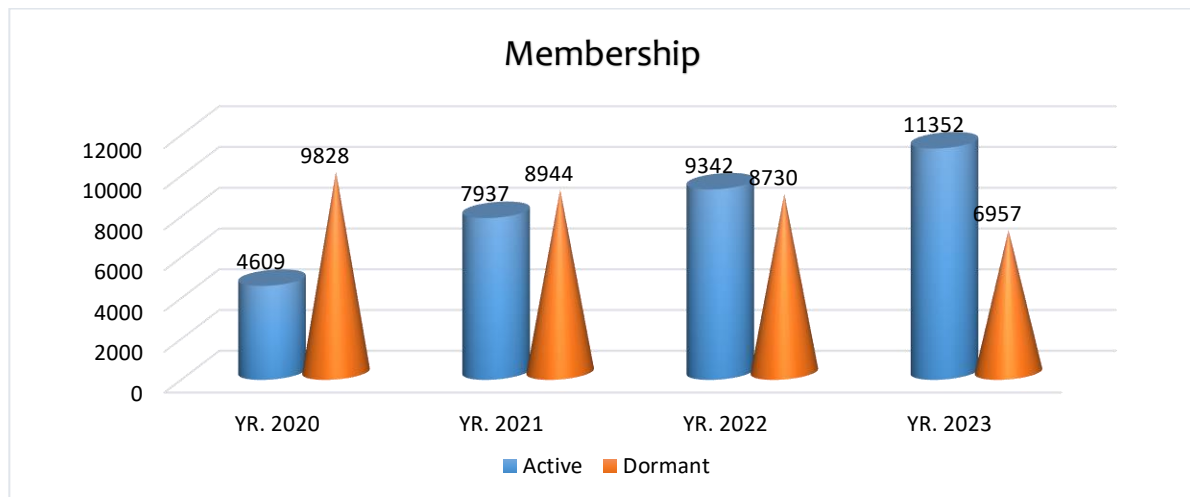
The report is in two parts;

1. Matters relating directly to the Welfare Fund and
2. Matters relating to The Investment at St. Joseph

#### 1. Matters relating directly to the Welfare Fund

##### a) Welfare Fund Membership Growth

The Committee has observed that the active members during the period grew by 22% in 2023 to 11,352 from 9,342 in the previous period ending 31<sup>st</sup> December 2022. The dormant members also declined by 20% to 6,957 during the period. Great recommendable focus has been experienced since in 2022 the decline was only by 2%.



##### **Comment to Central Management Committee**

The central management committee should endeavor to ensure that there is a continuous but consistent focus on the dormant members in order to bring them back to the Fund, failure to which, the Fund should write letters to the affected members informing them on the decision to surrender such assets to Unclaimed Assets Authority.

##### b) Loan Default

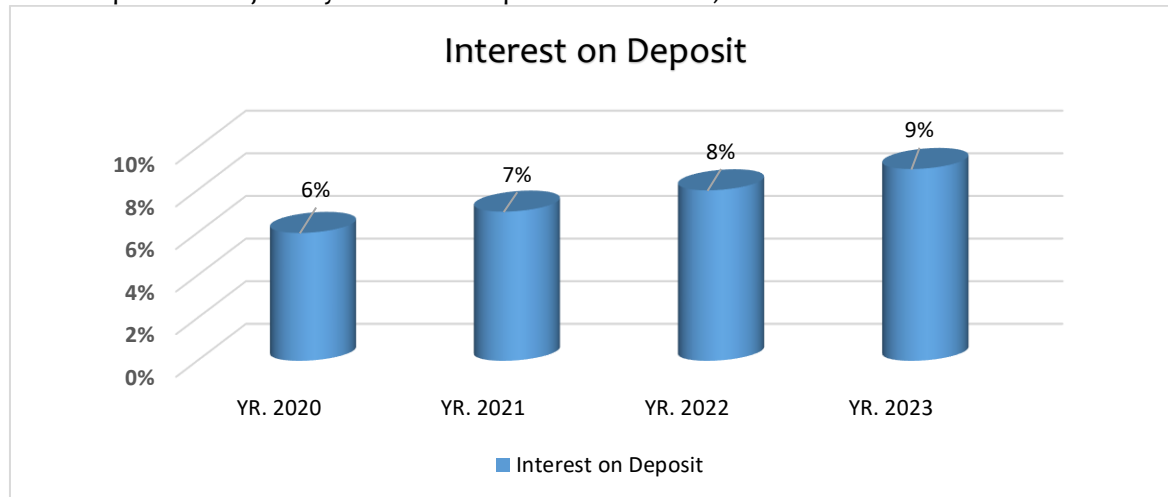
We have observed the Loan provision stood at Kes.3 million down from Kes.16 million in the same period in 2022 with a notable improvement of Kes.13 million. Kudos to the Central Management Committee for releasing Kes.2.3 million to income. It is also commendable since the team had achieved 100% provisioning as per SASRA regulations as at 31<sup>st</sup> December 2023.

**Comment to Central Management Committee**

The central management committee should endeavor to ensure that the Welfare Fund formulates a strategy of monitoring and ensuring that the delinquent loans ratio is maintained below 3%.

**c) Interest to Members**

The committee has noted that the Fund has been on a positive trend with the growth of interest payable to its members, this is very encouraging. The management is encouraged to continue with the positive trajectory. The trend is presented below;

