

ECONOMIC SURVEY 2020

Popular Version



Foreword

The Popular Version is based on a master set of data on the 2020 Economic Survey publication that has been compiled by the Kenya National Bureau of Statistics (KNBS). It is an easy to read publication with highlights on economic performance and indicators in 2019.

The Economic Survey is an annual publication focusing on the socio-economic highlights of the economy for the last five years. The report forms an important source of input into the budgeting, planning, monitoring and policy formulation processes with guidance to national development policy and investment decisions.

Finally, it gives an analysis of data collected through Administrative sources supplemented by surveys and censuses.

Zachary Mwangi EBS
Director General, KNBS

Acknowledgements

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The report benefitted from the World Bank and Statistics Sweden by providing technical support in design of the Economic Survey Report and the Popular Version publications. The Bureau acknowledges and appreciates the role they played, and their continued support that resulted in the publication of this report.

About Kenya National Bureau of Statistics (KNBS)

The Kenya National Bureau of Statistics (KNBS) is established by an Act of Parliament, the Statistics Act No. 4 of 2006, as a State Corporation and its mandate is anchored on the Constitution of Kenya, 2010. The Bureau is the principal agency of the Government for collecting, analyzing and disseminating statistical data in Kenya and as the custodian of official statistical information.

Vision

To be a global leader in the provision of quality statistical services.

Mission

To provide, manage and promote quality statistical services through utilization of best practices for evidence based decision making.

Mandate

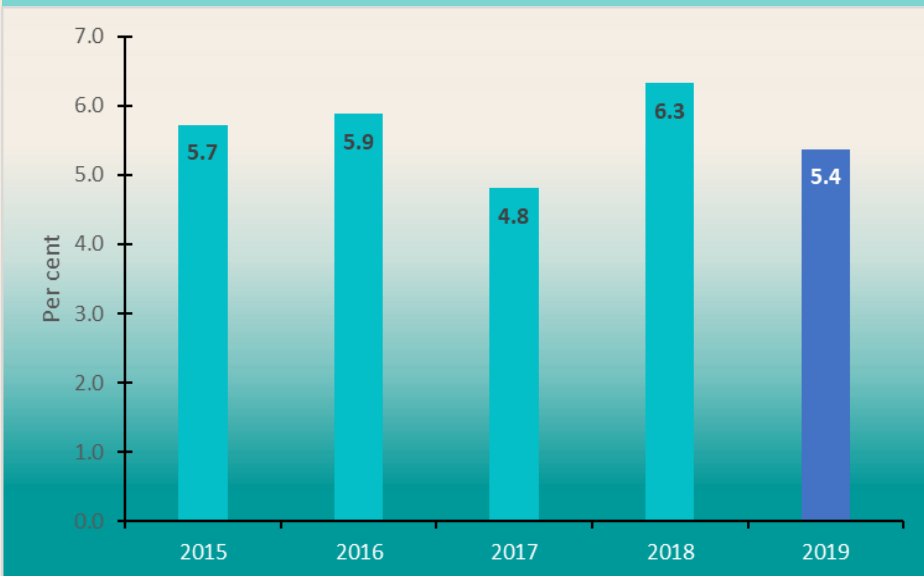
The KNBS is the principal agency of the government for collecting, compiling, analysing, publishing and disseminating statistical information needed for planning and policy formulation. The Bureau is also responsible for co-ordination of the National Statistical System (NSS) in the country.

Core Values

- **Professionalism:** The Bureau will strictly abide by professional considerations, including scientific principles and ethics on methods, standards and procedures for provision of quality statistical services.
- **Integrity:** The Bureau will adhere to the principles of good governance to ensure transparency and accountability in undertaking its programmes and activities.
- **Confidentiality:** The Bureau will treat all information provided by stakeholders with strict confidentiality and use it exclusively for statistical purposes.
- **Customer focus:** The Bureau commits itself to align its programmes to the expectations of all stakeholders and attaining the highest standards in service delivery.
- **Innovation:** The Bureau will continuously embrace creativity and innovation for value-addition in its business processes.
- **Teamwork:** The Bureau will embrace teamwork in pursuing timely attainment of targeted results at all levels, through coordination and networking.

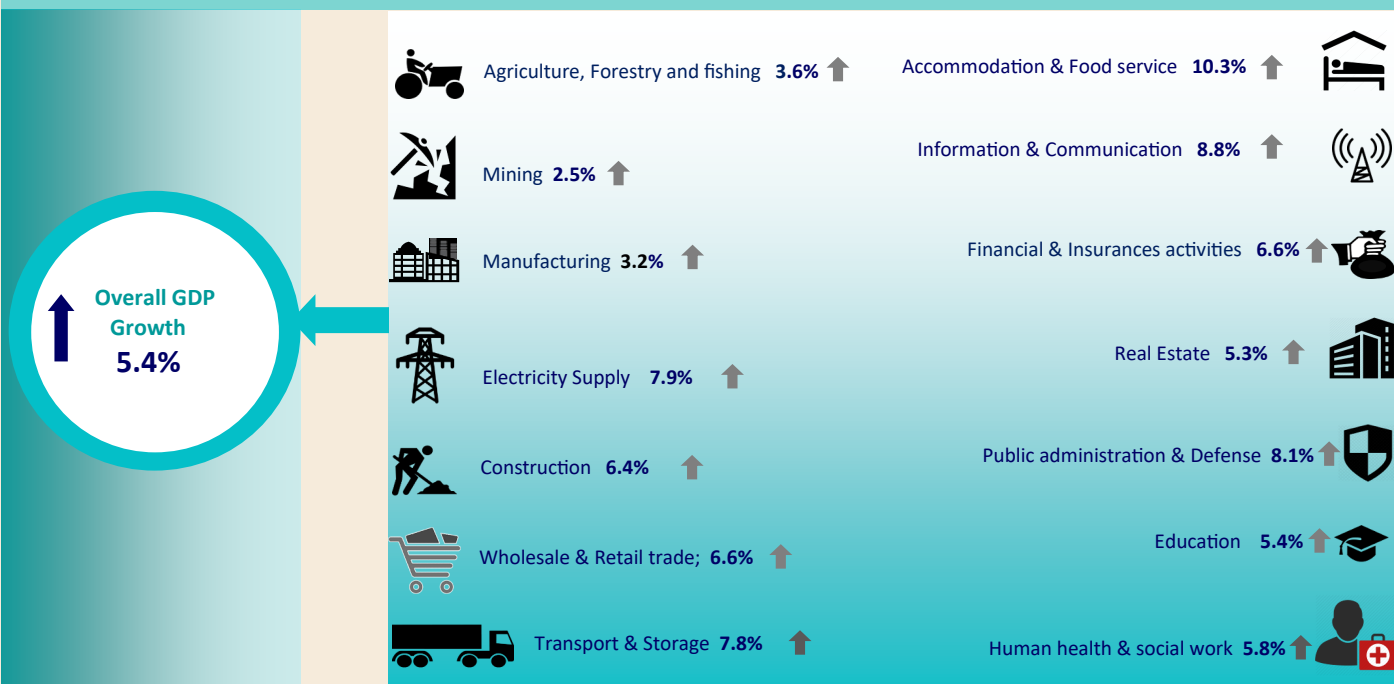
2019 ECONOMIC PERFORMANCE

GDP Growth Rate



Gross Domestic Product (GDP) is estimated to have decelerated by 5.4 per cent in 2019 compared to a 6.3 per cent growth in 2018.

