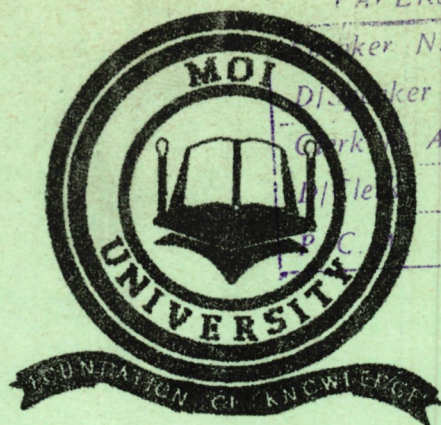


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MOI UNIVERSITY

PENSION SCHEME

**BALANCE SHEET
and
ACCOUNTS
for
YEAR ENDED 30 JUNE, 1993**

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REPORT OF THE AUDITOR-GENERAL (CORPORATIONS) ON THE ACCOUNTS
OF MOI UNIVERSITY PENSIONS SCHEME FOR THE YEAR ENDED
30 JUNE 1993

KENYA NATIONAL ASSEMBLY

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MOI UNIVERSITY PENSION SCHEME

BALANCE SHEET AND ACCOUNTS FOR THE
YEAR ENDED 30TH JUNE, 1993

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MOI UNIVERSITY PENSION SCHEME

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BOARD OF TRUSTEES

AS AT 30TH JUNE, 1993

Mr. J.B. Kangwana, M.B.S., LL.B. (Nairobi), LL.M. (EDIN)
Honorary Treasurer to Council and
Chairman of the Board of Trustees.

Prof. s.O. Keya, B.Sc., M.Sc., Ph.D (Cornell)
BSc(EA), MSC(Cornell) Ph.D(Cornell) FKNAS

Prof. M.K. Maleche, B.A. (London), P.G.D.E. (E.A), M.A.,
ED.MED.D (T.C.) (Columbia).

Dr. J.K. Sang, B.A., (IOWA), M.Sc. (Illinois), M.A.,
Ph.D (Chio).

Mr. B.P.M. Nyang'ongo, C.P.A. (K)

Prof. J.J. Okumu, B.A. (Grinnell College), M.A. (UCLA)
Ph.D (UCLA).

Mr. L.K. Cheptoo,

Mr. J. Mbai Azihemba, Cert. in Computer Programming
Diploma in (Computers), AIDPM (U.K)

Mr. L.A. Okudo,

Mr. Isaac M. Kithyo, B.ED. (New Brunswich), M.ED. (British Columbia)

Mr. Dismas O. Nandwa, B.A. (Bldg.Econ.) Hons, M.A.A.K (Q.S),
Reg. Q.S.

Secretary

Mr. M.T. Chepkwony

Bankers:

National Bank of Kenya

Auditors:

Auditor General (Corporations)

REPORT OF THE CHAIRMAN, BOARD OF TRUSTEES,
FOR THE YEAR ENDED 30TH JUNE, 1993

It is with great pleasure that we present our 2nd Annual report and accounts for the year ended 30th June, 1993.

As at 30th June, 1993, we had 695 members. During the year, 8 members resigned.

INVESTMENTS:

As we reported last year, the Board of Trustees continued to pursue an aggressive investment policy with the same objective of maximizing staff benefits in the long run. Our investments with various stable financial institutions doubled and stood at Kshs.25,147,963.30.

For the year under review, the fund recorded a surplus of Kshs.3,049,528.30 (1992 - shs.1,368,644.40).

REGISTRATION OF THE SCHEME:

As at 30th June, 1993, although the Scheme, had not been registered, the registration process was complete and the Exemption certificate was yet to be issued by the Commissioner of Income Tax.

FUNDS WITH KENYA NATIONAL ASSURANCE COMPANY:

It has not been possible to transfer the funds with Kenya National Assurance Company to the Scheme but we have agreed with them to have the same be administered on Deposit Administration Scheme.

CONCLUSION:

Indeed the fund has taken off well and it is expected to do even much better in future.

Finally, we wish to extend our sincere gratitude to the Council, Members of the Board of Trustees, Staff of the Scheme who have contributed in one way or another to the success of the Scheme.


J. B. KANGWANA

 CHAIRMAN, BOARD OF TRUSTEES.