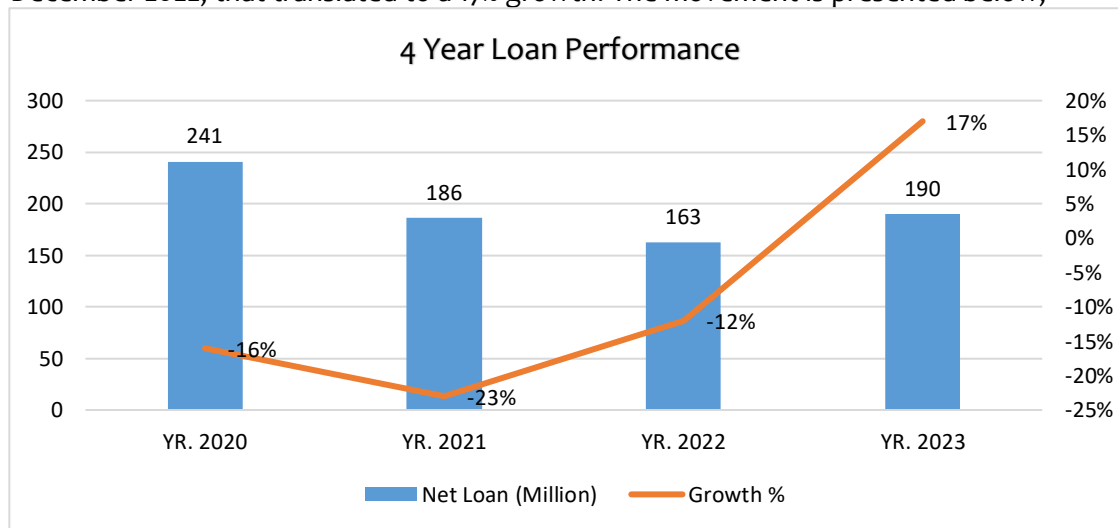


**Comment to Central Management Committee**

The central management committee should always ensure that the Welfare Fund formulates acts in the best interest of the member by ensuring a consistent growth of Interest to members.

**d) Loans to Members**

Total net loans closed at Kes.190 million as compared to Kes.163 million in the period ending 31<sup>st</sup> December 2022, that translated to a 17% growth. The movement is presented below;



It seems that, since management team was challenged to come up with new loan products and encourage the members to take up loans as well as create awareness campaigns to the members, they heeded to this call thus resulting to the growth of the loan portfolio.

However, to our dear members, we urge and pray that you will heed to this call by borrowing wisely and paying promptly.

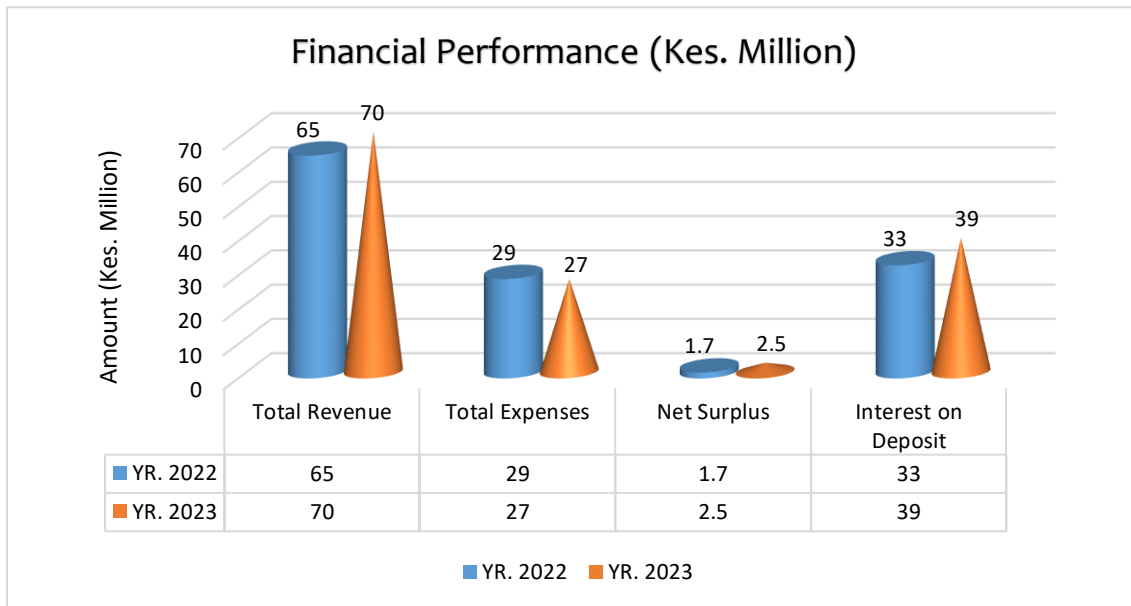
**Comment to Central Management Committee**

The central management committee should endeavor to ensure that the Welfare Fund formulates a strategy of moving the Net Loans to Total Assets ratio from 22% to 70%.



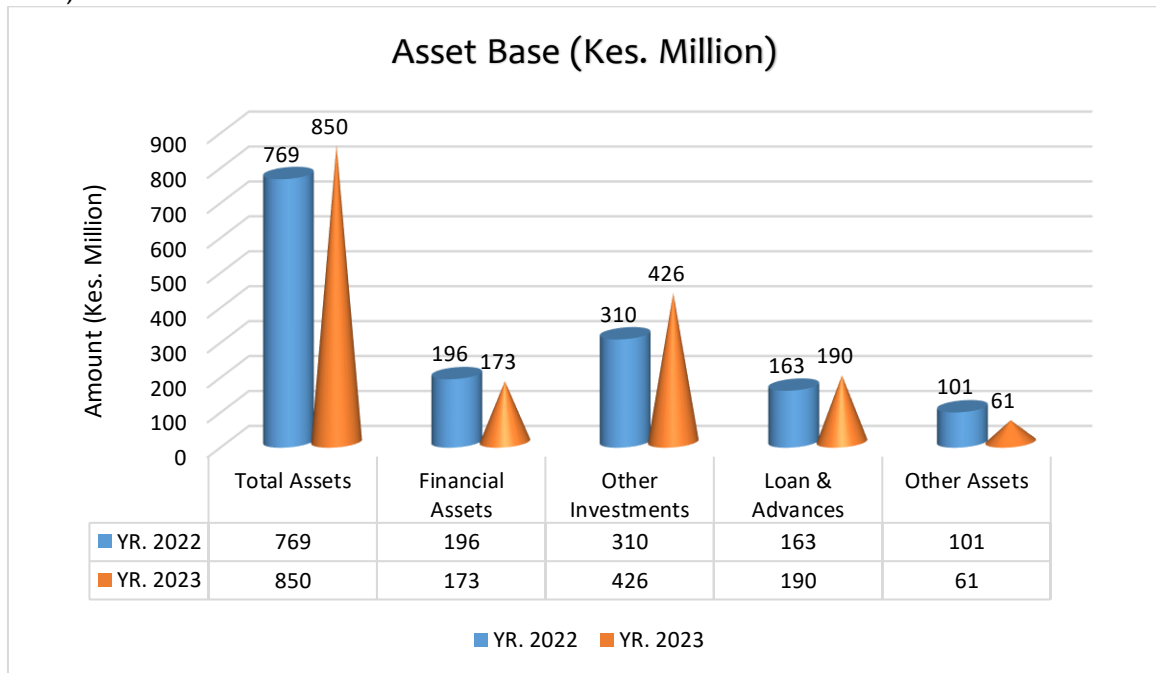
**e) Financial Performance**

The Fund continued with a stable performance notwithstanding low uptake of the loans during the period. It is worthwhile to note that the interest payable to members has grown by 18% to Kes.39 million from Kes.33 million in the previous period. The comparative income and expenditure are as shown below;



**f) Fund Assets Base**

Total assets during the period grew by 11% to Kes.850 million from Kes.769 million in the year 2022. The loans and advances grew by 17% during the same period. Other assets movement is as shown below;



**Comment to Central Management Committee**

The central management committee should strive to ensure that the Asset base of the Fund grows this will give way for expansion of the Fund to cover other regions of Kenya.