Sectoral performance in 2019

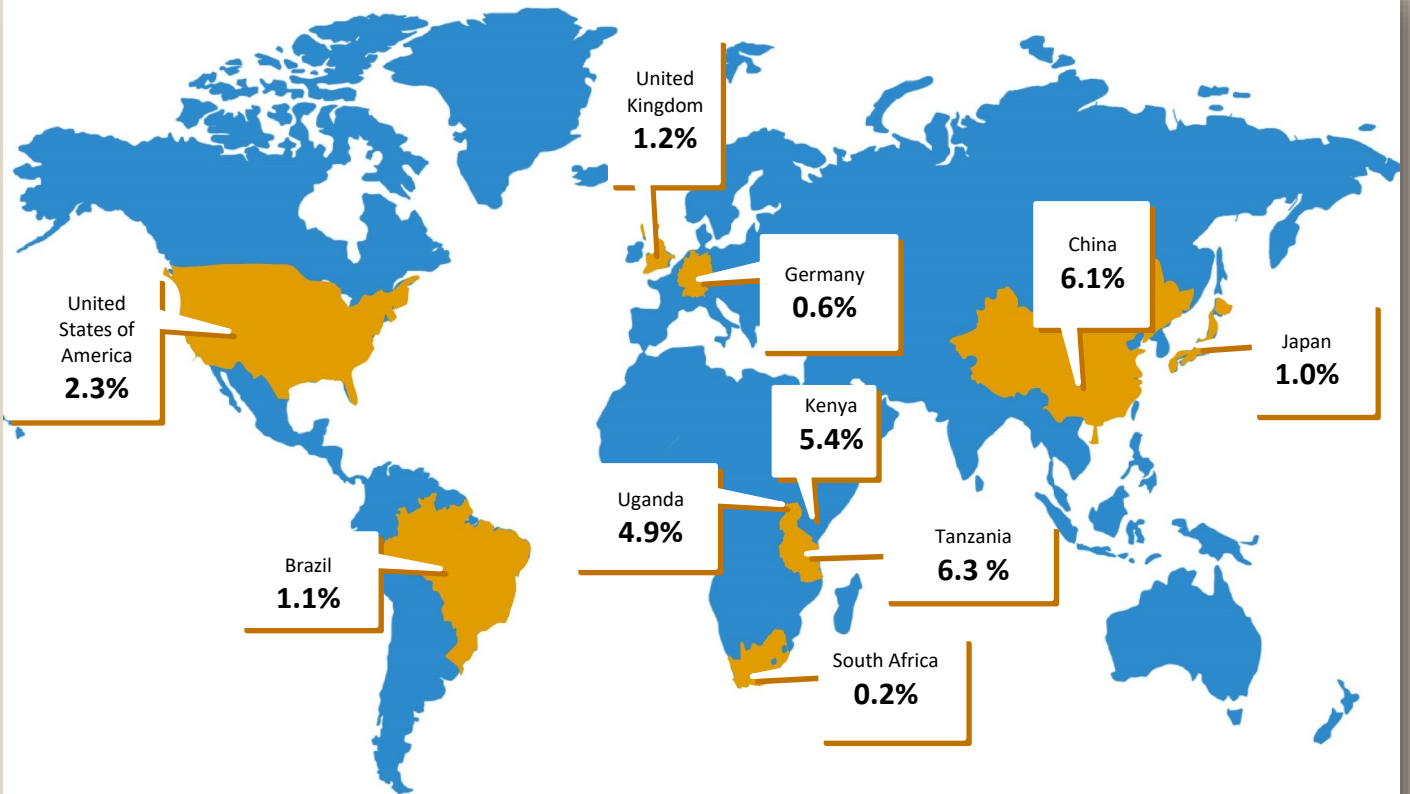


Performance of Key Macroeconomic Indicators, 2015- 2019

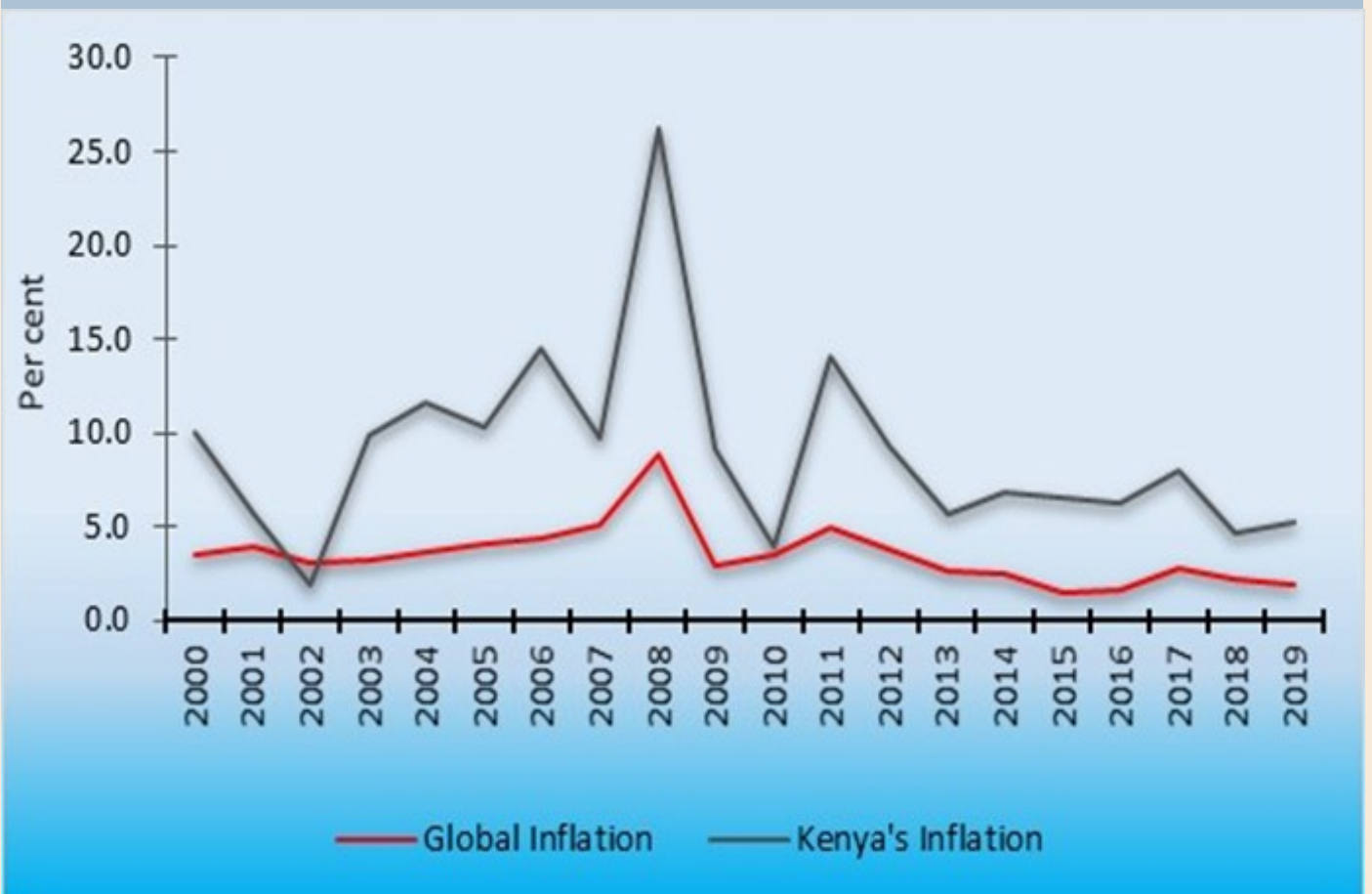
DESCRIPTION	Unit	2015	2016	2017	2018	2019
Inflation	(%)	6.6	6.3	8.0	4.7	5.2
Current Account as a percentage of GDP	(%)	-6.9	-5.8	-7.2	-5.8	-5.8
CBK interest rates	(%)	11.5	10.0	10.0	9.0	8.5
KSh/USD exchange rate	(KSh)	98.2	101.5	103.4	101.3	102.0
GDP Growth	(%)	5.7	5.9	4.8	6.3	5.4

2019 WORLD ECONOMIC PERFORMANCE

World GDP, 2019



Annual Global inflation rates, 2000-2019



DOMESTIC ECONOMY

EMPLOYMENT

Employment Growth Rates, 2018-2019

Employment as at 30th June

	2018	2019
Public	842,935	865,233
Private	2,017,000	2,063,100

Share of Employment

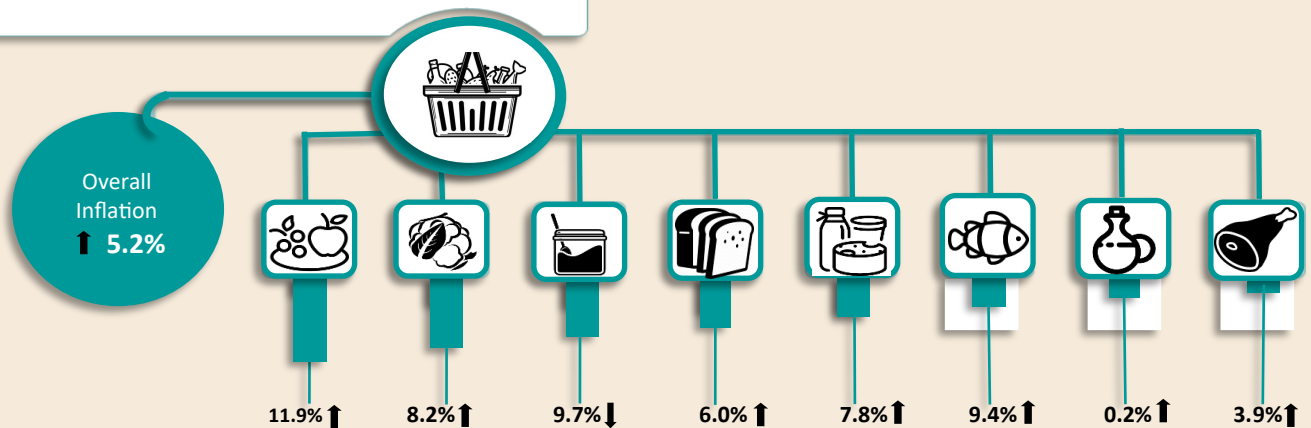
	2018	2019
Informal Sector	82.6%	83.0%
Formal Sector	16.5%	16.1%
Self-employed	0.9%	0.9%

Wage employment by selected industries, 2018-2019

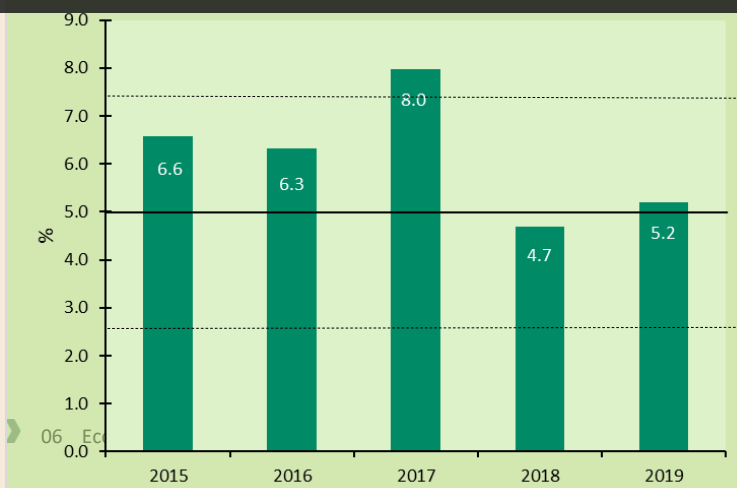
	2018	2019
Education	576,831	598,130
Agriculture	336,607	338,578
Manufacturing	307,592	353,322
Public administration	295,009	304,617
Wholesale & Retail	260,426	269,175

CONSUMER PRICES

Inflation increased to **5.2%** in 2019 from 4.7% in 2018 attributable to rise in transportation, food and beverage prices arising from constrained domestic supply

