

# **REPORT OF THE AUDITOR-GENERAL ON KENYA SEED COMPANY LIMITED AND ITS SUBSIDIARIES FOR THE YEAR ENDED 30 JUNE 2018**

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## **REPORT ON THE FINANCIAL STATEMENTS**

### **Qualified Opinion**

I have audited the accompanying financial statements of Kenya Seed Company Limited and its Subsidiaries (the Group) set out on pages 1 to 77, which comprise the statement of financial position as 30 June 2018, and the profit and loss and other comprehensive income, statement of changes in equity, statement of cash flows and statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of Kenya Seed Company Limited and its Subsidiaries (the Group) as at 30 June 2018, and of its financial performance and its cash flows for the year then ended, in accordance with International Financial Reporting Standards and comply with the Companies Act, 2015 of the laws of Kenya.

### **Basis for Qualified Opinion**

#### **1.0 Non-Current Assets**

##### **1.1. Land**

The statement of the financial position as at 30 June 2018 reflects non-current assets balance of Kshs.5,569,042,000 which includes land figure of Kshs.2,389,603,000 as disclosed in note 17 to the financial statements which is at variance with the land register figure of Kshs.2,577,195,000 resulting in an unexplained difference of Kshs.187,592,000.

Consequently, the accuracy and completeness of the land figure of Kshs.2,389,603,000 as at 30 June 2018 could not be confirmed.

##### **1.2 Unconfirmed Land Ownership**

Included in the land figure of Kshs.2,389,603,000 are two parcels of land registration L.R.NO.2989/6 with an acreage of 364.99 acres and registration No. L.R.NO.2989/9 of 192 acres in Endebess within Trans Nzoia County valued at Kshs.186,595,000 whose title deeds were not availed for audit verification. Although the management indicated that the title deeds were held by the Kenya Commercial Bank as security for loans advanced to the company, the bank confirmation certificate from Kenya Commercial Bank did not indicate

whether these two titles were among the documents held by the bank for Kenya Seed Company.

As a result, the validity, safety and ownership of the two parcels of land valued at Kshs.186,595,000 could not be ascertained.

### 1.3 Motor Vehicles

Included in the property, plant and equipment balance of Kshs.2,923,272,000 reflected in the statement of financial position is net motor vehicle figure of Kshs.98,845,000 as disclosed under note 16 (a) to the financial statements. However, the logbooks for the following vehicles were not made available for audit verification.

No.	Tag Number	Description	Registration No.	Acquisition Value
1	5979	Isuzu Pick Up 3000cc	KBG 380C	1,655,965.50
2	5981	Isuzu Single Cabin Pick/up 3000cc	KBG 384 C	1,655,965.50
3	6401	TOYOTA PRADO VX	KCD 166G	9,789,878.00
4	1534	SUZUKI 1300	KAQ 253W	650,000.00

Under the circumstances, the existence and ownership of motor vehicles valued at Kshs.98,845,000 as at 30 June 2018 could not be confirmed.

### 1.4 Tractor, Trailers and Forklifts

The statement of financial position as at 30 June 2018 reflects property, plant and equipment figure of Kshs.2,923,272,000 out of which Kshs.31,064,000 relates to tractors, trailers and forklifts as disclosed under note 16 (a) to the financial statements. However, logbooks for the following tractors were not made available for audit verification.

No.	Tag Number	Description	Registration No.	Acquisition Value
1	2255	Same Laser - Tractor	KAN 369V	800,000.00
2	6707	New Holland Tractor	KBL 167G	7,000,200.00

Consequently, the existence, and ownership of the tractors, trailers and forklifts of net book value of Kshs.7,800,200 could not be confirmed as at 30 June 2018.

### 1.5 Valuation of Land and Buildings

As similarly reported in the previous year 2016/2017, note 16(a) to the group financial statements reflects free hold land and residential buildings totaling Kshs.2,778,310,000 at cost or valuation. It was further, reported that records available for audit review indicated that in the year 2008, a consultant was engaged to revalue the Company's assets in line with the International Accounting Standards whereby land and buildings were valued at

Kshs.1,570,489,000 and Kshs.1,539,001,000 respectively. However, the client adopted a conservative cost and valuation of Kshs.1,372,737,000 on land and buildings. In consequence, it has not been possible to ascertain whether, the group net property, plant and equipment balance of Kshs.2,923,272,000 as at 30 June 2018 is fairly stated.