**g) Cadons Properties & Investment Limited**

The Welfare Fund, in 2023 secured a prime property at the heart of Ngong town. In the year’s AGM central management committee officially unveiled the flagship project of Ngong Welfare

Fund Plaza whereby willing investors were to purchase a share at Kes.200,000/-. The project has not commenced due to low subscription.

**Comment to Central Management Committee**

*The central management committee needs to establish a marketing strategy to moving the total subscription to at least 90% of the project cost.*

**h) Registration with SASRA**

The Welfare Fund had not concluded registration with the Sacco Societies Regulatory Authority (**SASRA**). It was noted that the Fund is already registered as a Sacco and the completion of the registration with SASRA was expected to be completed by the end 2024. The registration has been hindered by a number of challenges that required to be addressed at the Catholic Diocese of Ngong Sacco (Cadon Sacco) Umbrella body that had not captured the interest of the Ngong Welfare Fund as the largest stakeholder. The registration with SASRA has also hindered the operationalization of the Matasia Branch as promised to our members.

**Comment to Central Management Committee**

*The central management committee to ensure that negotiations with Catholic Diocese of Ngong Sacco are concluded soon and license application with SASRA, for a Deposit Taking Sacco, concluded before end of 2024.*

**2. Matters relating to Investment at St. Joseph Primary & Junior School**

**a) Junior Secondary**

The Fund has invested in the establishment of a Junior Secondary that has approved and given a certificate of registration the Ministry of Education as a Pre-Primary, Primary & Junior Secondary Accredited Institution. We encourage our members to enroll their children at the School.

**b) Learners Enrollment**

The Committee has observed that the learners count as at 31<sup>st</sup> December 2023 stood at 241. This in our view was low considering the capacity that the school has which implies that the facility has been operating below its capacity which is pegged at maximum 540 learners.

**c) Learners Performance**

In 2023 KCPE our learners performed extremely well with 11 of our students joining national schools and the others joining extra county schools. The committee notes that performance is key to the success of the school.

**Comment to School Board of Management**

*The School Board of Management to formulate strategies on how to market the school and strive to push its publicity through promoting a good parent-teacher-learner relations. In addition the management to strive and always embrace core curricular activities organized within the region.*

**CONCLUSION**

I take this opportunity to thank all the stakeholders; the Welfare Fund Central Management Committee, School Board of Management and the members of the staff for both Fund and the School for the great support and dedication. More importantly, we take the opportunity to thank the Welfare Fund Members for the opportunity to serve.

God bless you all.

Asanteni Sana.

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND  
ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2023**

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**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**

**SOCIETY INFORMATION**

**FOR THE YEAR ENDED 31 DECEMBER 2023**

**MANAGEMENT COMMITTEE**

Mr. Daniel Kamania	Chairman
Mr. Daniel Wesonga	Vice Chairperson
Mr. Daniel Kipng'etich	Hon. Secretary
Mr. John K. Mwangi	Member
Mr. Wilberforce Khalwale	Member
Ms. Anselmina Murianki	Member
Mr. John Kiarie	Member
Mr. Stephen Wambugu	Member
Ms. Evelyne Kyungu	Member
Mr. Fredrick Kang'ethe	Manager (Ex officio)

**SUPERVISORY COMMITTEE**

Ms. Anastacia Wanjiru Kamau	Chairperson
Ms. Elizabeth Muthoni	Secretary
Mr. Peter M. Musungu	Member

**CREDIT SUB-COMMITTEE**

Mr. Wilberforce Khalwale	Chairperson
Mr. Daniel Kipng'etich	Secretary
Ms. Anselmina Murianki	Member

**REGISTERED OFFICE**

Ngong Town, Kajjado,  
P.O Box 24401-00502,  
Karen, Kenya.

**PRINCIPAL BANKERS**

Absa Bank Kenya PLC,  
P.O. BOX 245-00208,  
Ngong' Branch, Kenya

**INDEPENDENT AUDITOR**

Zade Associates,  
Certified Public Accountants,  
4th Floor Rock Centre, Outer Ring Road, Ruaraka,  
P.O. BOX 682-00200,  
Nairobi.

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**REPORT OF THE MANAGEMENT COMMITTEE**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

The Management Committee submit their annual report together with the audited financial statements for the year ended 31 December 2023.

**INCORPORATION**

The Welfare was established by the Ngong Catholic Diocese as a welfare group for its members and is domiciled in Kenya.

**PRINCIPAL ACTIVITY**

The Welfare's principal activity is to receive deposits from members and advance loans on interest to members to promote mutual aid and development within the community.

**RESULTS**

	<b>2023</b>	<b>2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Surplus for the period	<b>2,802,709</b>	<b>1,904,166</b>
Church Tithe	(280,271)	(190,417)
Retained surplus for the period	<u><b>2,522,438</b></u>	<u><b>1,713,749</b></u>

**DIVIDENDS.**

The Management Committee have proposed Ksh. 1,738,044 towards payment of dividends on member's share capital at the rate of 11% (The Management Committee did not propose dividends in 2022).

**INTEREST ON MEMBERS' DEPOSITS**

The Management Committee have proposed Ksh. 38,597,527 towards payment of interest on members' deposits at the rate of 9% (Ksh.33,150,907 at the rate of 8% in 2022).

The Directors who held office during the year and to the date of this report are set out in page one.

**INDEPENDENT AUDITOR**

The Society's auditors, Messrs Zade Associates, Certified Public Accountants (K), have expressed their willingness to continue in office in accordance with section 717(1&2) of the Companies Act (Cap 486) and under the terms of section 25(4) of the Co-operative Societies (Amendment) Act No.2 of 2004.

