MINISTRY OF CO-OPERATIVE AND MICRO
SMALL AND MED ENTERPRISES INVESTMENT
STATE DE NT FOR CO-OPERATIVES
M MINISTRY
04 AUG 2026
No: 4089
P. O. Box 30547 -00100.
GPO, NAIROBI KENYA

REPUBLIC OF KENYA

NAIROBI COUNTY

C/S NO.24183

FINMAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD

BALANCE SHEET & FINAL ACCOUNTS AS AT 31ST DECEMBER, 2025

Ministry of co-operatives and micro, small & medium enterprise (msmes) development.

P.O. Box 40811 – 00100,

Tel. 2731531-9

Fax 2731511/2731507/0730080

Website: *www.cooperative.go.ke*

NAIROBI

CS/ 24183

FINMAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD.

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2025

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FINMAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD.
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2025

SOCIETY INFORMATION

MANAGEMENT COMMITTEE MEMBERS

CHAIRMAN	Henry Odungu Ozlanyl
VICE CHAIRMAN	Chrisantus Okumu Waswa
TREASURER	Lilian Nyabiage Keago
SECRETARY	Nelius Wangui Miranjl
MEMBER	Dickson Abuka Azlanyl
MEMBER	Silas Omondi Ogongo
MEMBER	Jacinta Muriithi Wamuyu

SUPERVISORY COMMITTEE MEMBERS

CHAIRMAN	Silas Wangila Wanyama
SECRETARY	Modestar Khakori Wiyema
MEMBER	Francisca Kamene Rael

REGISTERED OFFICE

NORWICH UNION NEW WING
4TH FLOOR SUITE 22
P.O.BOX 21339-00100
NAIROBI

PRINCIPAL BANKERS

CO-OPERATIVE BANK
KIMATHI STREET BRANCH

OTHERS
B.O.A
RE-INSURANCE PLAZA

AUDITORS

Ministry of Co-operative and micro,small and medium enterprise development.
P.O. Box 30547-00100
Nairobi.

CS/ 24183
FINMAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD.
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2025

REPORT OF THE MANAGEMENT COMMITTEE

The members of the management committee submit their annual report together with other audited financial statements for the year ended 31st Dec 2025

Incorporation.
The society is incorporated in kenya under the co-operative societies' Act cap 490 of 1997 amended 2004 and is domiciled in kenya.

Principal activity
The principal activity of the society is receiving savings from and provision of loans ot its members.

Results	2025	2024
	Kshs	Kshs
Surplus (loss) before tax	2,660,542.98	2,692,253.26
Net Surplus / (deficit) after Tax	2,660,542.98	2,692,253.26
Retained Surplus / Loss for the year	2,028,434.39	2,153,802.61

Management committee
The members of the management committee who served during the year and to date of this report is as listed on page 1.

Auditors
Ministry of industrialization & enterprise development were in the auditors during the year and have expressed willingness to continue in office.

By order of management committee

Signature.....Date....08/07/2026
Secretary

CS/ 24183

FINMAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD.

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2025

STATISTICAL INFORMATION

	2025	2024
Number of members	1043	1172
FINANCIAL	**KSHS**	**KSHS**
Members Deposits	20,211,566.14	18,957,303.20
Loans	22,567,803.73	19,395,406.52
Share Capital	8,683,633.00	8,298,715.20
Statutory Reserve fund	1,113,402.52	581,293.92
Retained earnings(loss)	(1,761,549.11)	(3,789,983.50)
Current assets	2,431,184.49	1,607,118.42
Current liabilities	838,533.43	687,321.32
Revenue	6,048,813.45	5,744,484.16
KEY RATIOS		
Liquidity ratio	2.90:1	2.35:1
Expenses to revenue	56.00%	53.00%

C/S NO. 24183
FINMAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD.
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2025

STATEMENT OF THE MANAGEMENT COMMITTEE RESPONSIBILITIES

The Co-operative Societies Act Cap 490 requires Management Committee to prepare accounts for each financial year, which give a true and fair view of the state of affairs of the Society at the end of the financial year and its operating results for that year in accordance with 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 is conducted in accordance to its objectives, bylaws and any other resolutions made at the society's general meeting.