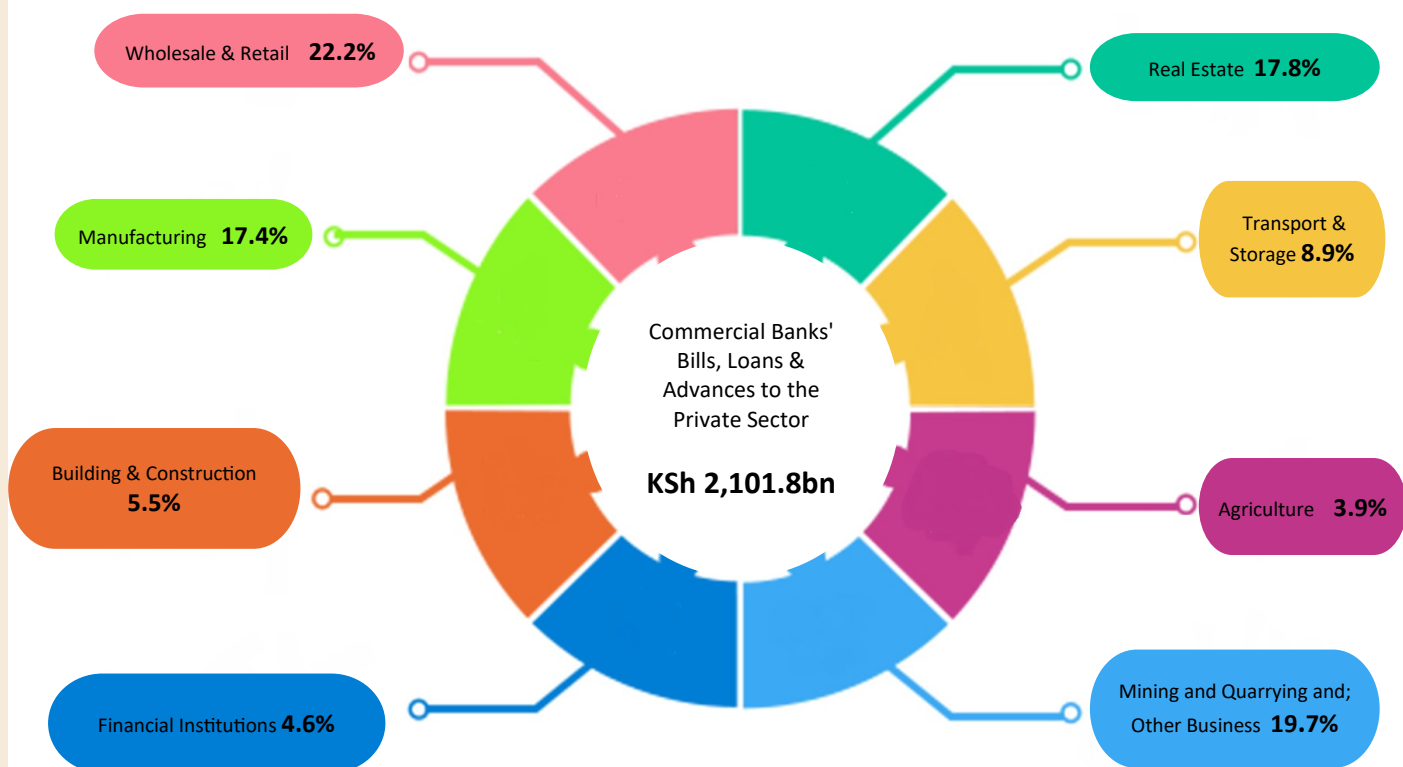


Average Annual Inflation Rate, 2015-2019

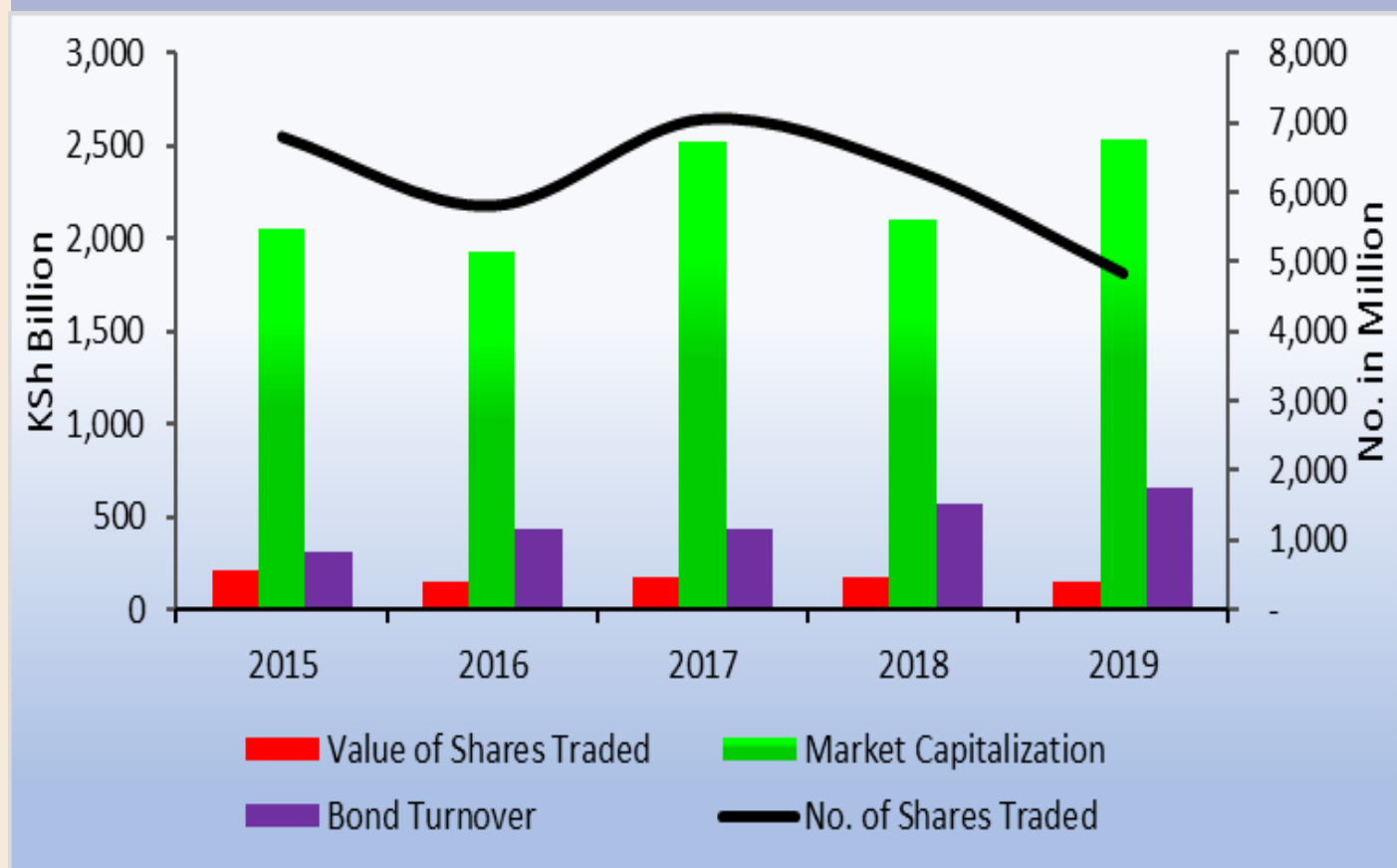


MONEY, BANKING AND FINANCE

Share of Commercial Banks' Bills, Loans and Advances to the private Sector, 2019

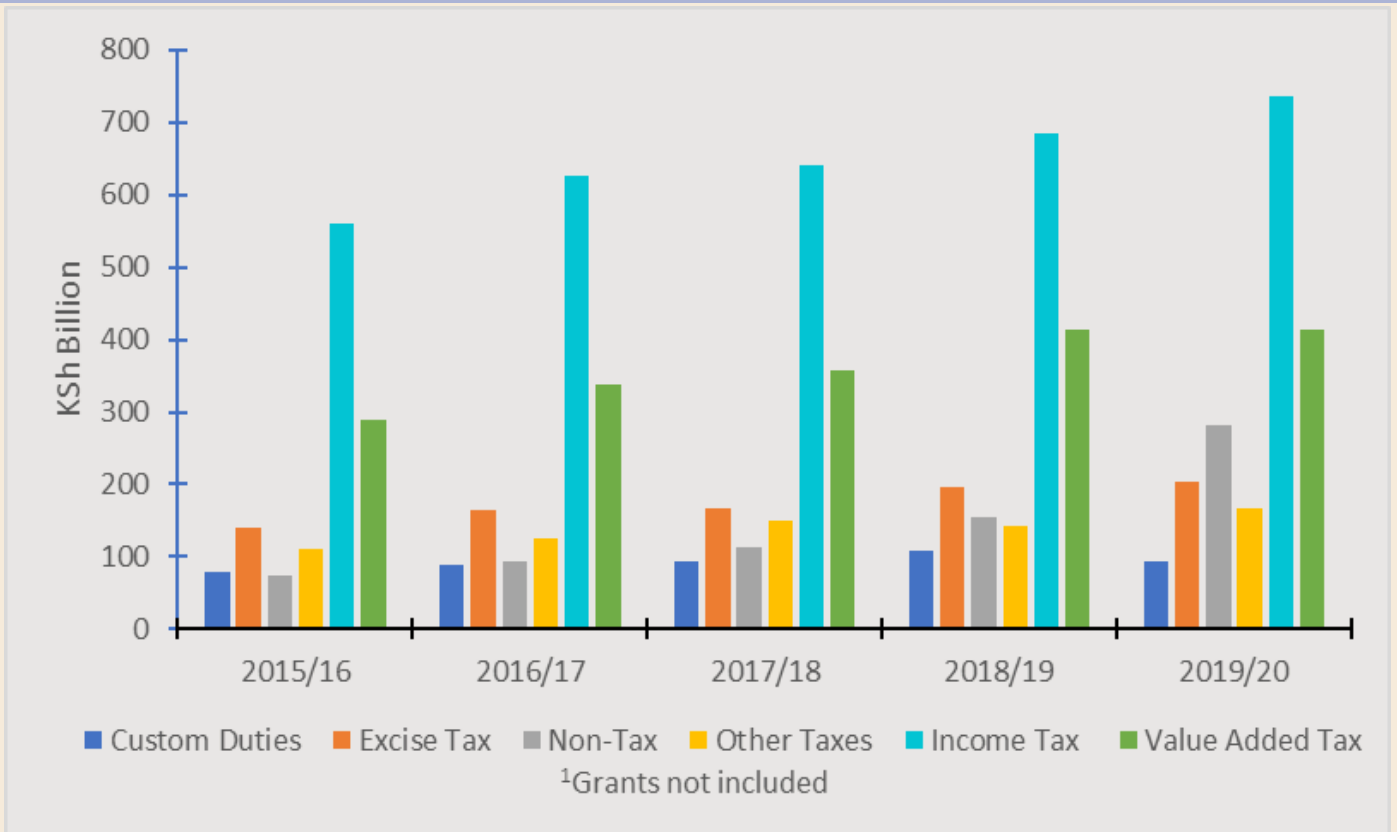


Performance of the stock market , 2015-2019

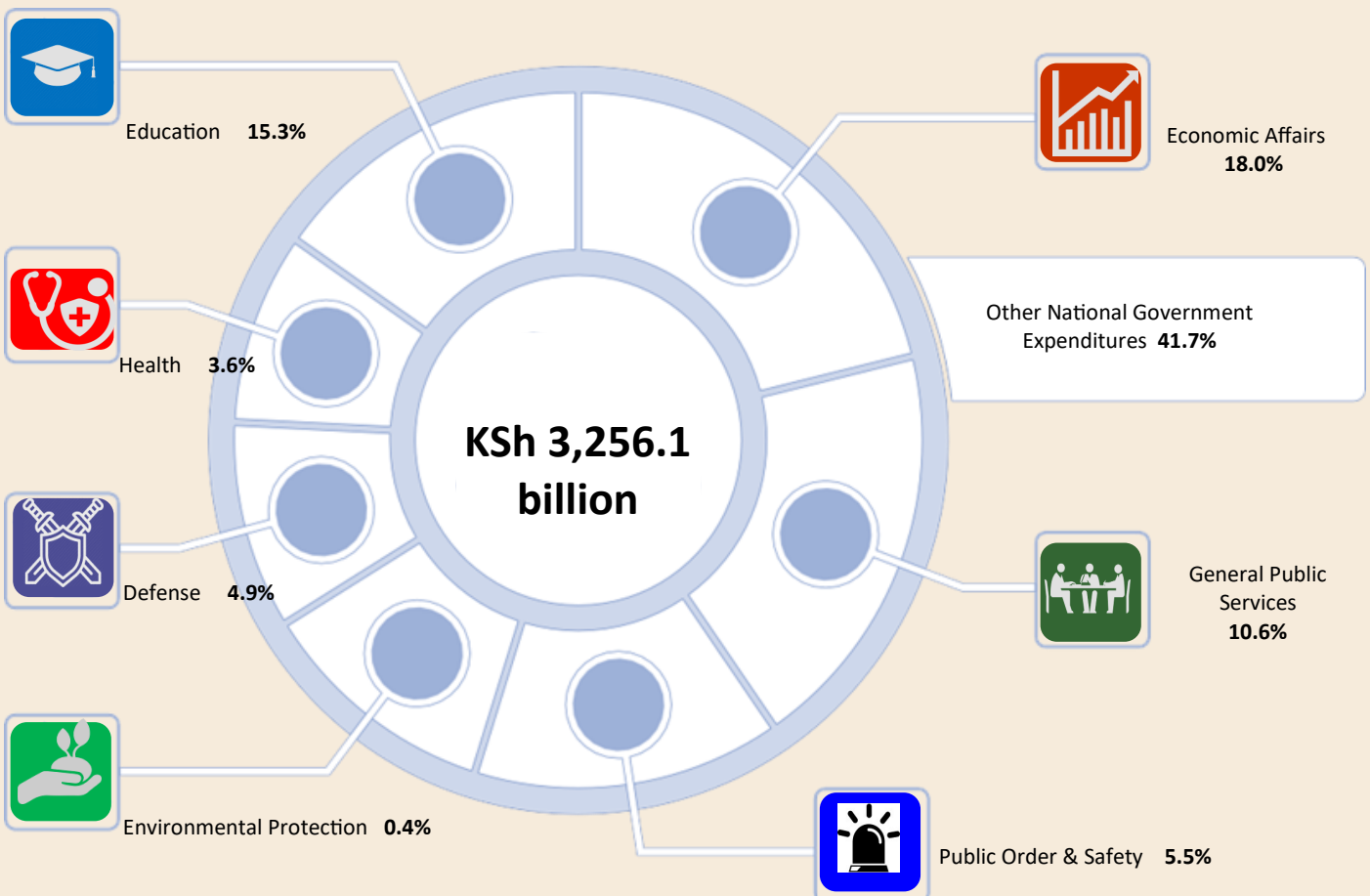


PUBLIC FINANCE

Sources of Government Revenue¹ 2015/16 - 2019/20



National Government Expenditure by main Functions of Government (COFOG), 2019



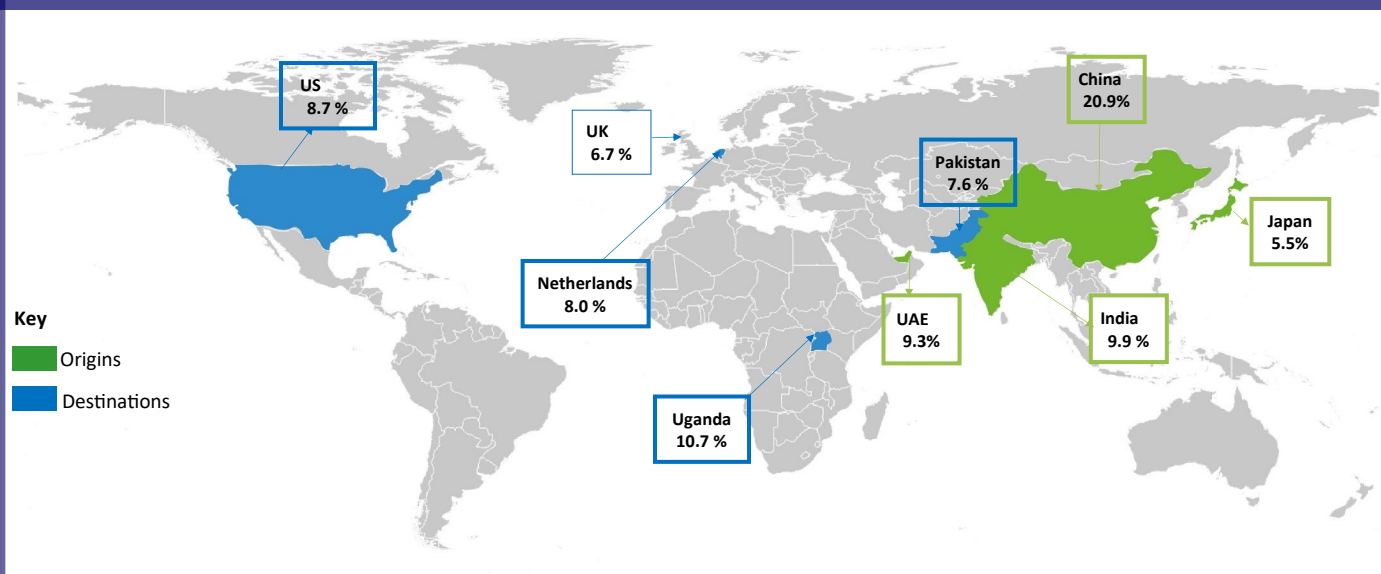
INTERNATIONAL TRADE



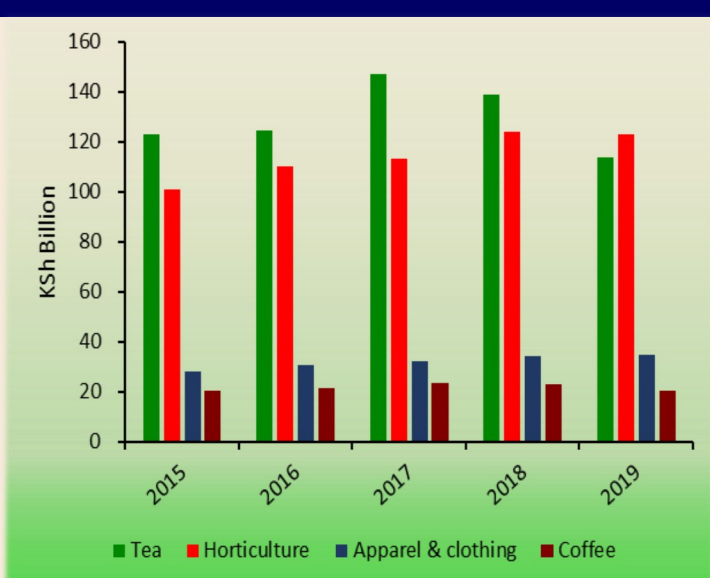
Import bill grew by 2.4 per cent in 2019 mainly due to increased imports of petroleum products; industrial machineries; iron and steel; road motor vehicles.