**BY ORDER OF THE MANAGEMENT COMMITTEE**

.....  
**SECRETARY**

**DATE** 25<sup>TH</sup> JUNE 2024 .....



**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**STATISTICAL INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>	
<b>Membership</b>			
Active members	11,352	9,342	
Dormant members	6,957	8,730	
	<b>18,309</b>	<b>18,072</b>	
	<b>Kshs</b>	<b>Kshs</b>	
Core Capital	174,610,022	136,952,582	
Institutional Capital	133,873,870	136,952,582	
Members' Deposits	452,540,133	430,835,718	
Members' savings	179,316,460	157,230,271	
Reserves	174,610,022	136,952,582	
Gross Loans to Members	193,141,548	170,697,015	
Net Loans to Members.	190,442,411	163,081,508	
Total Delinquency Loans.	9,385,037	36,433,461	
Liquid Assets.	181,875,256	209,642,543	
Total Assets	850,016,951	769,088,123	
Total Liabilities	675,406,928	632,135,540	
Total Revenues.	70,264,257	65,345,787	
Total Expenses	27,055,775	28,643,593	
Interest on Member deposits	38,597,527	33,150,907	
Employees of the welfare	13	13	
	<b>STDs</b>		
<b>Key Ratios</b>			
Core Capital/Total Assets	>10%	21%	18%
Core Capital/Total deposits	>8%	39%	32%
Institutional Capital /Total Assets	>8%	16%	18%
Net Loans/Total Assets	70-80%	22%	21%
Savings/Total Assets.	70-80%	21%	20%
<b>Liquidity Ratio</b>			
Liquid Assets/Total Deposit and Long term Liability	>10%	29%	49%
Current Assets/ Current Liabilities		60%	66%
<b>Operating Efficiency Ratio.</b>			
Total Delinquency Loans/Gross Loan Portfolio	<5%	5%	21%
Total Expenses/Total Revenue		39%	44%
Proposed Dividend Rate on Members Share Capital.		11%	0%
Proposed Interest on Member Deposit		9%	8%

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**

**STATEMENT OF MANAGEMENT COMMITTEE'S RESPONSIBILITIES**

**FOR THE YEAR ENDED 31 DECEMBER 2023**

The Sacco Societies Act, No.14 of 2008 requires the Management Committee to prepare financial statements for each year which give a true and fair view of the state of affairs of the society as at the end of the financial year and its operating results for that year in accordance with International Financial Reporting Standards (IFRS). It also requires the Management Committee to ensure that the society keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the society. They are also responsible for safeguarding the assets of the society and ensuring that the business of the society has been conducted in accordance with its objectives, by-laws and any other resolutions made at society's general meeting.

The Management Committee accepts 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 Financial Reporting Standards (IFRS) and in the manner required by the Co-operatives Societies Act, Cap 490. The Management Committee is of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the society and of its operating results in accordance with the International Financial Reporting Standards (IFRS). The Management Committee further accepts responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

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

Approved by the Management Committee on *25<sup>TH</sup> JUNE* .....2024 and signed on its behalf by:

  
.....  
**CHAIRMAN**

  
.....  
**TREASURER**

  
.....  
**COMMITTEE MEMBER**



## **REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF NGONG CATHOLIC PARISH MEMBER'S WELFARE FUND**

### **Report on the financial statements**

#### **Opinion**

We have audited the accompanying financial Statements of Ngong Catholic Parish Member's Welfare Fund Set out on pages 7 to 19 Which Comprise the statement of financial position as at 31 December 2023 and the Statement of comprehensive income, statement of changes in equity and statement of cash flows for the period then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the financial statements give a true and fair view of the state of the 's financial affairs at 31 December 2023, the results of its operations and cash flows for the period then ended in accordance with International Financial Reporting Standards and the requirements of the Kenya Cooperative Societies Act.

#### **Basis of Opinion**

We conducted our audit in accordance with the 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 in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountant (IESBA Code). We have fulfilled our other ethical responsibilities in accordance with IESBA code and in accordance with other ethical requirements applicable to performing the audit of financial statements in Kenya. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### **Other information**

The Board of Directors is responsible for the other information. The other information comprises the budget and the chairman's report included in the annual report but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### **Board of Directors' Responsibility for the Financial Statements.**

The Board of Directors is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and the requirements of the Cooperative



Societies Act. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances. The Society Societies Act also requires the Board of Directors to ensure that the maintains proper books of accounts which are in agreement with the statement of comprehensive income and statement of financial position.

### Auditors' Responsibility for the audit of the financial statements

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessment, the auditor considers the internal control relevant to the 's preparation and fair presentation of the financial statements 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 's internal controls.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. We provide the directors with a statement that we have complied with the relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on other legal requirements

As required by the Society Societies Act, we report to you that the financial statements are in agreement with the books of account kept by the and that, based on our audit, nothing has come to our attention that causes us to believe that the 's business has not been conducted:

- (i) In accordance with the provisions of the cooperative Societies Act
- (ii) In accordance with the Co-operatives Societies objectives, by- laws and any other resolutions made by the at a general meeting.

Certified Public Accountants (K) -----  
Nairobi.

*Zade Associates*

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C.P.A. Muholo K. Zachariah  
Practising No. P/2724



**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	Notes	2023 Kshs	2022 Kshs
<b>Revenue</b>			
Interest on loans and advances	2	23,917,175	23,676,252
Other income	3	24,869,800	24,767,672
<b>Total Interest Income</b>		<b>48,786,975</b>	<b>48,443,924</b>
Interest expense	4	(40,405,773)	(34,798,028)
<b>Net Interest Income</b>		<b>8,381,202</b>	<b>13,645,896</b>
Income from non core business	5	21,477,282	16,901,863
		<b>29,858,484</b>	<b>30,547,759</b>
<b>Expenditure</b>			
Administrative expenses	6	(5,782,684)	(4,962,449)
Personnel expenses	7	(7,750,086)	(7,200,980)
Marketing and public relations expenses	8	(700,605)	(528,000)
Governance expenses	9	(6,970,864)	(5,333,317)
Legal and professional expenses	10	(1,237,508)	(661,253)
Other operating expenses	11	(4,614,028)	(9,957,594)
<b>Total Expenses</b>		<b>(27,055,775)</b>	<b>(28,643,593)</b>
<b>Surplus for the year</b>		<b>2,802,709</b>	<b>1,904,166</b>
Church tithe expense		(280,271)	(190,417)
<b>Net surplus for the year</b>		<b>2,522,438</b>	<b>1,713,749</b>