The Management Committee accepts responsibility for the preparation of Annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards and in a manner required by the Co-operative 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 its operating results in accordance with IFRS. The Management Committee further accepts responsibility for the maintenance of accounting record, 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 Society will not remain a going concern for at least the next twelve months from the date of this statement.
Approved by the management committee on 30/06/26 and signed on its behalf by

Chairperson.....

Treasurer.....

Secretary.....

Date 08/07/2026

CS/NO 24183
FINMAT CO-OPERATIVES SAVINGS AND CREDIT SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31/12/ 2025
REPORT OF THE INDEPENDENT AUDITOR

Opinion.

In our opinion, the financial statements give a true and fair view of the state of the society's financial affairs as at 31st December 2025, the results of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS)and the requirements of the Kenyan Co-operative Societies ActCap 490.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs).Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are indepedent auditors of the Sacco in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements in Kenya,and we have fulfilled our other ethical responsibilities in accordance with the requirements and the IESBA Code.We believe the audit evidence we have obtained is sufficient and appropriate to provide basis for our opinion.

Key Audit Matters

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

Management committee's responsibility for the financial statements

The management committee of the Society are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in the manner required by the Co-operative Act, and for such internal control as the management committee may determine is necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

In preparing the financial statements,the management committee are responsible for acessing the Society's ability to continue as a going concern, disclosing ,as applicable, matters relating to the going concern basis of accounting unless the management committee either intend to liquidate the society or to cease operations,or have no realistic alternative but to do so.

Auditor's responsibility

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 as to whether the financial statements as a whole are free of material misstatement.

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 assessments, the auditor considers internal control relevant to the entity'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 the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the 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.

Report on other legal requirements

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

(A) In accordance with the provisions of the Cooperative Societies Act.

(B)In accordance with the Co-operatives objectives, by-laws and any other resolutions made by the Society at a general meeting.

For and on behalf of
MINISTRY OF COOPERATIVE AND MICRO,SMALL&MEDIUM ENTERPRISE (MSMES)DEVELOPMENT

CPA BETTY C RONO
DEPUTY COUNTY DIRECTOR CO-OP AUDIT
NAIROBI CITY COUNTY

Date.....20/7/2026

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31/12/2025

	NOTES	Kshs 2025	Kshs 2024
REVENUE			
Interest on members loan	2	5,987,083.89	5,686,173.39
NET REVENUE		**5,987,083.89**	**5,686,173.39**
Other operating income	3	**61,729.56**	**58,310.77**
EXPENDITURE			
Administrative expenses	4	(2,217,702.67)	(2,239,623.54)
Other operating expenses	5	(1,170,567.80)	(812,607.36)
Total		**(3,388,270.47)**	**(3,052,230.90)**
NET OPERATING SURPLUS/LOSS BEFORE TAX		**2,660,542.98**	**2,692,253.26**
NET SURPLUS/LOSS FOR THE YEAR		**2,660,542.98**	**2,692,253.26**
20% Transfer to statutory Reserve		(532,108.60)	(538,450.65)
Surplus/loss carried forward		2,128,434.39	2,153,802.61
Trasfer to general reserve		(100,000.00)	-
Surplus to Retained Earnings		**2,028,434.39**	**2,153,802.61**

CS/ 24183
FINMAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD.
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2025