Total export declined by 2.9 per cent to KSh 596.7 billion in 2019, with horticulture, tea and; apparel and clothing being the major foreign exchange earners in 2019.

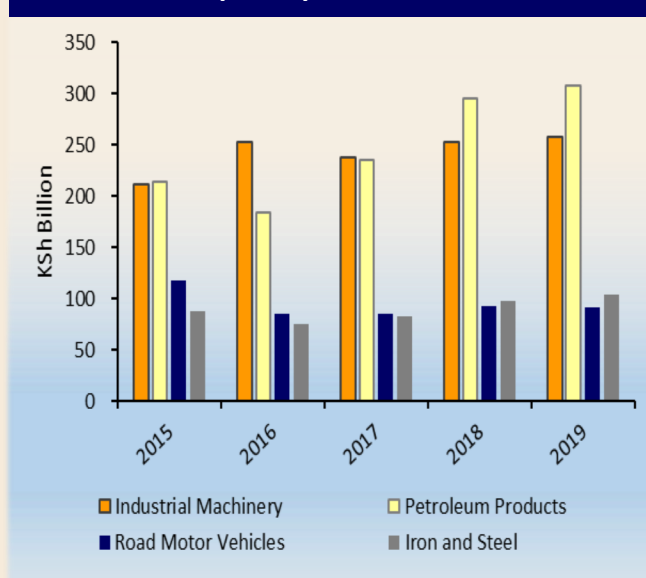
Key origin/destination of Kenya products 2019



Principal Exports, 2015-2019

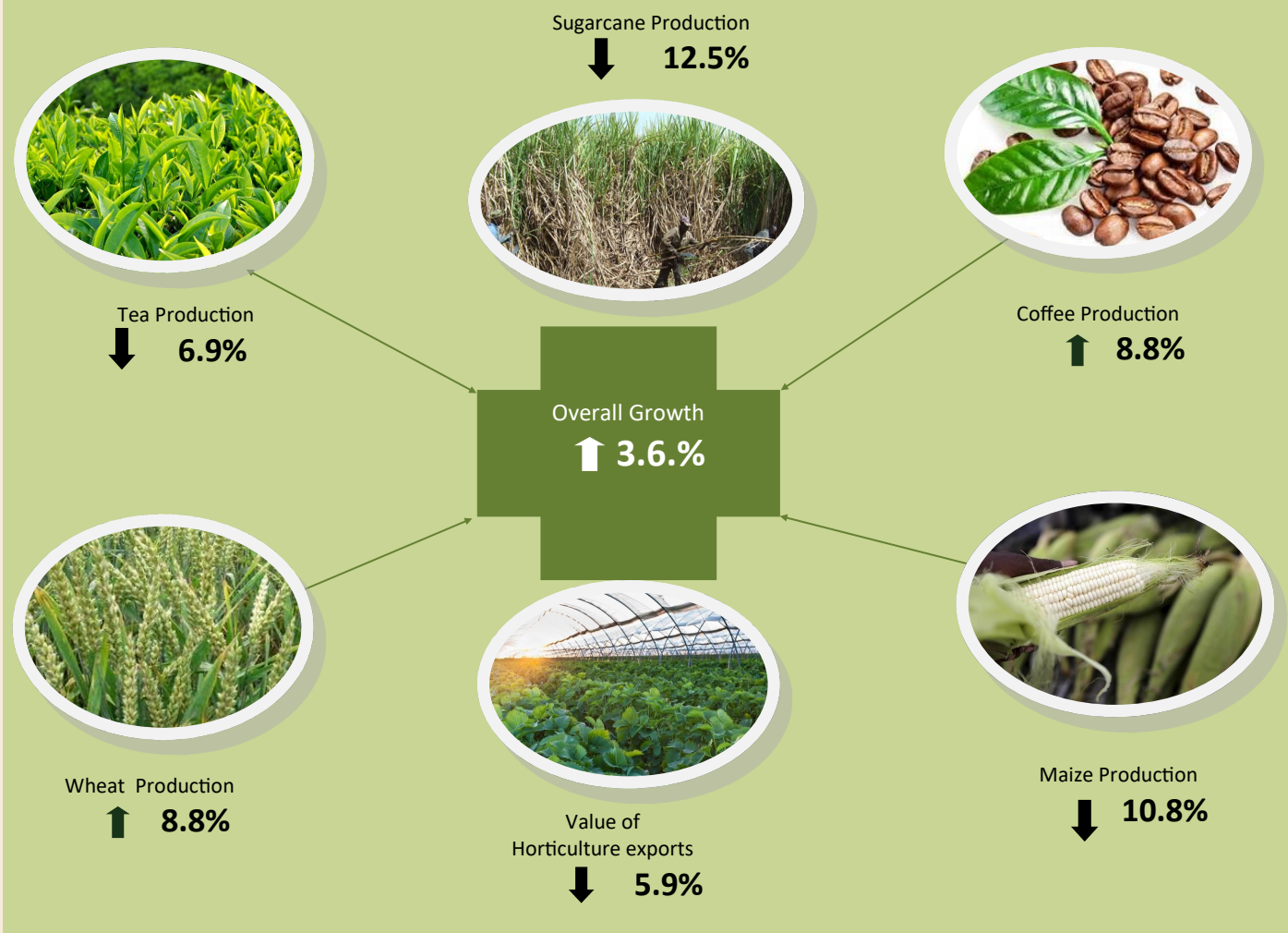


Principal Imports, 2015-2019



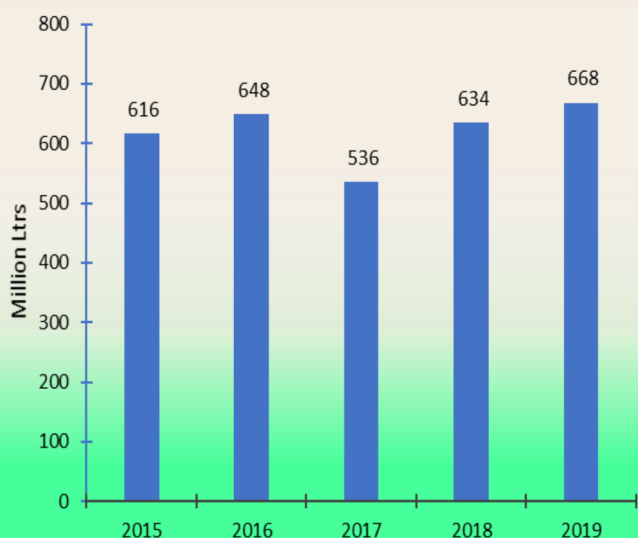
AGRICULTURAL SECTOR

Performance of Key Agricultural Products in 2019

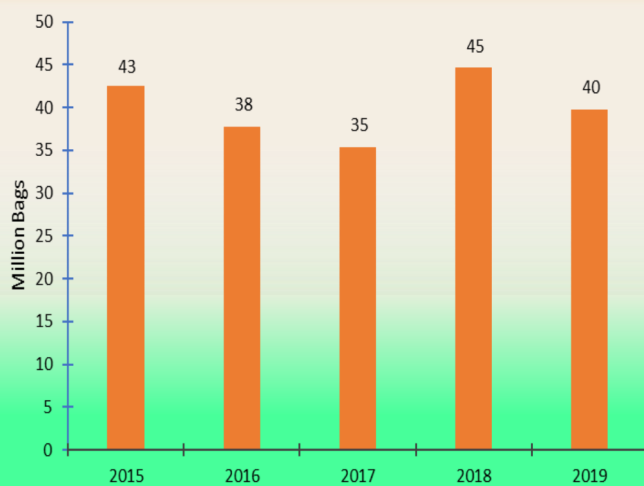


Recorded milk production, 2015-2019

The quantities of milk deliveries made to dairy processors increased by **5.3%** per cent from 634.3 million litres in 2018 to 668.2 million litres in 2019.