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2023**

	Notes	2023 Kshs	2022 Kshs
<b>ASSETS</b>			
Cash and cash equivalents	12	9,509,060	14,418,530
Trade and other receivables	13	30,939,252	42,981,910
Financial Assets	14	172,772,532	195,728,794
Other Investments.	15	426,086,178	309,757,857
Loans and Advances to members.	17	190,442,411	163,081,508
Intangible Assets.	16	32,000	464,000
Property and equipment	18	20,235,517	42,655,524
<b>TOTAL ASSETS</b>		<b><u>850,016,950</u></b>	<b><u>769,088,123</u></b>
<b>LIABILITIES</b>			
Members' deposits	19	452,540,133	430,835,718
Members' savings	20	179,316,460	157,230,271
Trade payables	21	3,214,764	11,501,823
Dividend Payable	22	1,738,044	-
Interest Payable	23	38,597,527	32,567,728
<b>TOTAL LIABILITIES</b>		<b><u>675,406,928</u></b>	<b><u>632,135,540</u></b>
<b>SHARE HOLDERS FUNDS</b>			
Share Capital		40,736,152	-
Revenue Reserve		21,018,937	21,323,752
Statutory Reserve		1,847,482	1,342,994
Revaluation Reserve		111,007,451	114,285,837
<b>TOTAL SHAREHOLDERS FUNDS</b>		<b><u>174,610,022</u></b>	<b><u>136,952,583</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b><u>850,016,950</u></b>	<b><u>769,088,123</u></b>

The financial statements were approved and authorised for issue by the Board of Directors on 26th JUNE 2024 and signed on its behalf by:

  
 CHAIRMAN

  
 COMMITTEE MEMBER



  
 TREASURER

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**

**STATEMENT OF CHANGES IN EQUITY**

**AS AT 31 DECEMBER 2023**

	<b>SHARE CAPITAL Kshs</b>	<b>REVENUE RESERVE Kshs</b>	<b>STATUTORY RESERVE Kshs</b>	<b>REVALUATION RESERVE Kshs</b>	<b>TOTAL Kshs</b>
<b>Balance as at 01.01.2022</b>	-	<b>20,366,316</b>	<b>1,000,244</b>	<b>94,485,837</b>	<b>115,852,397</b>
Surplus for the year.	-	1,713,749	-	-	1,713,749
Revaluation Surplus	-	-	-	19,800,000	19,800,000
Transfer to statutory reserve	-	(342,750)	342,750	-	-
Prior Year adjustments	-	(413,563)	-	-	(413,563)
<b>Balance as at 31.12.2022</b>	<b>-</b>	<b>21,323,752</b>	<b>1,342,994</b>	<b>114,285,837</b>	<b>136,952,583</b>
<b>Balance as at 01.01.2023</b>	<b>-</b>	<b>21,323,752</b>	<b>1,342,994</b>	<b>114,285,837</b>	<b>136,952,583</b>
Contributions during the Year	40,736,152	-	-	-	40,736,152
Surplus for the year	-	2,522,438	-	-	2,522,438
Transfer to statutory reserve	-	(504,488)	504,488	-	-
Proposed Dividend	-	(1,738,044)	-	-	(1,738,044)
Prior year adjustments (Note 24 )	-	(584,721)	-	-	(584,721)
Decrease in Revaluation	-	-	-	(3,278,386)	(3,278,386)
<b>Balance as at 31.12.2023</b>	<b>40,736,152</b>	<b>21,018,937</b>	<b>1,847,482</b>	<b>111,007,451</b>	<b>174,610,022</b>

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**STATEMENT OF CASHFLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	Notes	2023 Kshs	2022 Kshs
<b>Cashflow from operating activities</b>			
Interest receipts	2	23,917,175	23,676,252
Other interest income	3	24,869,800	24,767,672
Other operating income	5	21,477,282	16,901,863
Interest expense	4	(33,152,449)	(27,851,419)
Payment to employees and suppliers	6-11	(20,210,673)	(22,210,991)
		<b>16,901,135</b>	<b>15,283,377</b>
<b>(Increase) decrease in operating assets</b>			
Trade and other receivables	13	12,042,658	5,857,458
Loans to members	17	(25,050,682)	29,083,702
Land held for sale	15	(107,520,207)	(13,588,088)
		<b>(120,528,231)</b>	<b>21,353,072</b>
<b>(Decrease)/ Increase in operating liabilities</b>			
Deposits from members	19,20	43,790,604	59,200,082
Trade payables	21	(8,287,059)	2,730,082
		<b>35,503,545</b>	<b>61,930,164</b>
<b>Net Cash from operating activities before tax</b>		<b>(68,123,552)</b>	<b>98,566,613</b>
Church Tithe Expense		(190,417)	-
<b>Net cash (used in)operations</b>		<b>(68,313,968)</b>	<b>98,566,613</b>
<b>Cashflow from investing activities</b>			
Purchase of property and equipment	18	(287,916)	(42,920,448)
Financial assets movement	14	22,956,262	(64,226,202)
Disposal of Assets		-	6,350,000
<b>Net cash (used in) from investing activities</b>		<b>22,668,346</b>	<b>(100,796,650)</b>
<b>Cashflow from financing activities.</b>			
Share capital contribution movement		40,736,152	-
Dividends paid		-	-
<b>Net cash generated from (used in) financing activities.</b>		<b>40,736,152</b>	<b>-</b>
Cash and Cash equivalents at the start of the year.		14,418,530	16,448,566
Net cash increase/ (decrease) during the period		(4,909,470)	(2,030,036)
<b>Cash and Cash equivalents at the end of the period</b>	12	<b>9,509,060</b>	<b>14,418,530</b>

# NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND

## ACCOUNTING POLICIES

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 1 Summary of Significant accounting Policies

The principal accounting policies adopted in the preparation of these Financial Statements are set out **Statement of Compliance and Basis of Preparation**

- a) The financial statements are prepared and comply with International Financial Reporting Standards and are prepared under the historical cost convention basis

In the current year, the society has adopted the amendments to IAS 1 Presentation of Financial Statements, Comprehensive revision including requiring a statement of comprehensive income IAS 1 on 'Presentation of financial statements' (effective on or after 1 January 2010, applicable and mandatory for the society's accounting periods beginning on or after 1 January 2010 but the society has not adopted them in advance of the effective date:

IAS 1 on 'Presentation of financial statements' (effective on or after 1 January 2010). IAS 7 on 'Cashflow Statement' (effective on or after 1 January 2010). IFRS 7 on 'Financial Instruments: Disclosures' (effective on or after 1 January 2010). IFRS 9 Financial Instruments (effective on or after 1 January 2013).