In view of the foregoing, the accuracy, completeness, existence, safety and valuation of the non-current assets balance of Kshs.5,569,042,000 as at 30 June 2018 could not be ascertained.

## **2.0 Trade and Other Receivables - Marketing stores Cashbox Debtors**

The statement of financial position as at 30 June 2018 reflects trade and other receivables figure of Kshs.889,901,000 as disclosed under note 25 to the financial statements which includes trade receivables figure of Kshs.1,442,591,000 out of which Kshs.15,069,014 relates to Marketing stores cashbox debtors. However, no schedules were produced to support the marketing stores cashbox debtors figure of Kshs.15,069,014

Consequently, it has not been possible to confirm the accuracy and completeness of the marketing stores cashbox debtors figure of Kshs.15,069,014 as at 30 June 2018.

## **3.0 Administration expenses -Irregular Procurement and payment of Security Services**

Kenya seed company limited during the year awarded security services contract to the Gillys Security & Investigation Services Limited for annual contract sum of Kshs.29,690,400 but due to non-performance the contract was terminated vide letter ref. KSC/CS/187/07/2017 dated 31 July 2017 and another contract signed between the company and M/s Lavington Security Limited to provide the services for a period of five months to 31 December 2017. The contract was renewed on 11 December for Six (6) months with effect from 1 January 2018. However, examination of the documents provided for audit revealed that the services procured from M/s Lavington Security were through direct procurement. No tender documents were prepared to form the basis of negotiations as required by section 104 of the public procurement and disposal act 2015. Further, the contract signed included provision of security services to some areas which were not in the jurisdiction of the Kenya seed company. No explanation was provided by the management for providing security services to other independent entities.

In the circumstances, the propriety of Kshs.4,280,000 security services expenditure could not be confirmed as at 30 June 2018.

## **4.0 Long Outstanding Travel Sales Persons Debts**

The statement of financial position reflects net trade and other receivables figure of Kshs.889,901,000 as disclosed under note 25 of the financial statements out of which a figure of Kshs.1,442,591,000 relate to trade receivables. Examination of records revealed that out of the trade receivables of Kshs.1,442,591,000 there was an amount of Kshs.11,698,052 that related to the sale officers who were allowed to sell seeds to farmers and stockists

during their route visits. However, scrutiny of the documents produced for audit revealed that these debts have been outstanding since 2008. No reason was provided by the management for failure to recover the debts. No provision has been made in the financial statements in respect to these long outstanding debts.

Consequently, the validity, accuracy and recoverability of the trade receivables balance of Kshs.11,698,052 as at 30 June 2018 could not be ascertained.

## 5.0 Provision for Raw Maize obsolete stocks

The statement of profit and loss and other comprehensive income reflects a figure of Kshs.539,621,000 under administrative expenses out of which an amount of Kshs.250,177,000 was for provision of obsolete stocks. Examination of records made available for audit revealed that varieties of raw maize worth Kshs.217,848,520 was infected with Maize Lethal Necrosis Disease (MLND) and slow germination as reported by Kephis as listed below;

Product name	Status	Kgs	Cost	Amount
PH4	RAW	1,728,241	72.27	124,899,977.07
DH01	RAW	244,012	72.27	17,634,747.24
DH02	RAW(MLND+VE)	52,290	72.27	3,778,998.30
H628	RAW(MLND+VE)	71,811	72.27	5,189,780.97
H625	RAW(MLND+VE)	3,999	72.27	289,007.73
DH04	RAW	514,131	72.27	37,156,247.37
IRR	RAW	12,577	72.27	908,939.79
KSDTV-01	RAW	98,170	72.27	7,094,745.90
H614	RAW(MLND+VE)	126,328	72.27	9,129,724.56
H6213	RAW(MLND+VE)	37,192	72.27	2,687,865.84
H513	RAW(MLND+VE)	97,016.00	72.27	7,011,346.32
H519	RAW(MLND+VE)	28,603.00	72.27	2,067,138.81
<b>TOTAL</b>				<b>217,848,519.90</b>

Physical verification of the stores revealed that these slow germinations and infected raw maize was held in stores hence increasing the cost of storage.

No reason was provided by the management on why these obsolete stocks were not disposed leading to avoidable loss.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Kenya Seed Company Limited in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

## Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matter(s) described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

## REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

### Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources and Qualified Opinion sections of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### Basis for Conclusion

#### 1 Failure to Observe One third rule for staff Establishment

An examination and analysis of the human resource records of the Kenya Seed Company Ltd revealed that during the year under review the Company recruited seventeen (17) members of staff as at 30 June 2018. However, it was observed that 53% of the staff recruited were from the dominant ethnic community contrary to part III Sections 7 (2) of the National Cohesion and Integration Act, No. 12 of 2008. As a result, the management is in breach of the law.