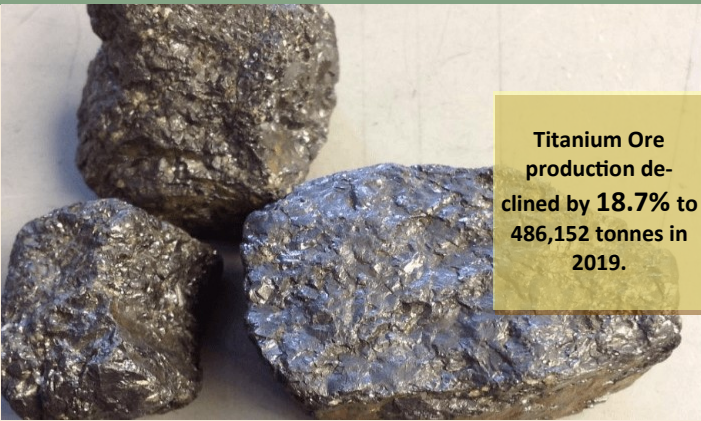
Recorded maize production, 2015-2019



Production of maize reduced by **10.8%** from a production of 44.6 million bags in 2018 to 39.8 million bags in 2019, mainly attributable to unfavorable weather conditions especially reduced long rains in the maize growing areas.

ENVIRONMENT AND NATURAL RESOURCES

Minerals

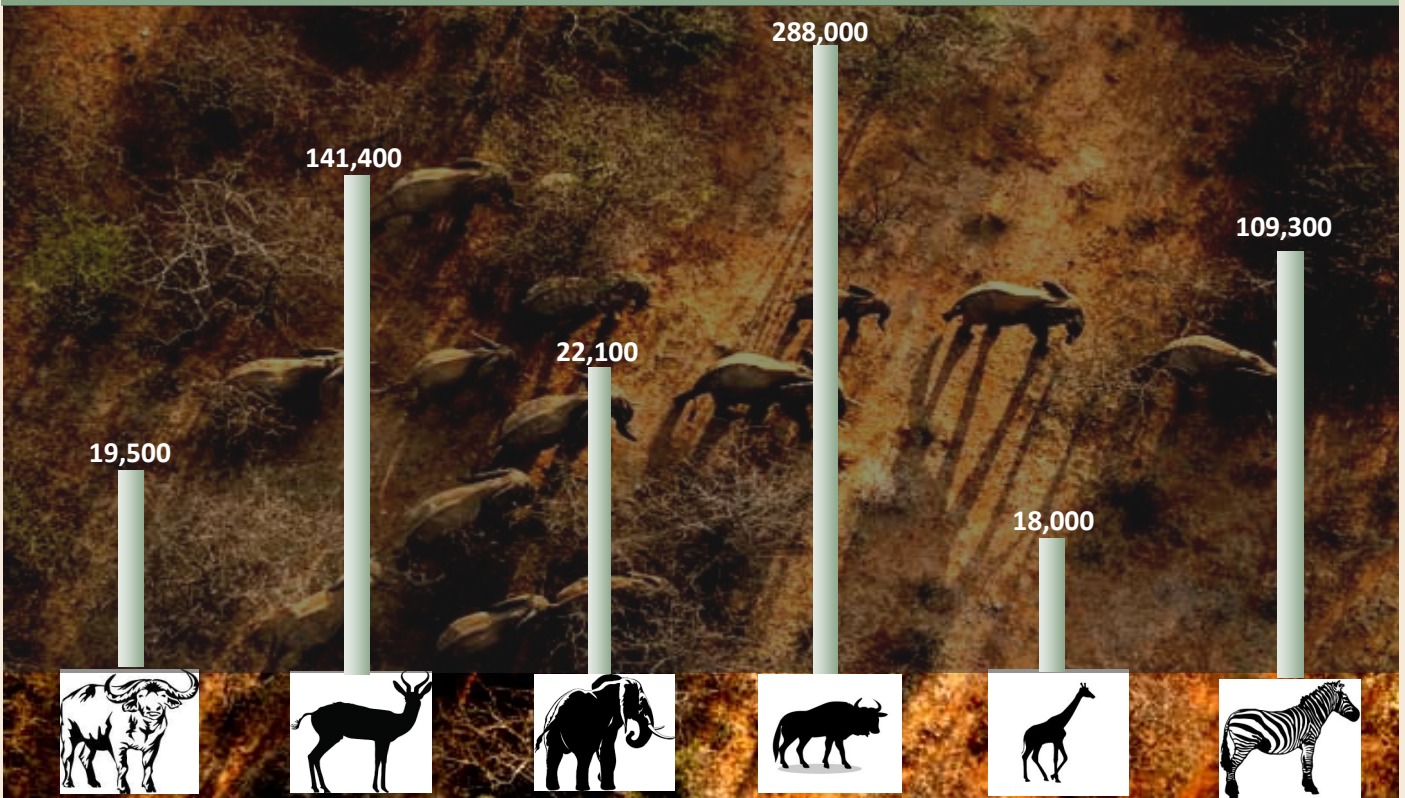


Titanium Ore production declined by **18.7%** to 486,152 tonnes in 2019.



230,355 tonnes of Soda Ash were produced in 2019, translating to a **32.1%** increase.

Key Species of Wildlife in Rangelands, 2019

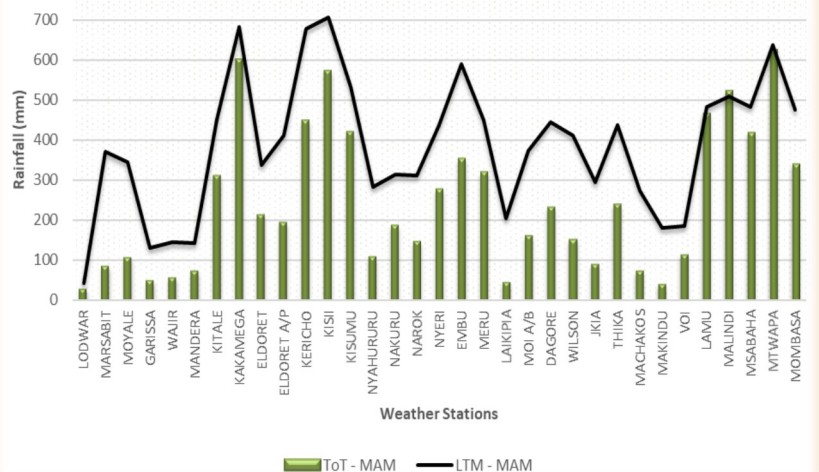


Forest Cover



State forest plantation rose by **4.2%** in 2019 as a result of the ban on logging imposed in 2019.

Long Rains (March, April & May) Performance in 2019

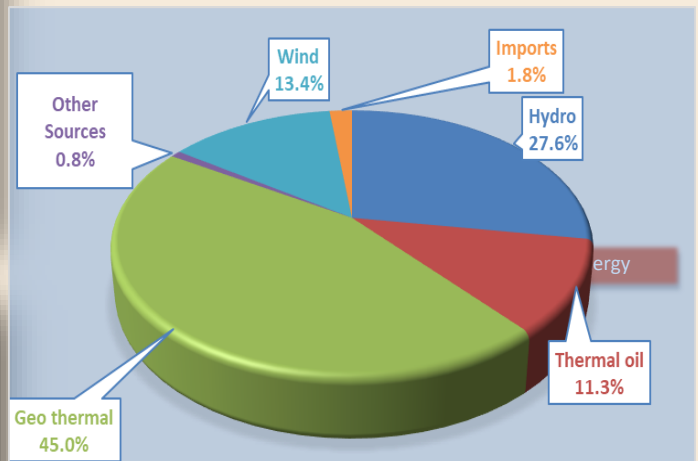


ENERGY

In 2019 international oil prices went down following increases in US petroleum production thus limiting the effect on prices from Saudi Arabia, and sanctions on Iran and Venezuela that limited crude oil exports.



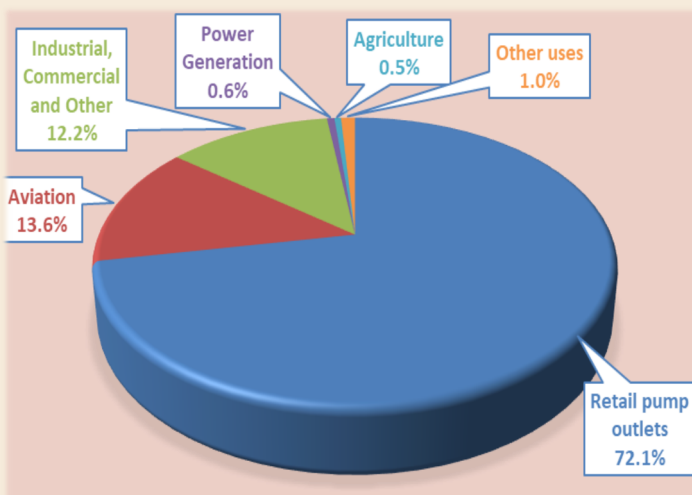
Electricity generation in Gwh, 2019



The number of customers connected under rural electrification programme increased by 5.8% to 1,409,256 in 2017/18.

Retail pump outlets and road transport had the highest share of petroleum sales at 72.1% of the total domestic sales of petroleum products in 2019.

Petroleum fuels sales by Consumer Category, 2019



MANUFACTURING SECTOR

Performance of Manufacturing Sector in 2019

The sector's volume of output expanded by **1.8%** in 2019 from a revised growth of 5.6% in 2018 on account of increased production of motor vehicles, trailers and semi-trailers, dairy products and pharmaceuticals.



The number of assembled motor vehicles went up by 38.0% to 7,802 vehicles in 2019 resulting to a **21.4%** growth in motor vehicles, trailers and semi-trailers subsector.

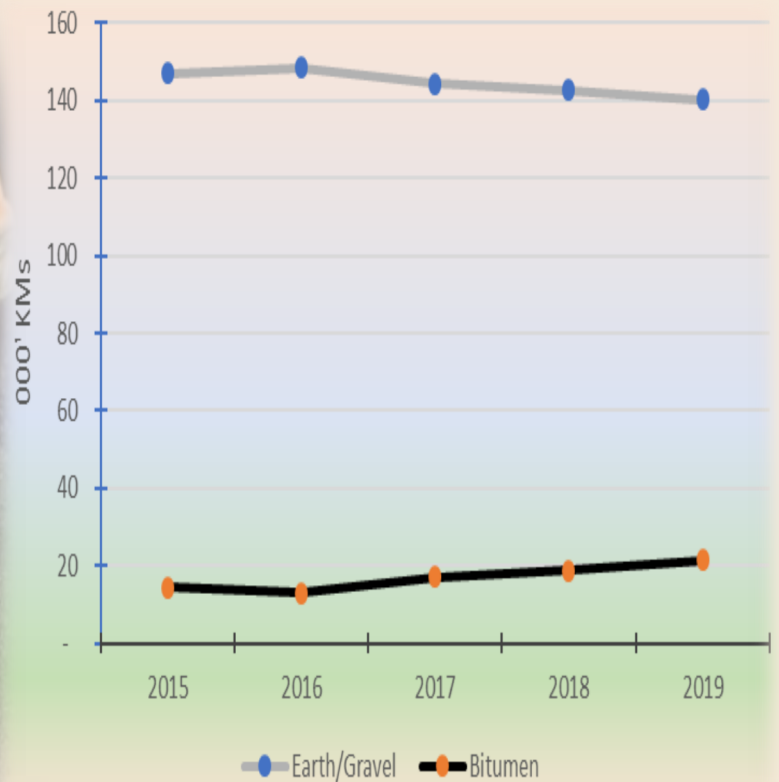
Production of beverages went up by **8.2%** in 2019 attributable to increased production of spirits, bottled water and beer.



The wearing apparel subsector registered a **1.8%** growth in 2019 as result of increased production of shirts, T- Shirts, babies' garments and cardigan/jersey.