- b) **IAS 18: Revenue Recognition**

##### **Interest income and expense**

Interest on members loans and any other income is recognized on the year it is earned by the Society. Revenue shall be measured at the fair value of the consideration received or receivable. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

##### **Other income**

- i) Entrance fee is recognised when a new member joins the society;
- ii) Dividend is recognised when the right to receive income is established. Dividend are reflected as a component of other operating income based on the underlying classification of the equity instrument;
- iii) Commission income is recognised upon successful completion of the transaction;
- iv) Miscellaneous income is recognised upon performance of the services agreed on.

Interest income is recognised on an accruals basis in the profit or loss for the year using the effective yield on the asset. Interest income includes income from loans and advances. When financial assets become impaired, interest income is thereafter not recognised until such time that recoverability is assured.

The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. Interest expense on members' deposits is recognised on a pro-rata basis using the interest rate determined by the directors under the by-laws of the society.

- c) **IAS 7: Statement of Cashflows**

Statement of cash flows states that only expenditure that results in recognizing an asset can be

- d) **IAS 12: Income Taxes**

According to IAS 12, current tax for current and prior periods shall, to the extent unpaid, be recognized as a liability. If the amount already paid in respect of current and prior periods exceeds the amount due for those periods, the excess shall be recognized as an asset. Current tax liabilities (assets) for the current and prior periods shall be measured at the amount expected to be paid to (recovered from) the taxation authorities, using the tax rates (and tax laws) that have been enacted or substantively enacted by the balance sheet date.

## NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND

### ACCOUNTING POLICIES (CONT'D)

#### FOR THE YEAR ENDED 31 DECEMBER 2023

##### e) IFRS 9 Financial instrument

Issued on 24th July 2014, this standard replaces earlier version of IFRS 9 and replaced IAS 39, the criteria for classification into these categories are significantly different. In addition, the IFRS 9 impairment model has been changed from an "incurred loss" model from IAS 39 to an "expected credit loss" model. The standard is effective for annual period beginning on or after 1 January 2018 with retrospective application, early adoption permitted. The Welfare Fund is assessing the potential impact on its financial statements resulting from the application of IFRS 9.

##### f) IFRS 13: Fair value measurement

Effective 1st January 2013, this new standard provides guidance on how to measure fair value of financial and non-financial assets and liabilities when fair value measurement is required or permitted by IFRS. Because of its effective date, the Welfare Fund is not intending to adopt the amendment on its financial position or performance.

##### g) Property and Equipment

Property is recognized at cost and subsequently carried at cost less accumulated depreciation and impairment losses. Depreciation is calculated using the reducing balance method to write off the cost of each asset to its residual value over its estimated useful life using the following rates;

	<b>Rates</b>
Motor vehicles	25.0%
Computers & Accessories	25.0%
Office equipment	10.0%
Building	10.0%
Land	0.0%

##### **Intangible Assets**

Intangible assets include computer software recognised in the books at cost and amortised over an estimated useful life based on the circumstances at an annual rate of 20% per annum based on reducing balance method.

##### h) Financial and Business Risk Management

The Welfare Fund's activities expose it to a variety of financial risk including credit, liquidity and market risk. The risk limits are regularly assessed to ensure alignment with the Welfare Fund.

##### i) Credit Risk

Credit risk is the risk that some members may not repay loans when due and in full.

##### ii) Liquidity Risk

Liquidity risk is the risk that the Welfare Fund will encounter difficulty in meeting members' loan obligations.

##### iii) Interest rate Risk

The Welfare Fund is exposed to cash flow interest risk on its borrowings because of changes in the market interest rate. The Welfare Fund manages this exposure by maintaining a high interest cover which is the extent to which profit are available to service borrowing costs.

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**ACCOUNTING POLICIES (CONT'D)**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

**i) Statutory Reserve Fund**

Transfers are made to Statutory Reserve Fund account at a rate of 20% on net operating surplus after taxation in compliance with the provisions of the Co-operative Societies Act.

**j) Trade and Other Payables**

Trade and other payables are recognised initially at fair values and subsequently measured at amortised cost using the effective interest rate method.

**k) Loan and receivable**

Loans and receivables are financial assets with fixed or determined payment and fixed maturities that are not quoted in an active market. They arise when the Welfare Fund provide money directly to borrowers, other than those created with the intention of short term profit making. They are recognized at the date money is disbursed to the borrower or when they are transferred to the Welfare Fund from third party. Subsequently to initial recognition, these are carried at amortized cost. Loan origination fees together with related direct costs are treated as part of the cost of transaction.

**l) Cash and Cash Equivalents**

Cash and Cash Equivalents comprise cash in hand and demand deposits and other short term highly liquid investments that are readily convertible to cash and subject to insignificant risk of changes in value.

**m) Impairment losses on loans to members**

The Welfare Fund regularly reviews its loans to members to assess impairment. In determining whether an impairment loss should be recorded in the statement of financial income, the society makes judgements as to whether there is any observable data that there is measurable decrease in the estimated future cash flows of any loans.

**n) Functional and representation currency**

The consolidated financial statement are presented in Kenya Shillings, which is also the Welfare Fund's functional currency. Except as otherwise indicated, financial information presented in Kenya Shillings (Kshs) has been rounded to the nearest Shilling.

**o) Use of estimates and judgements**

The preparation of financial statement is in conformity with international Financial Reporting Standards requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of financial statements and expenses during the reported period. Although these estimates are based on Director's best knowledge of current events and actions, actual results ultimately may differ from estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates revised if the revision and future periods if the revision affects both current and future periods.