#### 2 Amount Due from Government and Parastatals

The statement of financial position as at 30 June 2018 reflects amounts due from parastatals and other Government controlled organizations of Kshs.884,142,000 as disclosed under note 23( c) to the financial statements out of which an amount of Kshs.871,449,000 has been outstanding for over three (3) months period as summarized below:

<b>Ministry/Department</b>	<b>Amount (Kshs)</b>
Ministry of Agriculture.	745,342,000
County Governments	54,108,000
Kenya Farmers Ass	46,002,000
ADC	-
NCPB	25,191,000
KARI	806,000
<b>Total</b>	<b>871,449,000</b>

Under the circumstances, the validity and recoverability of the Kshs.871.449,000,000 due from parastatals and other Government controlled organizations as at 30 June 2018 could not be confirmed.

### **3 Unsurrendered imprests**

Included in the gross staff receivables figure of Kshs.100,593,000 as disclosed in note 21 to the financial statements is imprest figure of Kshs.4,083,262 as at 30 June 2018. Available information revealed that some staff had multiple imprests contrary to the company policy. In the circumstances, the institution was in breach of its own financial regulations.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## **REPORT ON INTERNAL CONTROLS EFFECTIVENESS, GOVERNANCE AND RISK MANAGEMENT SYSTEMS**

### **Conclusion**

As required by Section 7 (1) (a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter(s) described in the Basis for [Conclusion on Effectiveness of Internal Controls, Risk Management and Governance/Qualified Opinion] section of my report, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

### **Basis for Conclusion**

#### **Unpaid Postdated Cheques**

During the year under review, the Kenya Seed Company limited had accumulated unpaid post- dated cheques totaling to Kshs.29,229,996. These cheques have remained unpaid for a considerably very long period contrary to the company's policy. Consequently, the effectiveness of the company's cash flow management could not be confirmed.

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

As required by the requirements of the Kenya Companies Act,2015, I report based on my audit, that:

- i. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit;
- ii. in my opinion, adequate accounting records have been kept by the Kenya Seed Co., so far as appears from the examination of those records; and,

The Kenya Seed Co. financial statements are in agreement with the accounting records and returns.

### **Responsibilities of Management and Those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for maintaining effective internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

In preparing the financial statements, management is responsible for assessing the Kenya Seed Co. ability to continue as a going concern disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Kenya Seed Co. or to cease operations, or have no realistic alternative but to do so.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the Kenya Seed Co. financial reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

### **Auditor-General's Responsibilities for the Audit**

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Kenya Seed Co. policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

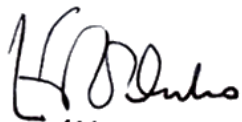
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Kenya Seed Co. ability to continue as a going concern or to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Kenya Seed Co. to cease to continue as a going concern or to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Kenya Seed Co. to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



**FCPA Edward R. O. Ouko, CBS**  
**AUDITOR-GENERAL**

**Nairobi**

**17 June 2019**

**Appendices****Appendix 1**

<b>Earnings less than a third</b>							
<b>S.NO</b>	<b>EMP NO</b>	<b>NAME</b>	<b>Gross Pay</b>	<b>Basic Pay</b>	<b>Net Pay</b>	<b>a third pay</b>	<b>less than a third</b>
Jun-18							
1	00000635	Kurgat K. Richard	52,916.36	38,916.36	7,462.00	12,972.12	- 5,510.12
2	00000645	Basiliza Jepkemboi	46,815.76	29,352.86	5,449.00	9,784.29	- 4,335.29
3	00002367	Geoffrey Mutai	23,056.00	18,000.00	4,574.50	6,000.00	- 1,425.50
May-18							
4	00000635	Kurgat K. Richard	67,195.81	38,916.36	12,175.00	12,972.12	- 797.12
5	00000645	Basiliza Jepkemboi	45,826.36	29,352.86	7,123.00	9,784.29	- 2,661.29
6	00000654	Joseph Komen Kiptoo	54,228.14	38,916.36	12,097.25	12,972.12	- 874.87
Nov-17							
7	00000654	Joseph Komen Kiptoo	46,157.35	32,457.35	9,232.00	10,819.12	- 1,587.12
Oct-17							
8	00000162	Patrick M. Thuo	620,000.00	480,000.00	63,776.20	160,000.00	- 96,223.80
Aug-17							
9	00000635	Kurgat K. Richard	46,157.35	32,457.35	4,832.00	10,819.12	- 5,987.12