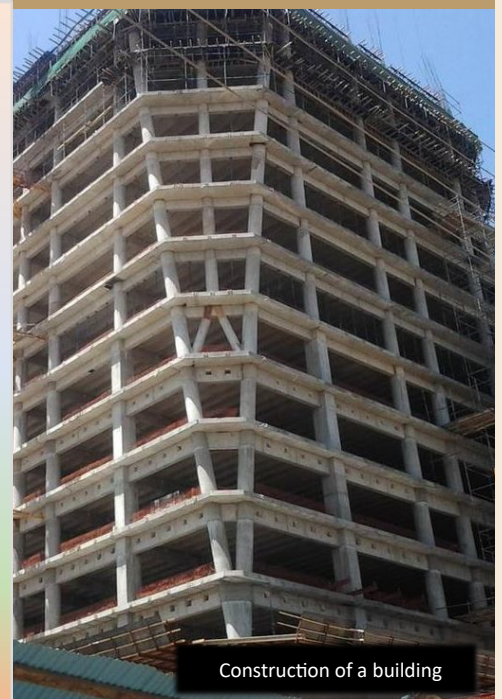
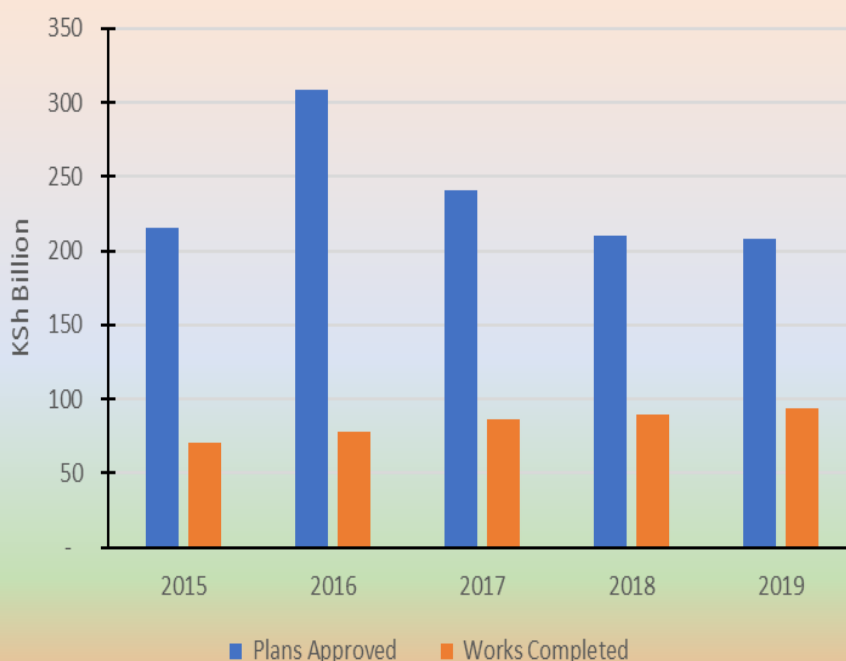
BUILDING AND CONSTRUCTION



Road construction

Total Government expenditure on roads is expected to rise by **10.0%** per cent to KSh 169.9 billion in 2019/20 from KSh 154.5 billion in 2018/19. The number of completed public residential buildings was **530** with a total of 5,134 housing units still under construction by the National Housing Corporation and the State Department of Housing.

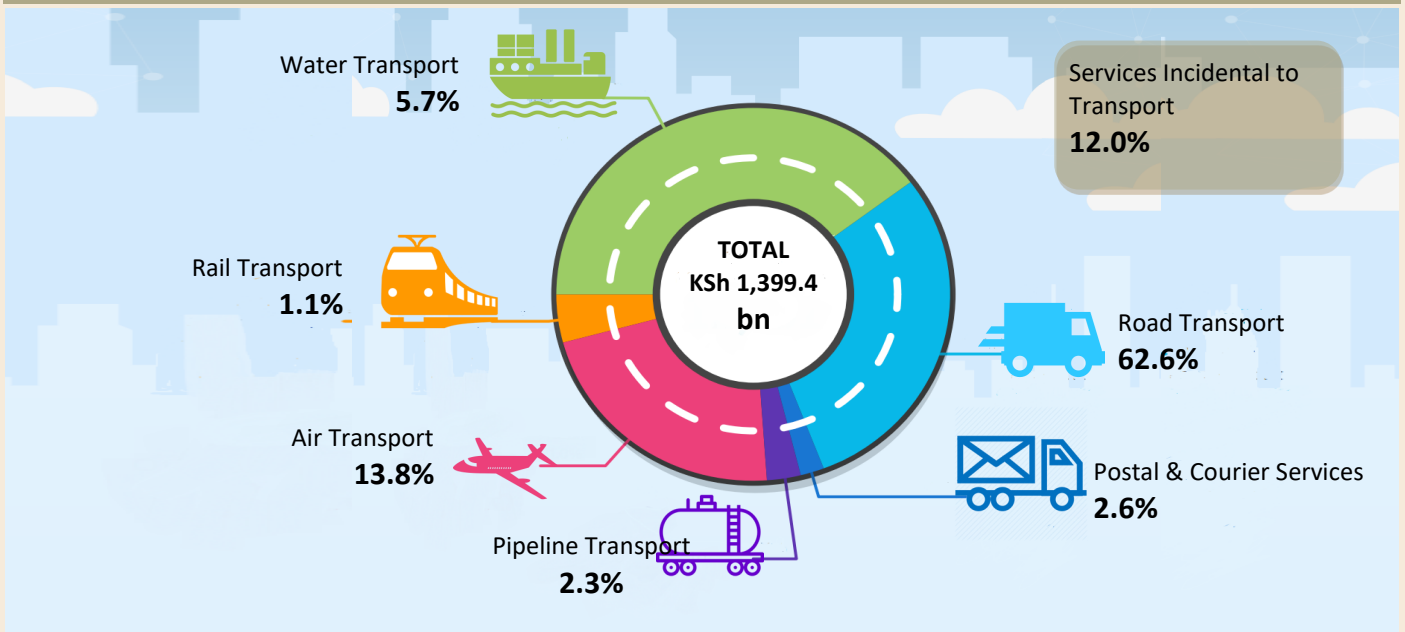
Value of plans approved and building works completed in Nairobi City, 2015-2019



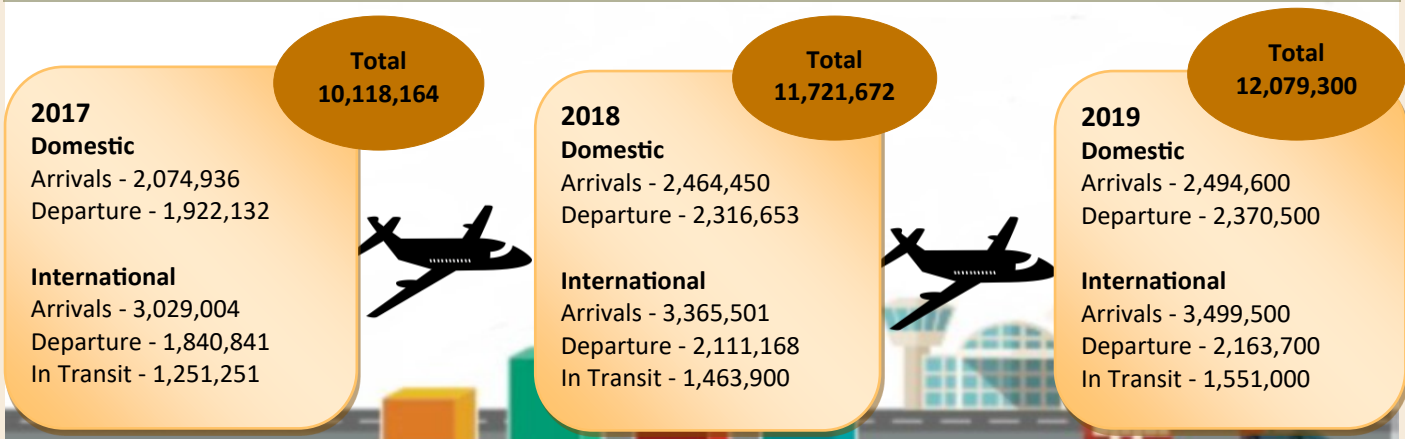
Construction of a building

TRANSPORT AND STORAGE

Transport & Storage Output, 2019



Passenger transport by air, 2017-2019



Transport by Rail, 2019



Revenue from freight services increased to KSh 11.9 billion in 2019 from KSh 4.1 billion in 2018.

TOURISM SECTOR

Performance of the Tourism industry in 2019

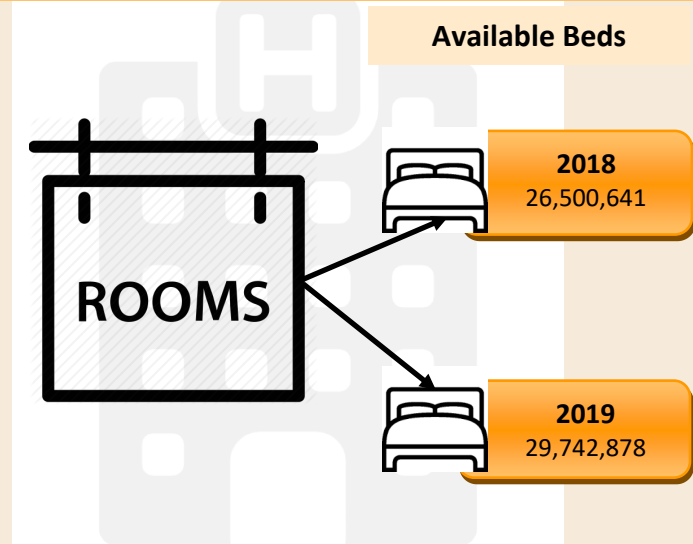
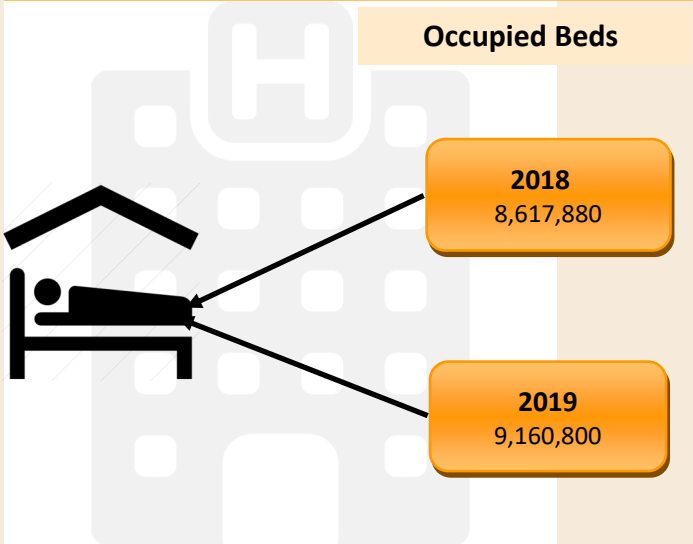
Tourism earnings rose by **3.9%** to **KSh 163.6 billion** in 2019 supported by political stability and heightened security in the country.

The number of international visitor arrivals increased by **0.4%** to **2.04million** in 2019 surpassing the two million-mark for the second successive year.