**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>Kshs</b>	<b>Kshs</b>
<b>2 Interest Income</b>		
<b>Members interest income</b>		
Interest on loan to members	23,917,175	23,676,252
	<u><b>23,917,175</b></u>	<u><b>23,676,252</b></u>
<b>3 Other income</b>		
Insurance fee	2,856,700	2,887,779
Negotiation fee	2,942,793	1,933,034
Interest income from Fixed Deposit-Absa Bank	-	2,388,605
Other income from front office	2,450,068	2,408,686
Other income	224,392	56,064
Interest Income from CIC Money Market	10,142,183	11,479,475
Interest from treasury bills	6,152,164	3,030,361
Interest from treasury bonds	-	486,000
Bank charges and commissions	101,500	97,668
	<u><b>24,869,800</b></u>	<u><b>24,767,672</b></u>
<b>4 Interest Expenses</b>		
Interest on members deposit	38,597,527	33,150,907
Interest on members' fixed deposits	1,808,246	1,647,121
	<u><b>40,405,773</b></u>	<u><b>34,798,028</b></u>
<b>5 Income from non-core activities</b>		
Gain on sale of land	17,559,817	15,636,187
Gain on sale of Kibiko house	-	950,000
Rental income	1,315,460	20,000
Dividend income	12,792	16,799
Mpesa commission.	278,992	278,877
Reduction In Loan Loss Provision	2,310,221	-
	<u><b>21,477,282</b></u>	<u><b>16,901,863</b></u>
<b>6 Administrative expenses</b>		
Travelling and subsistence	130,710	166,533
General and office utilities	132,886	251,627
Printing and stationery	364,533	268,999
Computer expenses	14,630	32,397
License fee	42,973	35,000
Bank charges	161,178	66,636
Telephone and postage	235,968	162,435
Insurance	868,504	1,182,059
Depreciation & Amortization	1,526,891	907,662
Consultancy fees	549,000	361,500
Water, fuel and electricity	509,087	452,379
Rent & Rental housing expenses	702,812	743,948
Motor vehicle expenses	25,245	217,740
Repairs and maintenance	518,267	113,534
	<u><b>5,782,684</b></u>	<u><b>4,962,449</b></u>

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>Kshs</b>	<b>Kshs</b>
<b>7 Personnel expenses</b>		
Salaries and wages	6,014,293	6,488,412
Staff Allowances	807,000	-
Pension fund	318,091	359,181
Casual wages	6,000	2,000
Housing Levy	47,423	-
NSSF-contribution	129,731	29,200
NITA Levy	2,400	-
Staff welfare	425,148	322,187
	<b><u>7,750,086</u></b>	<b><u>7,200,980</u></b>
<b>8 Marketing and public relations expenses</b>		
Education and Promotion	700,605	26,500
Sales commissions & Discounts.	-	501,500
	<b><u>700,605</u></b>	<b><u>528,000</u></b>
<b>9 Governance expenses</b>		
Annual general Meeting	3,474,974	2,781,042
Board meetings and training	1,343,445	590,000
Committee Allowances	2,152,445	1,962,275
	<b><u>6,970,864</u></b>	<b><u>5,333,317</u></b>
<b>10 Legal and professional expenses</b>		
Audit fees	115,000	110,000
Legal fees and stamp duty	1,122,508	551,253
	<b><u>1,237,508</u></b>	<b><u>661,253</u></b>
<b>11 Other Operating Expenses</b>		
Security expense	629,112	520,375
Land development costs	3,363,725	3,860,360
Loss in fair Value Quoted Shares	98,445	53,273
Loans Written off	-	-
Allowance for loan loss	-	5,000,000
Internet	297,746	450,342
Gifts and donation	225,000	73,244
	<b><u>4,614,028</u></b>	<b><u>9,957,594</u></b>
<b>12 Cash and Cash Equivalents</b>		
Absa Savings Account	2,938,097	6,285,497
Cash Treasury	1,392,355	2,240,086
Cooperative bank	1,122,312	378,567
Absa bank uwezo	3,230,675	4,919,382
Cheque settlement	67,334	-
Mpesa Account	683,995	414,598
Operating Fund	-	100,000
Mpesa USSD	74,292	80,400
	<b><u>9,509,060</u></b>	<b><u>14,418,530</u></b>

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>Kshs</b>	<b>Kshs</b>
<b>13 Trade and other receivables</b>		
Land loan Receivable	30,300,841	39,409,258
Account Receivable St. Joseph	-	2,730,988
Promic shamba	638,411	773,230
Account Receivable Cadons	-	48,633
Accounts Receivable - unspecified		19,801
	<b><u>30,939,252</u></b>	<b><u>42,981,910</u></b>
<b>14 Financial Assets</b>		
CIC money market fund	112,366,196	142,224,013
Treasury bills	60,000,000	53,000,000
Investment in listed securities	156,336	254,781
Shares in Pacis Insurance Co.ltd	250,000	250,000
	<b><u>172,772,532</u></b>	<b><u>195,728,794</u></b>
<b>15 Other Investments</b>		
Land held for sale	235,688,064	128,167,857
Investment in St. Joseph Ngong Catholic academy	178,311,614	181,590,000
CADON Investment	12,086,500	-
	<b><u>426,086,178</u></b>	<b><u>309,757,857</u></b>
<b>Land held for Sale Movement</b>		
As at start of the year	128,167,857	45,129,621
Transfers From Land at Cost	139,178,219	13,588,088
Land sold during the year	<u>(31,658,012)</u>	<u>69,450,148</u>
<b>Balance as at 31.12.2023</b>	<b><u>235,688,064</u></b>	<b><u>128,167,857</u></b>
<b>16 Intangible Asset (Software)</b>		
At the beginning of the year	<u>2,160,000</u>	<u>2,160,000</u>
<b>At the end of the year</b>	<b><u>2,160,000</u></b>	<b><u>2,160,000</u></b>
<b>Amortization</b>		
Accumulated depreciation	1,696,000	1,264,000
Charge for the year	432,000	432,000
	<b><u>2,128,000</u></b>	<b><u>1,696,000</u></b>
<b>Net Book Value</b>	<b><u>32,000</u></b>	<b><u>464,000</u></b>