## Appendix 2

<b>Parcels of Land Not Included in Financial Statement</b>			
	<b>L.R. Numbers - Titles</b>	<b>Acreage</b>	<b>Land Value</b>
1	L.R.NO.12215	8.094 Hectares or 20 Acres	21,500,000.00
2	L.R.NO.5337/2	20.48 Hectares or 50.607 Acres	54,500,000.00
3	L.R.NO.2990/3	731.69 Hectares or 1808 Acres	600,680,000.00
4	L.R.NO.5397(1498)	Vacant land:1176 Acres Coffee 132 Acres	437,800,000.00
5	L.R.NO.2042/6	35.21 Hectares or 87.00 Acres	69,600,000.00
6	L.R.NO.2041/2	60.10 Hectares or 148.5 Acres	56,400,000.00
7	L.R.NO.2989/6	147.71 Hectares or 364.99 Acres	122,275,000.00
8	L.R.NO.2989/4 IR 3718)	212 Acres	70,800,000.00
9	L.R.NO.2989/2	375 Acres	122,820,000.00
10	L.R.NO.2989/3	215.8 Hectares or 533.24 Acres	174,700,000.00
11	L.R.NO.2989/9	77.7 Hectares or 192 Acres	64,320,000.00
12	L.R.NO.2989/8	8.22 Hectares or 20.3 Acres	6,800,000.00
13	L.R. NO. 21116/5 BLOCK 5	7.960 Hectares or 19.67 Acres	150,000,000.00
14	L.R.NO.2116/484	2.398 Hectares or 5.926 Acres	90,000,000.00
15	L.R.NO.2116/487/VI	0.1951 Hectares or 0.482 Acres	8,000,000.00
16	L.R.NO.2116/721	1.110 Hectares or 2.74 Acres	40,000,000.00
17	L.R.NO.2116/65/XVI	0.416 Hectares or 1.028 Acres	16,000,000.00
18	L.R.NO.2116/4/VII	0.619 Hectares or 1.529 Acres	22,000,000.00
19	L.R.NO.2116/62/XVI	0.582 Hectares or 1.437 Acres	20,000,000.00
20	L.R.NO.2116/24/VII	0.669 Hectare or 1.653 Acres	22,000,000.00

21	L.R.NO.2116/447	1.408 Hectares or 3.48 Acres.	50,000,000.00
22	L.R.NO.2116/444/1	0.600 Hectares or 1.484 Acres	23,000,000.00
23	L.R.NO.2116/141/VI	0.122 Hectares or 0.3013 Acres	10,000,000.00
24	NAKURU/MUNICIPALITY BLOCK 8/6	1.757 Hectares or 4.34 Acres	150,000,000.00
25	L.R.NO.519/74	0.1115 Hectares or 0.28 Acres	4,000,000.00
26	KAKAMEGATOWNSHIP/BLOCK 1/252	0.2405 Hectares or 0.5943 Acres	10,000,000.00
27	LR NO 209/20269(I.R63704)	1.0 Hectare or 2.47 acres	160,000,000.00
	<b>TOTAL</b>		<b>2,577,195,000.00</b>