STATEMENT OF FINANCIAL POSITION AS AT 31/12/2025

	NOTES	Kshs 2025	Kshs 2024
ASSETS			
Cash and cash equivalent	6	235,051.09	1,246,520.11
Trade and other receivables	10	2,196,133.40	360,598.31
Loan to members	7	22,567,803.73	19,395,406.52
Other financial assets	9	353,235.35	353,235.35
Plant and equipment	15	4,119,915.99	5,142,517.39
TOTAL ASSETS		**29,472,139.56**	**26,498,277.68**
LIABILITIES			
Members deposits	8	20,211,566.14	18,957,303.20
Interest bearing liability	13	186,553.59	1,663,627.54
Trade payables and other accruals	11	838,533.43	687,321.32
TOTAL LIABILITIES		**21,236,653.16**	**21,308,252.06**
SHAREHOLDERS' FUND			
Share capital	12	8,683,633.00	8,298,715.20
Reserves	14	(448,146.60)	(3,108,689.58)
TOTAL SHAREHOLDERS' FUND		**8,235,486.40**	**5,190,025.62**
TOTAL LIABILITIES & SHAREHOLDERS' FUND		**29,472,139.56**	**26,498,277.68**

REGISTERED
SEC. 25(7) Co-operative Societies
CAP 490 (Amended 2004)
04 AUG 2026
Sign.....
JAVEL M. MURIRA
PER: COMMISSIONER OF CO-OPERATIVES

The financial statements on pages 6-12 were authorised for issue by the management committee on 30/06/26 and signed on its behalf by:

CHAIRMAN.....

SECRETARY.....

TREASURER.....

CS/ 24183

FINMAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD.

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2025

STATEMENT OF CHANGES IN EQUITY

	SHARE CAPITAL	RETAINED	GENERAL	STATUTORY	
	RESERVE	EARNINGS	RESERVE	RESERVE	TOTALS
		Kshs	Kshs	Kshs	Kshs
As at 1st Jan 2024	7,717,018.34	(5,943,786.11)	100,000.00	42,843.27	1,916,075.50
Issue of share capital	581,696.86				581,696.86
Surplus for the year		2,692,253.26			2,692,253.26
20% statutory reserves		(538,450.65)		538,450.65	-
Honoraria					-
Staff bonus					-
As at 31st Dec 2024	8,298,715.20	(3,789,983.50)	100,000.00	581,293.92	5,190,025.62

As at 1st Jan 2025	8,298,715.20	(3,789,983.50)	100,000.00	581,293.92	5,190,025.62
Issue of share capital	384,917.80				384,917.80
Surplus for the year		2,660,542.98			2,660,542.98
20% statutory reserves		(532,108.60)		532,108.60	-
Transfer to general reserve		(100,000.00)	100,000.00		-
As at 31st Dec 2025	8,683,633.00	(1,761,549.11)	200,000.00	1,113,402.52	8,235,486.40

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FINMAT SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD.
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2025

CASHFLOW STATEMENT

	Kshs 2025	Kshs 2024
CASHLOW FROM OPERATING ACTIVITIES		
Interest Income	5,987,083.89	5,686,173.39
Other operating income	61,729.56	58,310.77
Interest payment	-	-
Payment to employees and suppliers	(2,266,221.13)	(1,711,613.21)
	3,782,592.32	**4,032,870.95**
Increase/Decrease in operating Assets		
Trade & other receivables	(1,835,535.09)	(340,337.59)
Loan to members	(3,172,397.21)	(2,666,982.69)
	(5,007,932.30)	**(3,007,320.28)**
Increase/Decrease in operating Liabilities		
Deposits from members	1,254,262.94	(941,508.97)
Trade & Accrued Expenses	54,764.17	(338,033.65)
	1,309,027.11	**(1,279,542.62)**
NET CASH FLOW FROM OPERATIONS	**83,687.13**	**(253,991.95)**
CASHLOW FROM INVESTING ACTIVITIES		
Purcahse of asset	(3,000.00)	-
Financial assets	-	9,840.65
Disposal of assets		-
NET CASH FLOW FROM INVESTING ACTIVITIES		
CASHLOW FROM FINANCING ACTIVITIES		
Interest bearing liabilities	(1,477,073.95)	(61,803.45)
Share capital issued	384,917.80	581,696.86
NET CASH FLOW FROM INVESTING ACTIVITIES		
NET CASH CHANGES	(1,011,469.02)	275,742.11
CASH & CASH EQUIVALENT BEGINNING OF THE YEAR	**1,246,520.11**	**970,778.00**
CASH & CASH EQUIVALENT AT THE END OF THE YEAR	**235,051.09**	**1,246,520.11**