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>			
	<b>Kshs</b>	<b>Kshs</b>			
<b>17 Loans to Members</b>					
Balance at start of the year	170,697,015	199,780,717			
Disbursements during the year	318,689,304	219,067,272			
Repayment during the period	(293,638,622)	(236,990,996)			
Loans Written Off	<u>(2,606,149)</u>	<u>(11,159,978)</u>			
Gross loan balance at the end of the year	<b><u>193,141,548</u></b>	<b><u>170,697,015</u></b>			
Provision for loan loss	<u>(2,699,137)</u>	<u>(7,615,507)</u>			
Net loan	<b><u>190,442,411</u></b>	<b><u>163,081,508</u></b>			
<b>Provision For Impairment</b>					
As at start of the year	7,615,507	14,000,000			
Charge to profit and loss account	(2,310,221)	5,000,000			
Prior Year Adjustments	-	(224,515)			
Loans Written Off during the year	<u>(2,606,149)</u>	<u>(11,159,978)</u>			
At end of the year.	<b><u>2,699,137</u></b>	<b><u>7,615,507</u></b>			
Balance in expected Provision for Impairment	<u>-</u>	<b><u>8,489,035</u></b>			
<b>Aging Analysis</b>	<b>N.o of Loans</b>	<b>Loan Portfolio</b>	<b>Rate</b>	<b>Provision</b>	<b>Provision</b>
0 Days Performing	1362	183,756,511	1%	1,837,565	1,342,636
1-30 Days Watch	83	8,096,502	5%	404,825	529,048
31-180 Days Substandard	6	750,083	25%	187,521	2,888,230
181-360 Days Doubtful	1	538,452	50%	269,226	2,954,960
>360 Days Loss	0	-	100%	-	8,389,669
	<b><u>1,452</u></b>	<b><u>193,141,548</u></b>		<b><u>2,699,137</u></b>	<b><u>16,104,542</u></b>

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND  
NOTES TO THE FINANCIAL STATEMENTS (CONT'D)  
FOR THE YEAR ENDED 31 DECEMBER 2023**

**18 Property and Equipment**

	LAND 0.0% KSHS	BUILDING 10.0% KSHS	OFFICE EQUIPMENT 10.0% KSHS	COMPUTER ACCESSORIES 25% KSHS	MOTOR VEHICLES 25% KSHS	TOTAL KSHS
<b>Cost or Valuation</b>						
As at 1 January 2022	64,831,260	2,622,505	2,562,176	4,037,873	1,900,400	75,954,214
Additions	41,700,034	999,152	35,135	186,127	-	42,920,448
Transfer To land Held For Sale	(69,450,148)	-	-	-	-	(69,450,148)
Prior year adjustments	-	(182)	-	-	(400)	(582)
<b>As at 31 December 2022</b>	<b>37,081,146</b>	<b>3,621,475</b>	<b>2,597,311</b>	<b>4,224,000</b>	<b>1,900,000</b>	<b>49,423,932</b>
<b>Depreciation</b>						
As at 1 January 2022	-	-	1,106,191	3,323,771	1,449,222	5,879,184
Prior year depreciation undercharge	-	-	142,551	158,393	112,619	413,563
Charge for the period	-	-	168,571	222,551	84,540	475,662
<b>As at 31 December 2022</b>	<b>-</b>	<b>-</b>	<b>1,417,313</b>	<b>3,704,714</b>	<b>1,646,381</b>	<b>6,768,408</b>
<b>Net book value</b>						
<b>As at 31 December 2022</b>	<b>37,081,146</b>	<b>3,621,475</b>	<b>1,179,998</b>	<b>519,286</b>	<b>253,619</b>	<b>42,655,524</b>
<b>Cost or Valuation</b>						
As at 1 January 2023	37,081,146	3,621,475	2,597,311	4,224,000	1,900,000	49,423,932
Additions	-	-	247,916	40,000	-	287,916
Transfer to Land Held For Sale	(21,916,000)	-	-	-	-	(21,916,000)
Prior year adjustment	-	-	-	(186,127)	-	(186,127)
<b>As at 31 December 2023</b>	<b>15,165,146</b>	<b>3,621,475</b>	<b>2,845,227</b>	<b>4,077,873</b>	<b>1,900,000</b>	<b>27,609,721</b>
<b>Depreciation</b>						
As at 1 January 2023	-	-	1,417,313	3,704,714	1,646,381	6,768,408
Prior year depreciation overcharge	-	-	-	(55,838)	-	(55,838)
Charge for the period	-	362,148	142,791	93,290	63,405	661,634
<b>As at 31 December 2023</b>	<b>-</b>	<b>362,148</b>	<b>1,560,104</b>	<b>3,742,166</b>	<b>1,709,786</b>	<b>7,374,204</b>
<b>Net book value</b>						
<b>As at 31 December 2023</b>	<b>15,165,146</b>	<b>3,259,327</b>	<b>1,285,123</b>	<b>335,707</b>	<b>190,214</b>	<b>20,235,517</b>

**NGONG CATHOLIC PARISH MEMBERS' WELFARE FUND**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D)**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

	<b>2023</b>	<b>2022</b>
	<b>Kshs</b>	<b>Kshs</b>
<b>19 Member Non Withdrawable Deposits</b>		
As at the start of the year	430,835,718	371,635,636
Contributions during the year	21,704,415	59,200,082
<b>At the end of the year</b>	<b><u>452,540,133</u></b>	<b><u>430,835,718</u></b>
<b>20 Members savings</b>		
Members savings	151,751,902	128,999,912
Members fixed deposits	27,564,558	28,230,359
	<b><u>179,316,460</u></b>	<b><u>157,230,271</u></b>
<b>21 Trade payables</b>		
Land Deposit Held	-	9,700,000
Unidentified Deposits	467,633	1,343,287
Church tithe payable	280,271	190,417
Audit fee payable	115,000	110,000
Accrued expense	-	7,857
Cashier Overages	29,048	24,263
Rent payable	-	126,000
Pension payable	43,600	-
Legal fees payable	72,815	-
Other Payables	2,206,397	-
	<b><u>3,214,764</u></b>	<b><u>11,501,823</u></b>
<b>22 Dividend payable</b>		
At the start of the year	-	-
Proposed Dividends to members	1,738,044	-
	<b><u>1,738,044</u></b>	<b><u>-</u></b>
<b>23 Interest payable</b>		
At the start of the year	32,567,728	25,482,305
Prior year adjustment	584,721	138,814
Interest Paid during the year	(33,152,449)	(26,204,298)
Proposed interest to members	38,597,527	33,150,907
	<b><u>38,597,527</u></b>	<b><u>32,567,728</u></b>

**24 Prior year Adjustments**

Prior year Adjustments are related to overprovisioning of dividends of Kshs.584,721 and overstatement of Computers and accessories by Kshs. 186,127 in the year 2022

**25 Comparatives**

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