



**SUMMARY OF FINDINGS ON ACTUARIAL REVIEW OF THE
ADVOCATES' BENEVOLENT ASSOCIATION AS AT 30 SEPTEMBER 2014**

1. Contributing Membership Information

1.1. The following table shows a summary of the Association's membership over the last 7 years, split between life and annual members.

	2009	2010	2011	2012	2013	2014	2015
Life Members	1,297	1,268	1,306	1,325	1,303	1,295	1,291
Annual Members	2,838	3,314	3,585	4,390	4,734	5,398	5,888
Total	4,135	4,582	4,891	5,715	6,037	6,693	7,179

2. Beneficiary Information

2.1. The following table shows a summary of the beneficiaries under the Association.

Level	Number of children (2014)	Number of children (2015)
Nursery	8	14
Primary	58	59
Secondary	66	74
Tertiary	18	26
Kenya School of Law*	8 Students	9 Students

* The Kenya School of Law beneficiaries includes 2 individuals on full scholarship award and 6 individuals on partial scholarship award

3. Fee Limit

3.1. The fee limit applicable to various levels of education are as follows:

Year	Amount (Kshs.) 2014	Amount (Kshs.) 2015
Nursery	30,000	40,000
Primary School	40,000	55,000
Secondary	60,000	80,000
Tertiary	60,000	60,000
Kenya School of Law	190,000	190,000