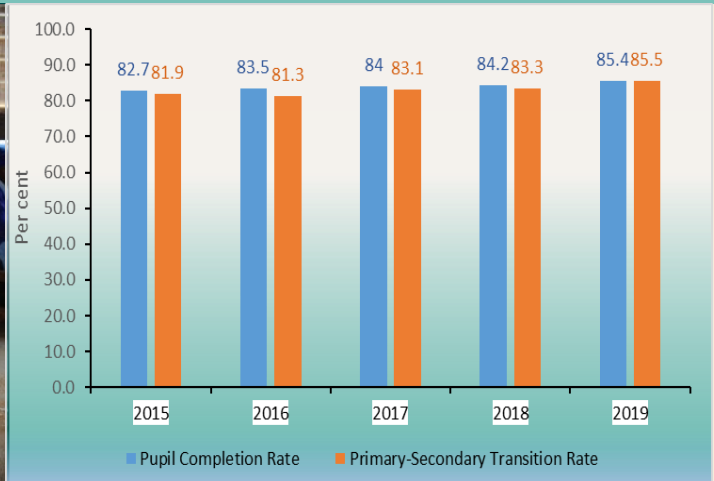
The number of tourists to National Parks and game reserves grew by **3.7%** to **3million** in 2019.

Hotel Bed-nights, Availability and Occupancy, 2018-2019

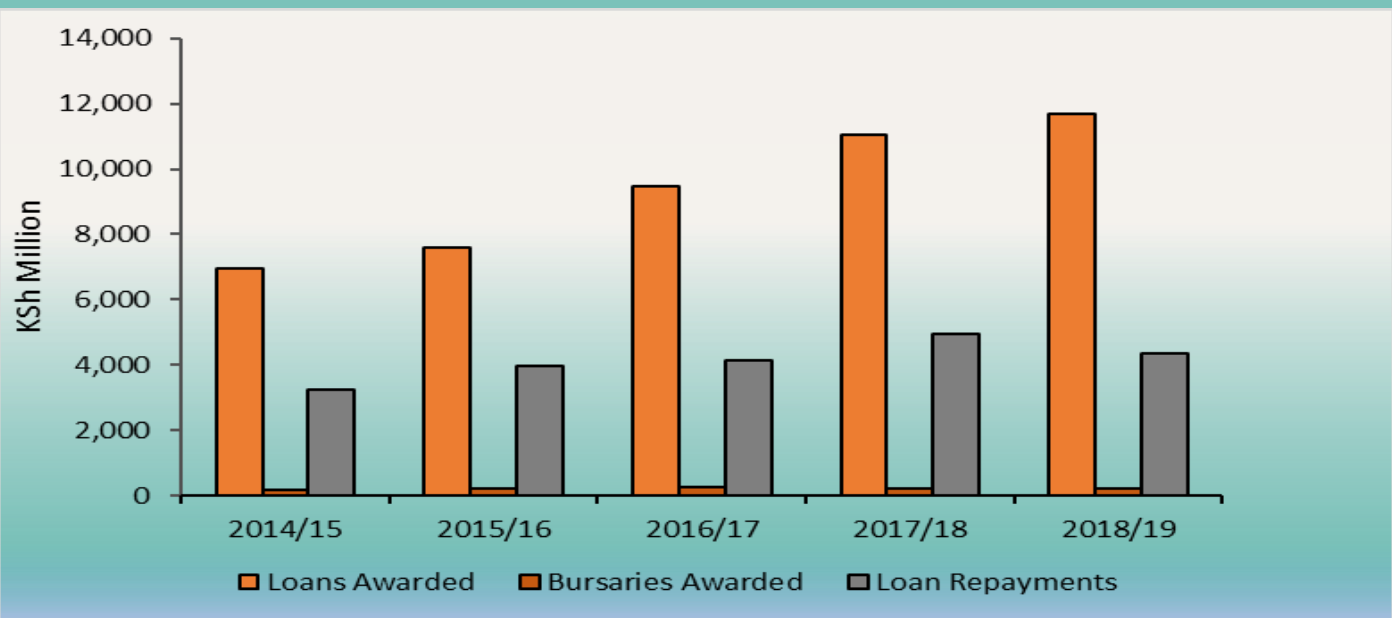


EDUCATION

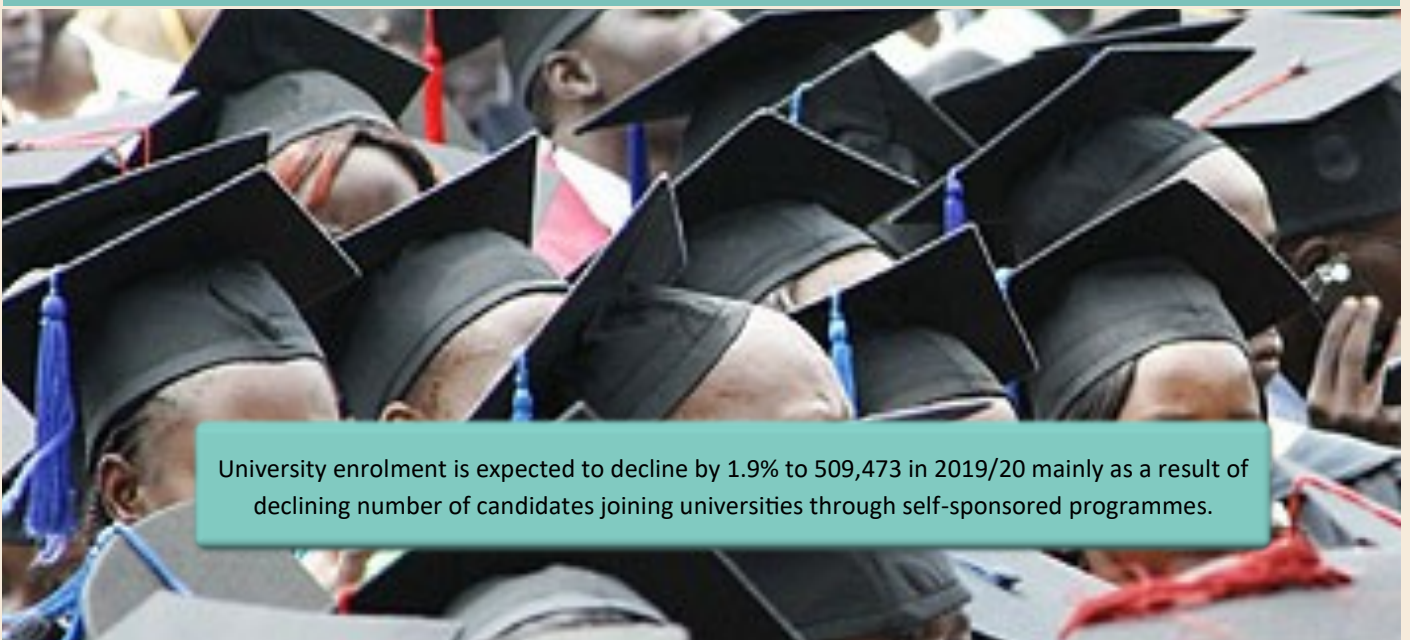
Pupil Completion Rate and Primary to Secondary Transition Rate, 2015 - 2019



Government Loans and Bursaries awarded; and Loan Repayments, 2014/15 - 2018/19



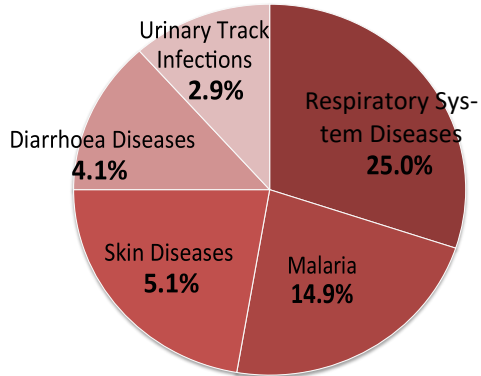
University Enrolment in 2019/20



University enrolment is expected to decline by 1.9% to 509,473 in 2019/20 mainly as a result of declining number of candidates joining universities through self-sponsored programmes.

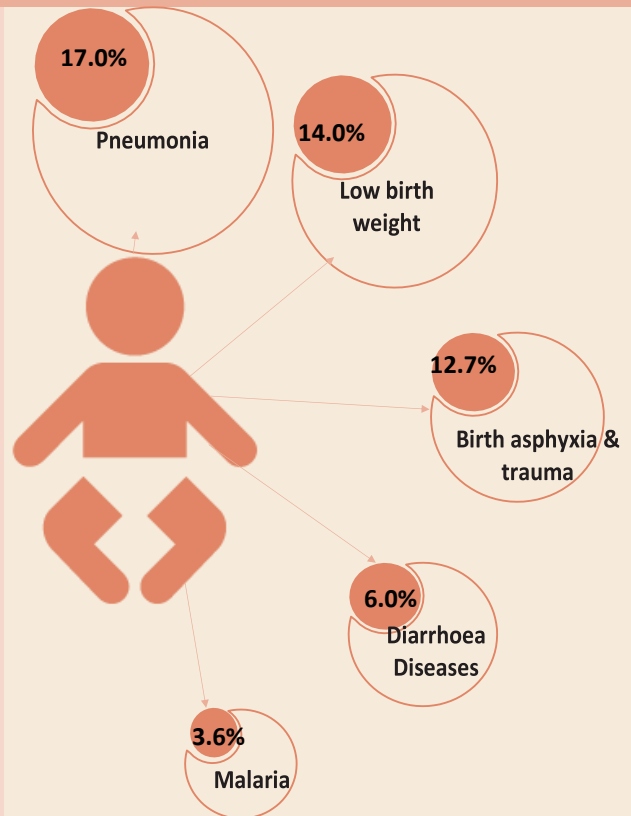
HEALTH AND VITAL STATISTICS

Top 5 Facility based Incidence of Diseases in 2019



Total disease incidences reported in public health facilities increased by **17.3%** to 87.8 million cases in 2019 with **respiratory system** being the leading cause of morbidity at **25.0%**.

Leading Causes of Infants Admissions in Health Facilities in 2019



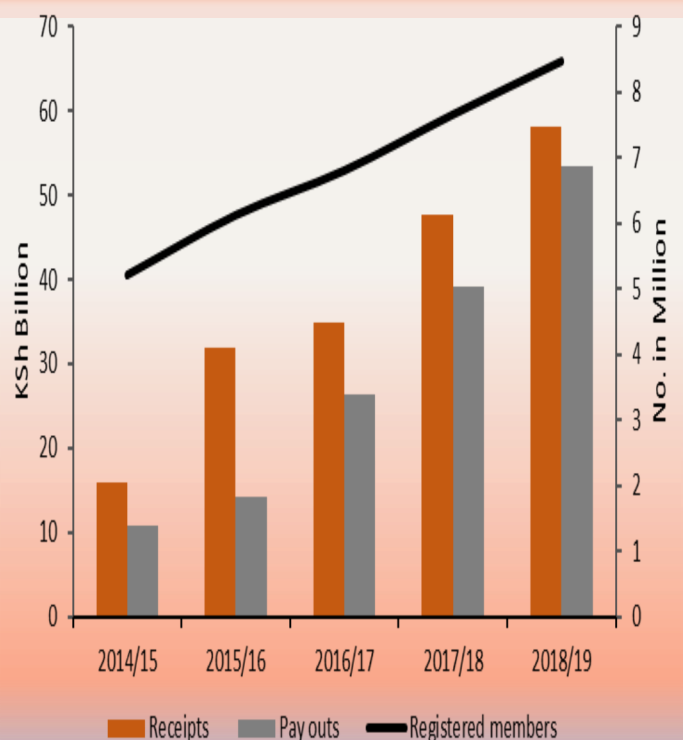
Registered Health personnel, 2019

Registered health personnel
176,662

Types of personnel

Medical officers	12,090
Dentists	1,288
Pharmacists	3,825
Pharmaceutical Technologist	10,815
Clinical officers	21,801
(BSc) Nurses	7,242
Registered Nurses	58,247
Enrolled Nurses	
Public Health Officers & Technicians	5,718
Laboratory Technologists	13,144
Nutrition & Dietetic Technicians	927
Nutrition & Dietetic Technologists	5,284
Nutrition & Dieticians	3,573