**Appendix 3**

<b>EXPORT CUSTOMERS</b>			
<b>AC/NO</b>	<b>NAME OF THE CUSTOMER</b>	<b>ADDRESS</b>	<b>Amount in Kshs.</b>
20000	BRAMIN LIMITED	Box 5523 KIGALI RWANDA	32,493.80
20000	BRAMIN LIMITED	Box 5523 KIGALI RWANDA	18,054.31
20003	MINISTRY OF AGRICULTURE & ANIMAL RESOURC	Box 621 KIGALI RWANDA	125,595,831.41
20003	MINISTRY OF AGRICULTURE & ANIMAL RESOURC	Box 621 KIGALI RWANDA	-37,949,032.20
20007	ARPEES LIMITED	BOX 16478-801 - MOMBASA	686,407.90
20014	BEDUCO NV	BOX 2120 SCHOT WASSERIJSTRAAT	921,148.65
20015	BRAMIN LTD	RWANDA	-96,345.40
20016	BRALIRWA LIMITED	BOX 5525 KIGALI RWANDA	90,930.01
20017	CARE INTERNATIONAL IN KENYA	BOX 43864 NAIROBI	557,300.00
20019	CHEKWOTI JOB	BOX 12 KAPCHORWA UGANDA	23,100.00
20022	EXPORT TRADING COMPANY	BOX 57661 NAIROBI	215,000.00
20028	KOKWOMURYA FAIR AGENCY	BOX 36 KAPCHORWA UGANDA	24,750.00
20032	LENERSAN POORTMAN BVE	DORDRECHT	2,612,403.56
20033	MS BIM HARMESH AGRI ESTAB	BOX 3865 ABUDHABI	13,098,000.00
20035	MINISTRY OF AGRICULTURE	BOX 625 KIGALI RWANDA	142,285,077.47
20036	NASHWAN TRADING	BOX 6660 DUBAI	8,411,600.00
20041	PREMCHAND DEPAR & CO	BOX 98126 MOMBASA	1,050,249.00
20042	PENTA TRADING BV	4148AA BREDA	8,457,447.45
20046	SEBEI ELGON CO-OP LIMITED	BOX 12 KAPCHORWA UGANDA	567,995.00
20049	SAHARI AL KHALEE J	BOX 23767 AL AIN UAE	28,092,704.40
20050	SUKURA AGRO SUPPLIES	BOX 2359 MBALE UGANDA	1,575,636.20
20051	SOROTI FARMERS	UGANDA	77,460.00
20054	TORORO FARMERS	UGANDA	87,530.00
20055	UGANDA NATIONAL FARMERS	BOX 155 KAPCHORWA UGANDA	221,930.00
20058	PIONEER AGRI ESTATE	BOX 8041 AL IN DUBAI	975,831.20

20065	RWANDA STORE RETAIL SALES	KIGALI	6,104,918.73
20067	RWA - CO-PE KOAINYA	KIGALI	73,644.00
20070	RWA - TABURA(ONE ACRE FUND)	RWANDA	14,784,185.20
20079	RWA - CO-PE HUGUKA MUHINZI	RWANDA	2,842.40
20087	RWA - WIN AGRO TECH	RWANDA	179,667.31
20109	RWA - GAKO/APTC	RWANDA	10,697.76
20119	RWA - INTRAGRI -MUYIRA	RWANDA	5,684.80
20123	RWA - ORORA SHOP	RWANDA	4,861.14
20124	RWA - AGRO CHEMICAL	RWANDA	4,522.00
20127	RWA - AGROVET RULINDO	RWANDA	41,048.72
20132	RWA -TERARIMBARE MUHINZI	RWANDA	58,249.35
20141	RWA - ECOGRAEEN	RWANDA	16,150.00
20146	RWA - BUGESERA AGRIBUSINESS COMPANY	RWANDA	2,457.00
20150	RWA - FARMERS CHOICE RWANDA	RWANDA	46,954.00
20152	RWA- GREEN FARMER SUPPLY	RWANDA	301,386.48
20153	RWA- DUHINGE SHOP	NYABUGOGO RWANDA	92,341.48
20163	RWA - TWITEZIMBERE	GICUMBI RWANDA	19,069.64
	<b>TOTAL</b>		<b>319,382,182.77</b>

**Appendix 4**

<b>Travel Sales Persons Debts</b>	
<b>NAME</b>	<b>AMOUNT (Kshs.)</b>
A SUMBA	(15,495.00)
RISPER CHEPKONGA	(76.00)
KIBEREN WILLIAM	25,734.00
ABEDNEGO SENGWER	98,671.00
J NGETETAI	181,481.00
G MALAMOCH	851,780.00
CHEPSAIGUT ANDREW	1,163,641.00
H KIMALEN	518,189.00
D MASINDE	6,553,682.00
MWANIKA DANIEL	(14,904.00)
M SONGOROH	30,930.00
JOB NDEMO	40,500.00
A SIMIYU	1,005,591.00
J KISU	5,240.00
GEORGE ONGERI	49,924.00
R KARINDE	1,127,777.50
R KAGINDA	19,820.00
A BONG'O	55,573.20
<b>TOTAL</b>	<b>11,698,058.70</b>