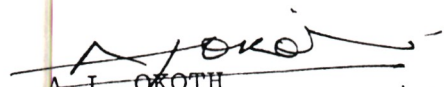
REPORT OF THE AUDITOR-GENERAL (CORPORATIONS) ON THE ACCOUNTS
OF MOI UNIVERSITY PENSIONS SCHEME FOR THE YEAR ENDED
30 JUNE 1993

I have examined the accounts of Moi University Pension Scheme for the year ended 30 June 1993. I have obtained all the information and explanations which were considered necessary for the purpose of the audit. Proper books of account have been kept and the accounts which have been prepared under the historical cost convention are in agreement therewith and comply with the Terms of the Trust Deed and Rules.

VALUATION OF PENSION SCHEME

Although Rule No. 31 (a) of the Rules and Regulations requires that the Scheme shall first be valued by an Actuary 12 months after date of commencement and thereafter at intervals of 3 years, such a valuation has not been carried out since its inception in July 1991. The University is, therefore, in breach of the Scheme's rules and regulations.

Subject to the above reservation, in my opinion, the accounts when read together with the notes thereon, present a true and fair view of the financial position of the Scheme as at 30 June 1993 and of its surplus and the statement of changes in the financial position for the year then ended.


A.J. OKOTH
AUDITOR-GENERAL (CORPORATIONS)

10 January 1994

MOI UNIVERSITY PENSION SCHEME

BALANCE SHEET FOR THE

YEAR ENDED 30TH JUNE, 1993

	<u>NOTE</u>	<u>1992/93</u>	<u>1991/92</u>
<u>MEMBERS FUNDS</u>		<u>KSHS.</u>	<u>KSHS.</u>
Members Contribution	10	35,446,473.15	22,279,892.75
Reserve Funds	9	4,418,172.70	1,368,644.40
		<u>39,864,645.85</u>	<u>23,648,537.15</u>
 <u>CURRENT LIABILITIES</u>			
Creditors	11	44,699.25	264,823.25
		<u>39,909,345.10</u>	<u>23,913,360.40</u>
 <u>REPRESENTED BY</u>			
<u>INVESTMENTS & DEPOSITS</u>			
Kenya National Assurance Co.	8	6,169,657.15	6,239,479.45
Fixed Deposits	7	25,147,963.30	12,937,481.00
 <u>CURRENT ASSETS</u>			
Debtors	6	8,523,848.00	4,661,204.45
Bank		67,876.65	75,195.50
		<u>39,909,345.10</u>	<u>23,913,360.40</u>

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Trustees

Secretary

MOI UNIVERSITY PENSION SCHEME
INCOME AND EXPENDITURE FOR THE
YEAR ENDED 30TH JUNE, 1993

	<u>1992/93</u>	<u>1991/92</u>
	<u>KSHS.</u>	<u>KSHS.</u>
<u>INCOME</u>		
Income from investment	3,051,904.80	1,309,683.10
Other Income	11,251.80	61,413.30
	<hr/>	<hr/>
	3,063,156.60	1,371,096.40
 <u>EXPENDITURE</u>		
Bank Charges	13,628.30	2,452.00
	<hr/>	<hr/>
<u>SURPLUS</u>	3,049,528.30	1,368,644.40
	=====	=====

MOI UNIVERSITY PENSION SCHEME
STATEMENT OF CHANGES IN FINANCIAL POSITION FOR THE
YEAR ENDED 30TH JUNE, 1993

	<u>1992/93</u>	<u>1991/92</u>
	<u>KSHS.</u>	<u>KSHS.</u>
<u>SOURCE OF FUNDS:</u>		
Surplus for the year	3,049,528.30	1,368,644.4
<u>OTHER SOURCES:</u>		
Members Contributions	<u>13,166,580.40</u>	<u>22,279,892.7</u>
	16,216,108.70	23,648,537.1
<u>APPLICATION OF FUNDS</u>		
Fixed Deposits	<u>12,210,482.30</u>	<u>12,937,481.0</u>
Increase in funds	4,005,626.40 =====	10,711,056.1 =====
<u>CHANGES IN WORKING CAPITAL</u>		
Debtors (Increase)	3,792,821.25	10,900,683.90
Creditors (Decrease)/Increase	220,124.00	(264,823.25)
Movement in Net liquid Funds:		
Decrease/Increase in cash.	<u>(7,318.85)</u>	<u>75,195.50</u>
	4,005,626.40 =====	10,711,056.15 =====

MOI UNIVERSITY PENSION SCHEME

- 7 -

NOTES TO THE ACCOUNTS FOR THE

YEAR ENDED 30TH JUNE, 1993

1. PRINCIPAL ACCOUNTING POLICES

The accounts are prepared in accordance with the historical cost convention. The following is a summary of the more important policies used:-

(i) INCOME

Income from investments represents amounts receivable and received during the year.