NOTES TO THE ACOUNTS

1 **Accounting policies**

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

(a) Statement of compliance & basis of preparation

The financial statements are prepared in accordance and comply with international financial reporting stardards. Financial statements are presented in the Kenya shillings(Kshs) and prepared under historical cost convention,functional currency, as modified by revaluation of certain assets as prescribed by IFRSs.

(b) Revenue recognition

Income was derived from interest on loans to members.

(c) Tax

Tax is provided on the the basis of the results for the year, as shown in the financial statement in compliance with the adjusted in accordance with tax legislation.

(d) Statutory Reserves.

Transfers are made to the statutory reserves fund at a rate of 20% of net operating surplus after tax provision of section 47 (1&2) of the cooperative societies act Cap 490

(e) 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.

f) Property, Plant and Equipment and Depreciation

Depreciation is provided using the straight-line basis over the estimated useful lives of the assets. Property, Plant and Equipments are stated at cost, less accumulated depreciation. The annual rates in use are:- Furnitures 12.5%, Office Equipment 12.5% and Computers & Peripherals 30%.

NOTES (Contd)	Kshs 2025	Kshs 2024
2 Interest income		
Interest from members loan	5,987,083.89	5,686,173.39
	5,987,083.89	5,686,173.39
3 Other operating income		
Welfare registration fee		-
Member registration fees	41,000.00	26,300.00
Fines and penalty	19,042.00	6,819.01
Boda life admin fees	1,687.56	25,191.76
	61,729.56	58,310.77
4 Administration expenses		
salaries and wages	735,431.00	508,806.00
Staff training and development	25,120.00	-
Statutory deductions(NSSF)	28,080.00	22,195.00
Software licence	4,996.60	-
Stationery	1,640.00	-
Office admin expenses	-	5,000.00
AGM Expenses	8,500.00	
Commission to staff	4,200.00	
Audit fees	30,000.00	30,000.00
Travel Expenses	2,000.00	-
Depreciation	1,025,601.40	1,280,947.80
Debt collection fees	16,854.80	64,774.54
Legal expenses	23,200.00	
General insurance office equipment	-	5,191.02
Telephone	13,000.00	
Office rent	185,000.00	198,000.00
Bad debt written off	28,050.38	93,039.29
Equipment maintainance cost	7,000.00	2,000.00
Provision for loan loss @ 2%	63,447.94	26,669.89
Printing and photocopy	3,000.00	3,000.00
Licence	12,580.55	
	2,217,702.67	2,239,623.54
5 Other Operating Expenses		
Bank charges	25,250.00	-
Appraisal fee	-	21,302.84
Interest on ON FSDA,FSS	995,882.54	449,852.41
Interest on longterm loans	149,435.26	341,452.11
	1,170,567.80	812,607.36
6 Cash and cash equivalent		
Bank of Africa Reconciled	56,701.48	34,757.23
Co-op00 Recociled	6,492.50	-
Finmat Till Reconcilled	14,917.50	9,422.43
Loan collateral account	-	834,500.00
Choice940	410.00	-
Choice 957	123,490.00	-
Choice 197	31,559.61	367,840.45
Choice 3472	1,480.00	-
Totals	235,051.09	1,246,520.11
7 Loans to Members		
Bal b/f	19,395,406.52	16,728,423.83
Issued during the year	7,983,140.66	6,129,497.13
Repayment during the year	(4,810,743.45)	(2,823,803.44)
Loan offset	-	(638,711.00)
Totals	22,567,803.73	19,395,406.52
Bal as per MPA	(22,567,803.73)	(19,395,406.52)

