



DATE: 13TH MAY 2025

**RE: PRESS RELEASE IN RESPONSE TO MEDIA REPORT AND
REASSURANCE TO MEMBERS ON THE STATUS OF
OPERATIONS AT AFYA SACCO**

Afya Sacco Society Limited has taken note with concern of a recent media report containing allegations of financial misappropriation and poor service delivery by the Sacco. We firmly dispute the allegations propelled by a section of members in their media address on Citizen TV and other social media platform. We understand the report may have caused panic among our members and the wider public but we wish to reassure the members and all stakeholders that Afya Sacco remains firmly committed to upholding the highest standards of **transparency, accountability, and the protection of members' savings.**

In response to the allegations contained in the media address, we wish to provide the following clarifications and factual position:

1. Forensic Audit Already Underway

Contrary to the impression created in the media report, the **Board of Directors had already instituted an independent forensic audit** and awaiting to be ratified through ADM to be convened on 31st May 2025 as communicated on Daily Nation of 12th May 2025. This is a matter of public record and well within the knowledge of the members who addressed the media on the alleged financial misappropriation and poor service delivery by the Sacco. The audit to be conducted independently, aims to provide a clear, factual assessment of the Society's operations and to guide necessary reforms.

It is therefore incorrect and premature to cast aspersions on the Sacco's Board without first waiting the Forensic Audit Report that will reveal the factual position on the financial management of the Sacco.

The final report will be shared transparently with members once the process is complete.

2. Annual Delegates Meeting (ADM) to Be Convened

In line with our governance framework, the Board has convened an **Annual Delegates Meeting (ADM) within the next 14 days**. The ADM is a vital platform where elected delegates, representing the broader membership, will receive comprehensive updates on financial performance, audit progress, and key operational developments. This forum will also provide an opportunity for open engagement and accountability.

3. Notable Progress Made

It is also **factually incorrect and misleading** to suggest that the Sacco is not disbursing loans as aired in the press. While different loan products may experience varying timelines based on available liquidity and remittances, loan processing is actively ongoing — with **no backlog in emergency loans** and steady improvement across other loan categories.

4. Root Cause of Loan Disbursement Delays

Some delays in loan processing have been due to **late remittances of member contributions by certain county governments**. This directly impacts cash flow and the pace of loan disbursements. We are actively engaging the affected counties to expedite these remittances and ensure financial stability is maintained.

5. Regulatory Oversight and Compliance

Afya Sacco operates under the full regulatory supervision of the **SACCO Societies Regulatory Authority (SASRA)**. Our operations are subject to

continuous oversight and audits to ensure full compliance with applicable laws and regulations, with the ultimate goal of safeguarding our members' interests.

In Conclusion

The Board of Directors would like to reassure all members that:

- **Your savings are secure.**
- **Afya Sacco remains financially stable and operationally sound.**
- **Measures are being implemented to address any concerns and further strengthen service delivery.**

We urge all members to remain calm, disregard unverified information, and engage with us through official Sacco communication channels. **Afya Sacco belongs to you — our members — and we are committed to serving you with integrity, transparency, and accountability.**



Issued by:
Board of Directors
Afya Sacco Society Limited