**Appendix 5**

<b>UNPAID CHEQUES IN THE YEAR 2017-2018</b>			
<b>CUSTOMER</b>	<b>CHEQ NUMBER</b>	<b>DATE</b>	<b>BALANCES</b>
KAPKECHIR	000023	4/27/2018	583,200.00
KAPKECHIR	000026	4/26/2018	631,800.00
KAPKECHIR	000028	5/2/2018	631,800.00
KAPKECHIR	000029	5/8/2018	631,600.00
KINYO AGRI	20180502	5/2/2018	96,678.00
MOIBEN CONNECTIONS	Various	5/2/2018	16,522,575.00
BIBAMU STORES	000112	4/4/2018	460,396.00
TARAKWA GEN STORES	000176	4/26/2018	550,000.00
TARAKWA GEN STORES	000205	4/26/2018	291,600.00
TARAKWA GEN STORES	000206	5/2/2018	900,000.00
TARAKWA GEN STORES	000219	5/9/2018	705,024.00
TAWAKAL WHOLESALERS	000337	8/17/2017	102,940.00
CHERANGANY VET	000460	4/9/2018	364,900.00
MOSOP FARMCARE	000499	6/5/2018	194,400.00
MOSOP FARMCARE	000500	6/5/2018	42,520.00
BATUMO CONTRACTORS	000490	7/3/2017	451,980.00
EWASO NYIRO	000981	2/26/2018	154,400.00
EWASO NYIRO	000996	3/27/2018	166,900.00
GREENFARM SS LTD	001010	5/2/2018	615,600.00
NDALAT AGROVET	000084	7/3/2017	361,600.00
NDALAT AGROVET	000089	7/3/2017	19,590.00
RANALO ENTERPRISES	000370	7/3/2017	100,000.00
USHINDI AGROVET	024974	5/2/2018	313,200.00
KAPNGETUNY	000105	7/10/2017	300,000.00
TARAKWA AGRO VET	00164	2/27/2018	600,000.00
TARAKWA AGRO VET	000247	11/29/2017	729,000.00
TARAKWA AGRO VET	001528	9/26/2017	842,590.00
FARMLINK ENTERPRISES	000363	10/2/2017	91,390.00
LITEIN VET			155,123.00
NUNGUNI	4199	7/4/2017	777,600.00
TARAKWA AGROVET	1527	7/25/2017	841,590.00
		<b>TOTAL</b>	<b>29,229,996.00</b>

**Appendix 6**  
**Outstanding Imprest**

Number	Employee name	Outstanding imprest	Imprest advanced	Date advanced imprest was issued
	Wycliffe muchanji	105,536	47,600	13/12/2017
	Mark wekesa	7,990	25,600	13/12/2017
	Edwin k ruto	12,000	16,800	13/12/2017
	Starnely koech/odinga	103,950	10,600	13/12/2017
	Dismas odanga	20,000	24,800	13/12/2017
	Zachariah soi	207,810	36,400	13/12/2017
	Alphonse laboso	75,520	25200	
	James k chemweno	44,800	43,400	14/12/2017
	Gladys koech	49,472	51600	6/12/2017
	Ken wekulo	255,450	21000	6/12/2017
	Fred oloibe	65,030	33,600	11/12/2017
	Abraham mukhovi	116,867	16,800	4/11/2017
	Patrick thuo	13,000	33,600	7/12/2017
	Sammy k chepsiror	47,745.93	67,200	5/12/2017
	Azariah soi	153,210	54,600	30/11/2017
	Sammy k chepsiror	47,745	50,400	22/11/2017
	Leonard kibet	24,500	70,000	21/11/2017
	James osore	88,836	150,624	10/11/2017
	Catherine nzioka	67,320	15,650	
	Eliud masai	18,200	22,750	28/06/2018
	Erick tegei	18,330	84,000	28/06/2018
	Edwin ruto	29,470	30400	6/06/2018
	Fred oloibe	35,630	25,200	6/06/2018
	William kiberen	392,570	191,897	6/06/2018
	Raphael simiyu	45,000	9,100	28/05/2018
	Mark toroitich	37,000(dec 2014, 22500&march 2015. 14500)	9,100	28/05/2018
	Charles osii	39,600	16,800	23/05/2018
	Grace were	267,353.80	22,825	23/05/2018
	Harrison kotty	59,810	9,100	23/05/2018
	Fred oloibe	35,630	33,600	23/05/2018
	Paul k tonui	53,200	44,100	23/05/2018
	Philemon too	46,250	9,100	23/05/2018
	Alphonse laboso	142,800	134,400	18/05/2018
	Azariah soi	864,001	72,800	