National Hospital Insurance Fund (NHIF)



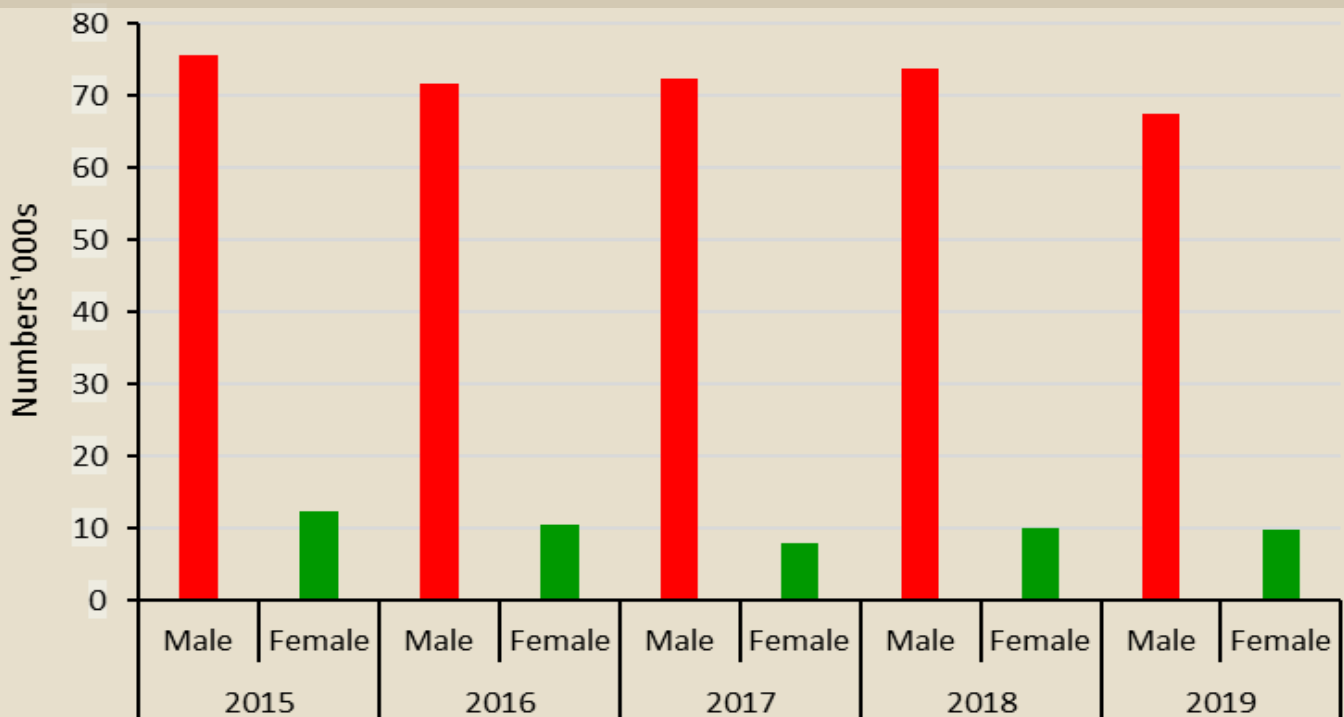
GOVERNANCE

Reported crime and type, 2019



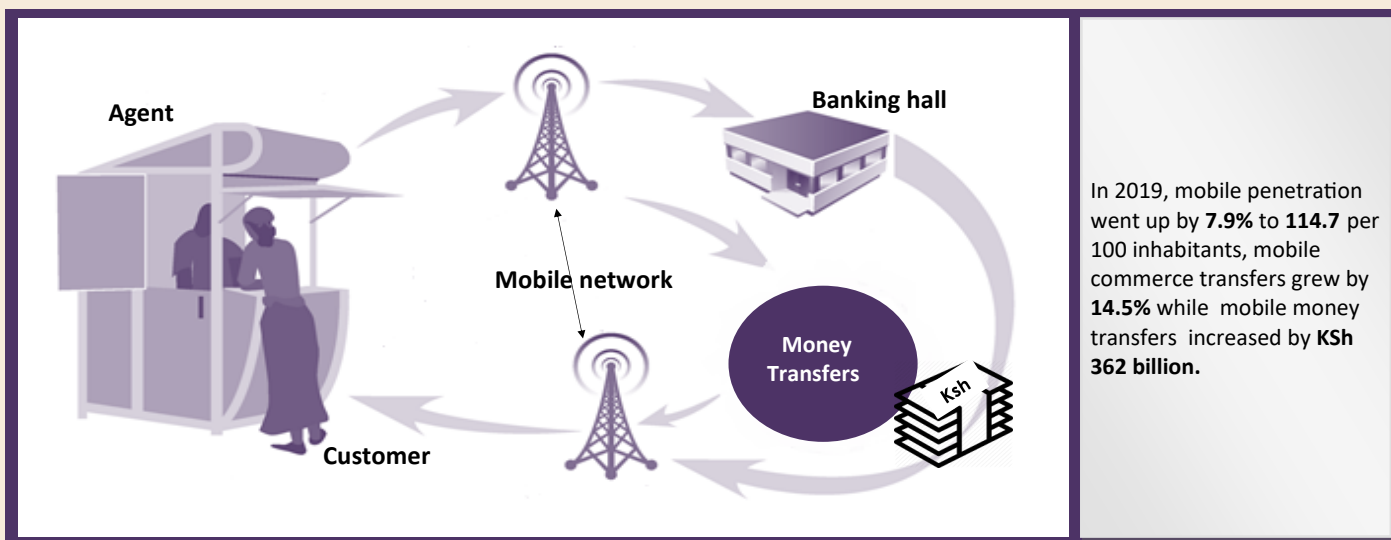
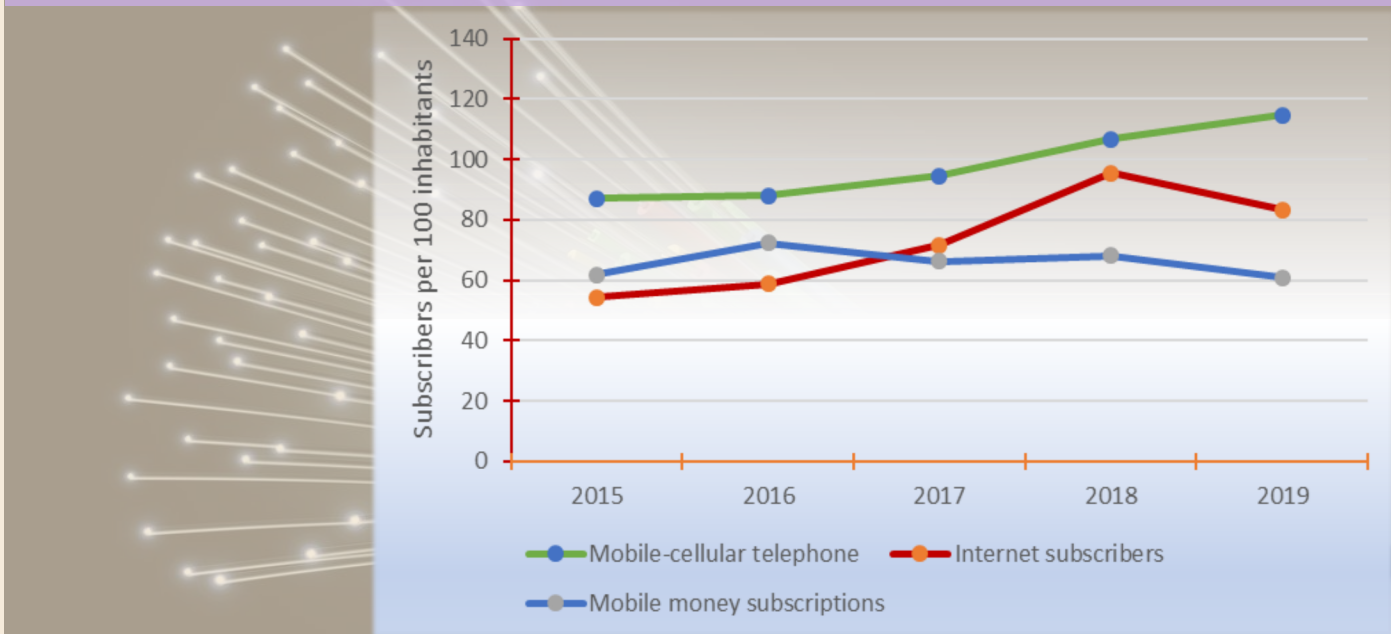
Pending cases at the end of 2019 were 586 thousand, a growth of **2.6%** from the previous year. Convicted prisoners declined from 84 thousand in 2018 to 77 thousand in 2019.

Convicted Prisoners by Sex, 2015-2019



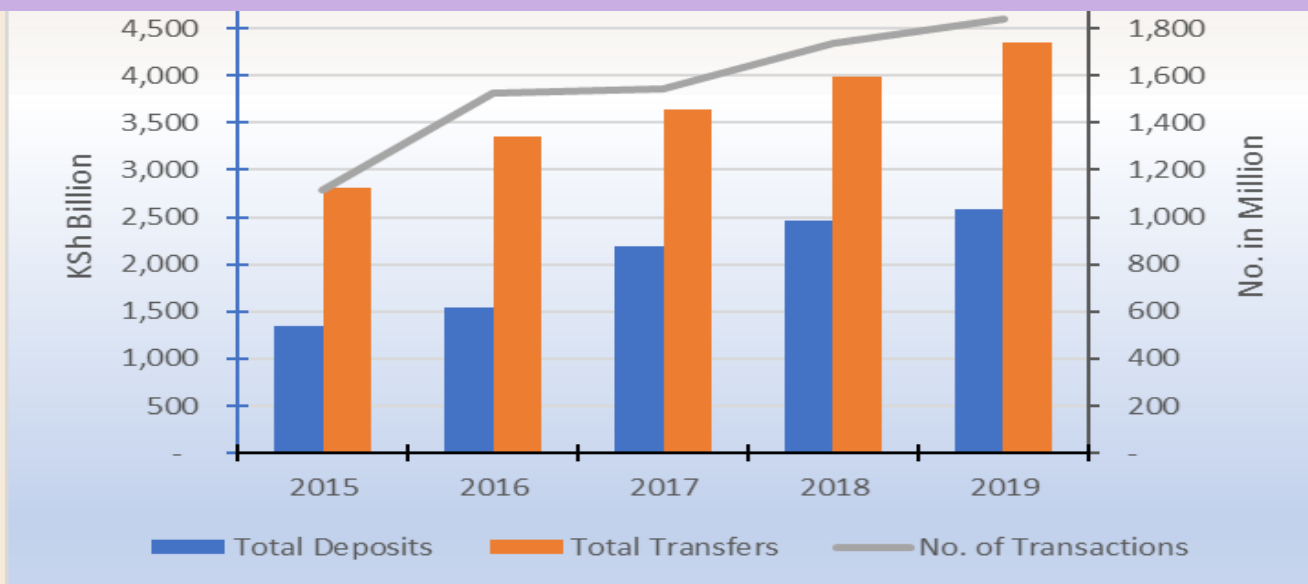
INFORMATION AND COMMUNICATION TECHNOLOGY (ICT)

Key ICT indicators for total population, 2015-2019



In 2019, mobile penetration went up by 7.9% to 114.7 per 100 inhabitants, mobile commerce transfers grew by 14.5% while mobile money transfers increased by KSh 362 billion.

Mobile money transactions, 2015 – 2019





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