(ii) MEMBERS FUND:

This represents the transfer values from Kenya National Assurance Company at the commencement of the Scheme plus the cumulative total of employer's and staff contributions for the employees in membership as at 30th June, 1993. The portion with Kenya National Assurance had not been transferred to the Scheme as at 30th June, 1993, and agreement has been reached to have the funds on a Deposit Administration Scheme.

2. MANAGEMENT OF THE SCHEME

Moi University Pension Scheme is under the Management of Board of Trustees and is self-funded.

3. MEMBERSHIP AND CONTRIBUTION

Employees on Senior and Middle Level serving on permanent terms are eligible to be members. The Scheme is contributory where the employer contributes 15% of the basic salary of an employee and the employee contributes 5% of the same.

4. ADMINISTRATION EXPENSES

All administration overheads are fully borne by the University.

WITHHOLDING TAX

Application for exemption from the payment of withholding tax has already been made with the Commissioner of Income Tax; approval of which when obtained will exempt the scheme from payment of the tax. As at 30th June, the process of registration of the Scheme with Commissioner of Income Tax was in the final process and the Certificate was expected to be received thereafter.

6. DEBTORS

	<u>1992/93</u>	<u>1991/92</u>
	<u>KSHS.</u>	<u>KSHS.</u>
(a) National Industrial Credit Ltd.	111,965.30	260,390.0
Kenya Finance Corporation Ltd.	148,743.75	231,669.1
Housing Finance Company of Kenya Ltd.	167,848.35	239,307.4
National Bank of Kenya Ltd.	107,236.85	228,269.6
Barclays Bank of Kenya Ltd.	-	234,759.2
Trans-National Bank Ltd.	26,285.05	115,287.7
Kenya Commercial Finance Company.	32,987.55	-
	<u>595,066.85</u>	<u>1,309,683.10</u>

This represents accrued interest
receivable from Investments as at
30.6.93.

(b) Moi University

This represents amounts due to
the Scheme in form of Members'
contributions.

7,928,781.15	3,351,521.3
=====	=====

7. <u>FIXED DEPOSITS</u>	<u>1992/93</u>	<u>1991/92</u>
	<u>KSHS.</u>	<u>KSHS.</u>
National Industrial Credit Ltd.	5,020,583.00	3,000,000.00
Kenya Finance Corporation Ltd.	5,195,355.15	2,237,481.00
Housing Finance Company of Kenya Ltd.	6,805,790.65	2,500,000.00
National Bank of Kenya Ltd.	4,316,733.05	2,200,000.00
Trans-National Bank Ltd.	1,231,583.65	1,000,000.00
Kenya Commercial Finance Company Ltd.	2,577,917.80	-
Barclays Bank of Kenya Ltd.	-	2,000,000.00
	<u>25,147,963.30</u>	<u>12,937,481.00</u>
	=====	=====
8. <u>KENYA NATIONAL ASSURANCE CO. LTD.</u>		
Balance B/F	6,239,479.45	
Less refunds	<u>69,822.30</u>	
Balance carried forward as at 30.6.93	<u>6,169,657.15</u>	
	=====	
9. <u>RESERVE FUNDS</u>		
Balance brought forward	1,368,644.40	
Surplus of Income over Expenditure	<u>3,049,528.30</u>	
Balance carried forward as at 30.6.93	<u>4,418,172.70</u>	
	=====	
10. <u>MEMBERS CONTRIBUTIONS</u>		
Members contributions brought forward	22,279,892.75	
Contributions during the year	<u>13,325,021.10</u>	
	35,604,913.85	
Less Refunds	<u>158,440.70</u>	
Balance as at 30.6.93	<u>35,446,473.15</u>	
	=====	
11. <u>CREDITORS:</u>	<u>1992/93</u>	<u>1991/92</u>
Resignees	24,699.25	54,973.25
Deceased	<u>20,000.00</u>	<u>209,850.00</u>
	44,699.25	264,823.25
	=====	=====