NOTES (Contd)		Kshs 2025	Kshs 2024
8	**Members Deposits**		
	Bal b/f	18,957,303.20	19,898,812.17
	contribution during the year	1,340,208.94	1,924,111.24
	Refunds	(85,946.00)	(2,226,909.21)
	Offsets	-	(638,711.00)
	Totals	**20,211,566.14**	**18,957,303.20**
	Bal as per MPA	**(20,211,566.14)**	**(18,957,303.20)**
9	**Other Financial Assets**		
	Kussco savings	353,235.35	353,235.35
		353,235.35	**353,235.35**
10	**Trade and othe Reclevables**		
	Other receivables	2,196,133.40	360,598.31
		2,196,133.40	**360,598.31**
11	**Trade payables and other liabilities**		
	provision for loan loss @2%	264,281.83	200,833.89
	Payroll in arrears	6,285.00	5,184.00
	Sundry creditors	144,165.61	25,000.00
	Salaries and wages	34,499.00	216,456.00
	Witholding tax	53,213.99	52,381.12
	Other allowances payable	17,988.00	15,588.00
	Savings suspense account	-	1,000.00
	Audit expenses	30,000.00	30,000.00
	Dividend suspense account	100.00	67,088.29
	General insurance peyable	-	5,191.02
	Venture points	285,000.00	65,599.00
	Photocopy and printing	3,000.00	3,000.00
		838,533.43	**687,321.32**
12	**Share capital**		
	Bal b/f	8,298,715.20	7,717,018.34
	Shares Issued during the year	384,917.80	581,696.86
		8,683,633.00	**8,298,715.20**
13	**Interest bearing liability**		
	Co-op bank loan	-	1,321,529.95
	Tiny bees	186,553.59	342,097.59
		186,553.59	**1,663,627.54**
14	**Reserves**		
	General reserve	200,000.00	100,000.00
	Statutory	1,113,402.52	581,293.92
	Retain earnings	(1,761,549.11)	(3,789,983.50)
		(448,146.60)	**(3,108,689.58)**

NOTES 15

	SOFTWARE	PRINTER	COMPUTER & ACCESSORIES	TELEPHON	FURNITURE & FITTINGS	TOTALS
RATE	**20%**	**20.0%**	**20%**	**12.50%**	**12.50%**	
	Kshs	kshs	kshs	Kshs	Kshs	
Cost as at 1st Jan 2025	11,294,286.44	181,900.00	929,097.00	10,800.00	51,000.00	12,467,083.44
Additions-Computer 2025	-			3,000.00		3,000.00
Write offs						
Totals as at 31st Dec 2025	**11,294,286.44**	**181,900.00**	**929,097.00**	**13,800.00**	51,000.00	12,470,083.44
Accumulated Depreciation						
Balance as at 1st Jan 2025	**6,698,092.01**	**99,745.76**	**508,622.74**	**3,101.88**	15,003.66	7,324,566.05
Charge for the year	919,238.89	16,430.85	84,094.85	1,337.27	4,499.54	1,025,601.40
Depreciation on asset write off						
Balance as at 31st Dec 2025	**7,617,330.90**	**116,176.61**	**592,717.59**	**4,439.15**	19,503.20	8,350,167.45
Carrying Amount						
N.B.V as at 31st Dec 2024	**4,596,194.43**	**82,154.24**	**420,474.26**	**7,698.12**	35,996.34	5,142,517.39
N.B.V as at 31st Dec 2025	**3,676,955.54**	**420,474.26**	**336,379.41**	**9,360.85**	31,496.80	4,119,915.99

NOTE 17 BUDGET

The societys operated within the budget.