	James osoro	88,778	33,600	22/05/2018
	William kiberon	30,450	33,600	22/05/2018
	Patric thuo	62,800	100,800	10/05/2018
	Joshua biegon	44,800	22,400	10/05/2018
	Patrick walumbe	44,070	9,100	23/05/2018
	Stephen malakwen	58,800	12,600	8/11/2017
	Thomas mukung	16,100	8,400	1/11/2017
	Wycliffe muchanji	16,550	16,800	28/06/2018
	Eng. Erick nyamburi	61,017	33,600	6/06/2018
	Edwin k ruto	68,270	32,000	14/05/2018
<b>Total</b>		<b>4,083,262</b>		

**Appendix 7**

<b>Employee name</b>	<b>Amount outstanding after 365 days</b>
RISPER CHEPKONG'A	8,956.80
WYCLIFFE MUCHANJI	64,172.00
OBED C. LAMAI	8,663.00
TONNY ONYANGO	31,341.00
ERICK TEGEI	2,000.00
CAROLINE ARUSEI	18,000.00
JAMES M. ROTICH	4,080.00
DISMAS MUNG'AYO	105,000.00
LYNET KIMAIYO	225,999.00
FRED OLOIBE	464,243.00
PETER C. KIMTAI	15,338.62
ANN OBIERO	2,200.00
KATE OJUNGO	6,250.00
FREDRICK KORIR	11,250.00
SAMMY TOO	2,640.00
SOLOMON OTIDO	8,710.00
AMOS KIPTANUI	10,000.00
OLIVER KIPKESIO	2,584.00
EWOI L. KOLE	7,500.00
PAUL N. BAKENDA	2,400.00
ROSEVELMA OOKO	10,500.00
EDWARD KIPLIMO	1,200.00
BURMEN MUNERIA NDIWA	282,780.00
SAMUEL MELLY	9,736.00
DORCAS N. KHAEMBA	16,668.00
JANE NJERU	44,075.00
DAVID MURKOMEN KOSWEI	3,825.00
AZARIAH SO1	871,067.80
PAUL MARITIM	2,000.00
GEOFFREY KIRUI	1,000.00
HOSEA SIRMA	3,510.50
JOHN K. SEREM	281,244.90
WILLIAM K. KIBEREN	115,422.00
ELIJAH C. KOSKEI	18,980.00
LESLIE BARTIEN	37,191.40
JULIUS RUGUT	66,225.00
JOSEPH METTO	530,401.45

JAMES A. OSORE	902,415.23
CAROLYNE NAKTARI	22,534.57
BERRY K. NDEGWA	50,980.00
JOHN K. MUNJURU	50,000.00
KIPRONO K. EVANS	21,689.00
RUTH JIPCHO	39,943.00
JEREMIAH BETT KORIR	103,200.00
ABEDNEGO K. SENGWER	383,896.61
ESTHER CHEROP	205,239.92
JACOB NGETETA	617,390.00
CLAUDETTE M. AKELLO	5,775.00
KIPTOO MILKA	446,500.00
ABRAHAM V. MUKHOVI	120,040.46
BASILIZA JEPKEMBOI	94,000.00
PAUL MURREY	470.00
LUCY K. CHEMJOR	25,522.00
CHARLES KIPTOO	826.00
ROSE BUSIENEI	14,478.00
WAKWABUBI W. PATRICK	76,278.00
TOO PHILEMON	36,183.00
EDWIN RUTTO	114,300.00
MICHAEL ROTICH	234,166.50
JOSEPH KASEWE	4,000.00
DAVID MATARA	63,000.00
ANDREW CHEPSAIGUT	53,828.49
JOHN MULI	527,211.85
CHARLES NYAKIONGORA	297,990.20
BEATRICE KIRUI	421,511.34
RICHARD TORMOI	73,500.00
THOMAS ODINGA	51,537.00
FRANCIS M. NDAMBUKI	74,677.50
PAUL C. LOLWERIKOI	29,275.50
ROBERT NAMANGA	2,043,822.00
MALAMOCH GIDEON	1,231,920.32
WILLY K. BETT	140,756.00
NATHAN NDIWA	57,260.00
LESHAN P. KIJAPE	70,000.00
EMILY BIWOTT	347,361.00
ALFRED MAIYO	1,062.50
JOSEPH KOSGEY	1,724,160.00
AMBROSE M. NGARE	63,367.00
BONFACE M. MUTHURI	13,622.00