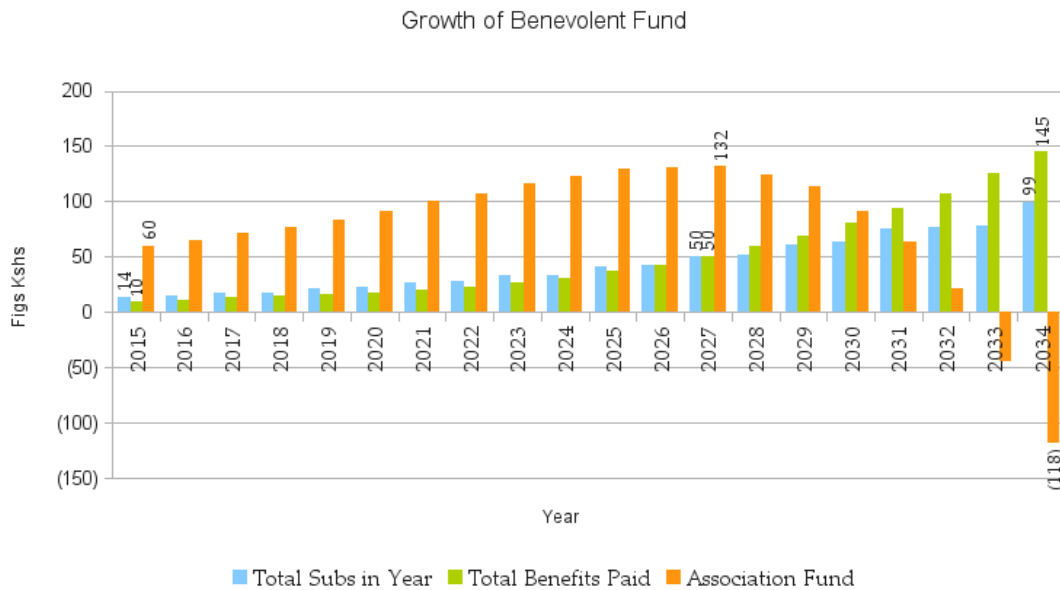
4. Current Subscriptions

4.1. The current subscriptions for membership of the Association are as follows:

- Annual member : Kshs. 2,000 per annum
- Life Member : Kshs 60,000

5. Projected Association's Fund Growth based on current subscriptions

5.1. The projected Association's Fund Growth based on current subscriptions is as shown in the graph below:



5.2. The Fund is projected to go bust around the year 2033 if current contribution rates are maintained.

6. Optimal Contribution and Subscription Fees

Basic Benefits Contribution and Subscription Fees

- Life Member : Kshs 110,000
- Annual Member : Kshs 5,150

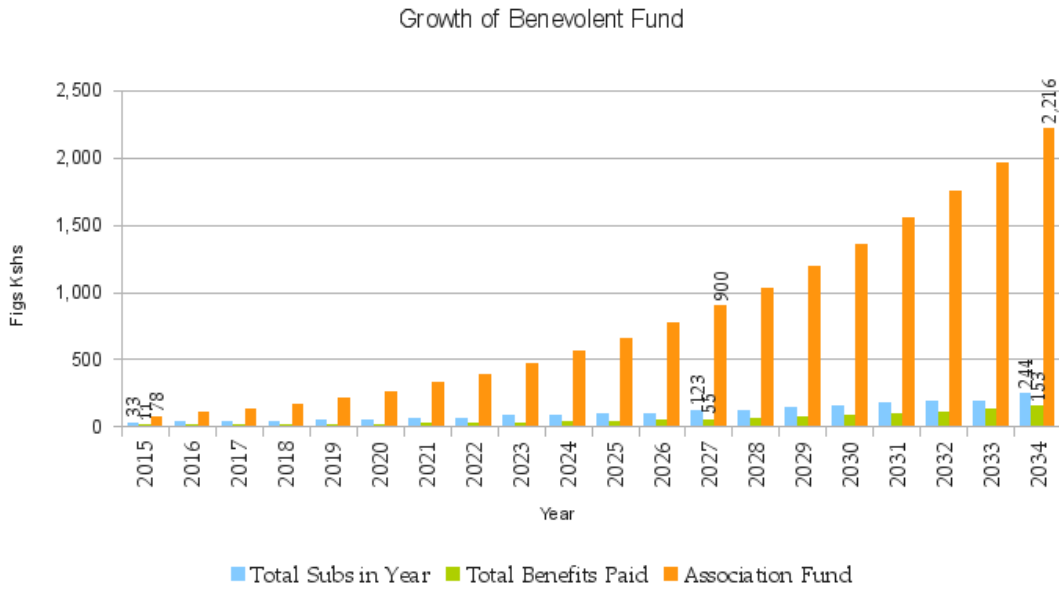
7. Rate and Frequency of Reviews

- Benefit levels increases : 7.5% p.a but after two years
- Contribution and Subscription increases : 7.5% p.a but after two years
- Kenya School of Law : 5 scholarships every year

It is recommended that each future actuarial review provide an assessment of increases to be made in respect of benefits, contributions and subscriptions.

8. Projected Association's Fund Growth based on the optimal contributions and subscriptions

8.1. The projected Association's Fund based on the optional contributions and subscriptions is as shown in the graph below:

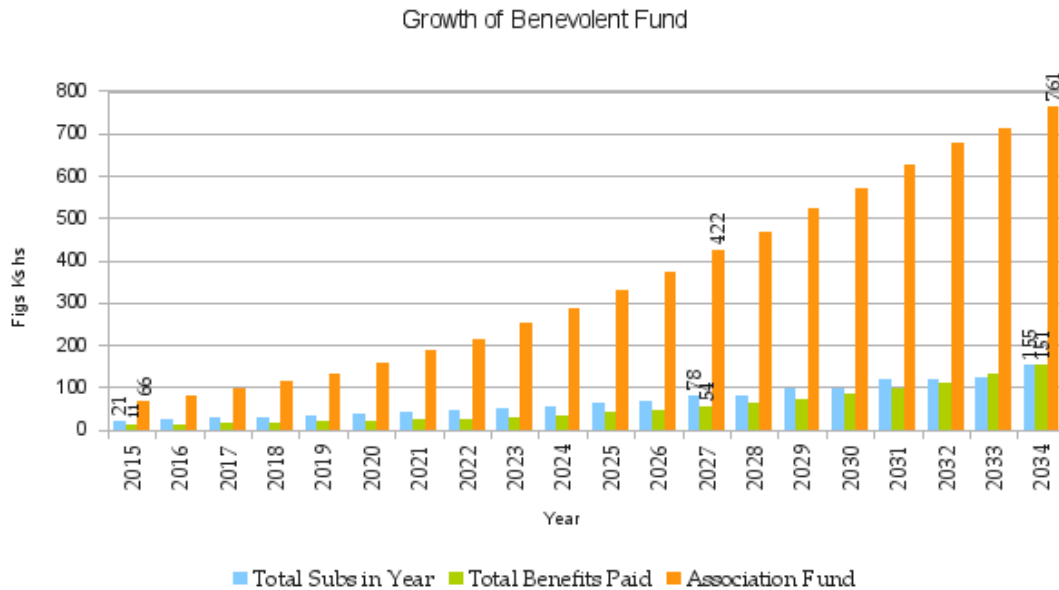


8.2. Under the optimal contributions and annual subscriptions, the Association is expected to have a healthy status up to the year 2034.

9. Alternative Contributions and Subscriptions

Life Member	:	Kshs 110,000
Annual Member	:	Kshs 3,000
Funeral Benefit	:	Kshs 50,000

9.1. The projected Association's Fund based on the above alternative contribution scenario is as follows:



9.2. However, it is likely that a strain in the financial position of the Fund may be experienced after the year 2034.

10. Effect of Providing a Lump Sum Last Expense Benefit to Members

10.1. The effect of providing a lump-sum last expense benefit was analysed under three scenarios and the resultant contributions and subscriptions under each scenario are as shown below:

Last Expense Benefit (Kshs)	Life Members (Kshs)	Annual Members (Kshs)
0	110,000	5,150
25,000	113,065	5,295
50,000	125,320	5,865
100,000	149,830	7,015

Increases to the contribution assume that existing life members will not pay any additional contribution but will be entitled to the new funeral benefits.

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22 March 2016