LINDA JEPKEMBOI	1,359,310.00
ERICK MUCHIRI	100,000.00
JOHN OWINO	2,480,785.00
JANE WASHINGA	1,060.00
EMMANUEL ONTERI	114,296.00
GEOFFREY SIMIYU	13,500.00
SAMMY TONUI	263,646.90
PHYLIS MARITIM	16,000.00
MONICA SUGUT	3,500.00
ANTHONY K. KORIR	10,000.00
KIPKEMEY KSERONEY	4,720.00
PROTUS CHEMONGES	8,691,605.26
STEPHEN CHEPCHOS	1,629,083.00
ELIZABETH RERIMOI	57,366.00
SALLY KEDERA	2,654,228.00
ADANO S. KADUBO	7,273.75
BEN MANYONGE	2,095,882.00
ENOSH A. AYOGO	159,650.39
BARNABAS SAMOEI	4,200.00
JOAN CHEPKOSGEI	6,462.00
TOM MWEMA	2,595,236.90
DANIEL CHERUIYOT	3,400.00
P. NJOROGE	33,213.00
ASBEL KAPTOGE	19,066.10
ALEX SEMUTWA ADVANCE	4,563,250.00
ALFRED SAGALA	64,345.00
BARNABAS TANUI	1,039.00
CHEPCHUMBA BAIYABEI	4,000.00
CHEGE S MACHARIA	76,300.00
DAVID BII K	600.00
DAVID ANYEMBE	33,500.00
EVANS SIMIYU MASINDE	14,390.55
EJ GOES	14,600.00
EDWIN KURGAT	139,038.60
FRANCIS KIBOS	379,972.90
J K FONDO	1,044,005.45
GEOFFREY BUTUKHU	2,075.00
GEOFFREY ROTTO	4,722,466.47
HUSTINES SAWENJA	2,900.00
HOBBY MWEMA	2,000.00
HILARY KIMALEN	44,468.20
HILLARY KEMEI	9,000.00

JARED NYAMWEYA	3,602,651.00
JOEL TONUI	2,700.00
JEREMIAH KB	7,975.00
KIMELI R.SILLAH	11,100.00
KIDAHA AMIANI KENNEDY	134,275.60
KEVIN TENAI	14,000.00
KIPLIMO NICHOLAS	10,000.00
KIGEN JOSEPH	1,500.00
KIPKULEI DAVID	17,000.00
KAHORO SAMWEL	2,890.00
LAWRENCE KAPTOGE	451,504.60
LOMULE DAVID	500.00
L MAKOKHA NYONGESA	25,850.00
LIMO JR	47,286.10
LEONARD MENYA	78,361.98
LYDIA KECH	22,790.00
MUSYOKA FREDRICK	8,740.00
NICHOLAS KOSKEY	77,942.40
NICHOLAS K SANG	102,000.00
MOSES PKANIA	14,496.00
MICHAEL SONGOROH	49,113.00
MICHAEL SONGOROH	335,375.00
MEULEDI M ISEME	75,332.75
MULOOSI VINCENT	1,256.20
ONKUNYA GERVAS	3,650.00
PHANICE KIHARANGWA	157,228.00
PIUS KIPTOO	115,203.00
REUBEN TALAM	11,400.00
RICHARD NGOMO	249,564.00
RICHARD LOROO	2,055,250.75
PAULINE SAMOEI	3,500.00
STANLEY KIPRONO	7,437.50
F. CHEMUTAI	83,563.45
JOB NDEMO	115,200.00
M. SONGOROH	2,475.00
P.M MNAIBEI	900.00
RICHARD KARINDE	1,020.00
R. NYAGUCHA	22,940.00
R. NGOMO	194,821.50
S. NGONE	852,820.10
Z.K CHERUIYOT	1,478,063.15
SAMSON WANJALA	4,745.00

KUKUI/BIWOTT	455,160.50
MUTAI/SUMBA/SERETI/AYOGO	6,199,201.00
AMIANI/CHEPSAIGUT/MUTAI	2,565,623.00
SONGOK/SUGUT	3,539,366.15
JAMES ASHIOYA	173,900.00
SAMUEL NGONE	500.00
BEN KISANG	6,000.00
BEN KIBET TUM	27,000.00
PATRICK KOSGEI	6,560.00
CHEMUTAI FRANCISCA	154,679.95
MASIRA EDWIN	15,000.00
BEATRICE CHEMONGES	697,327.35
HENRY K KOECH	66,203.00
METHUSELLAH SERETI	17,500.00
MARGARET JEPCHUMBA	54,680.00
<b>Total</b>	<b>72,027,401.96</b>