

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.

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Director General, KNBS

Acknowledgements

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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 it's 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

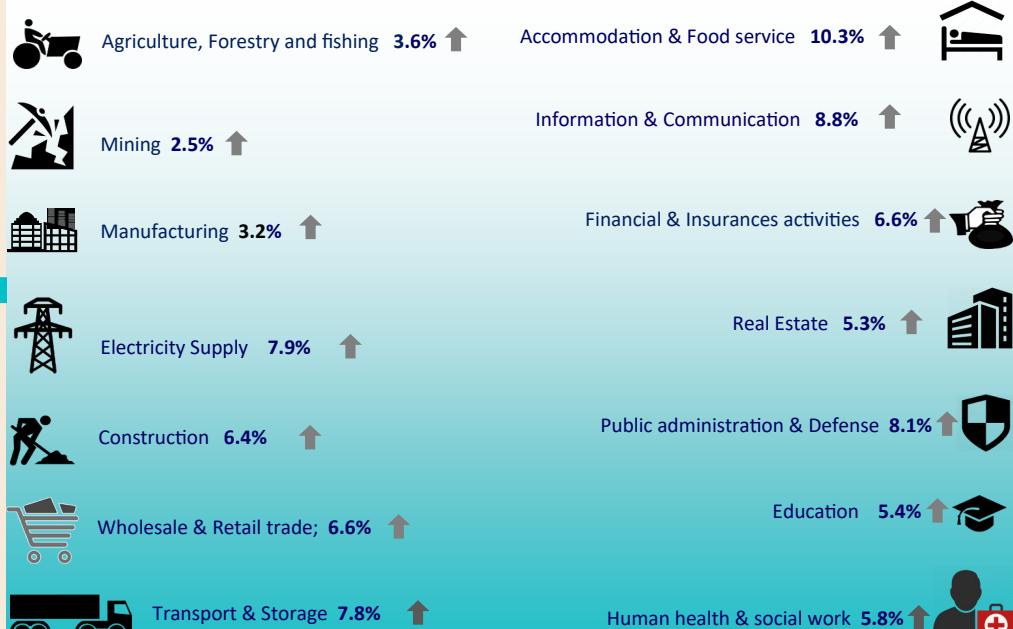
GDP Growth Rate



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

Overall GDP Growth
5.4%

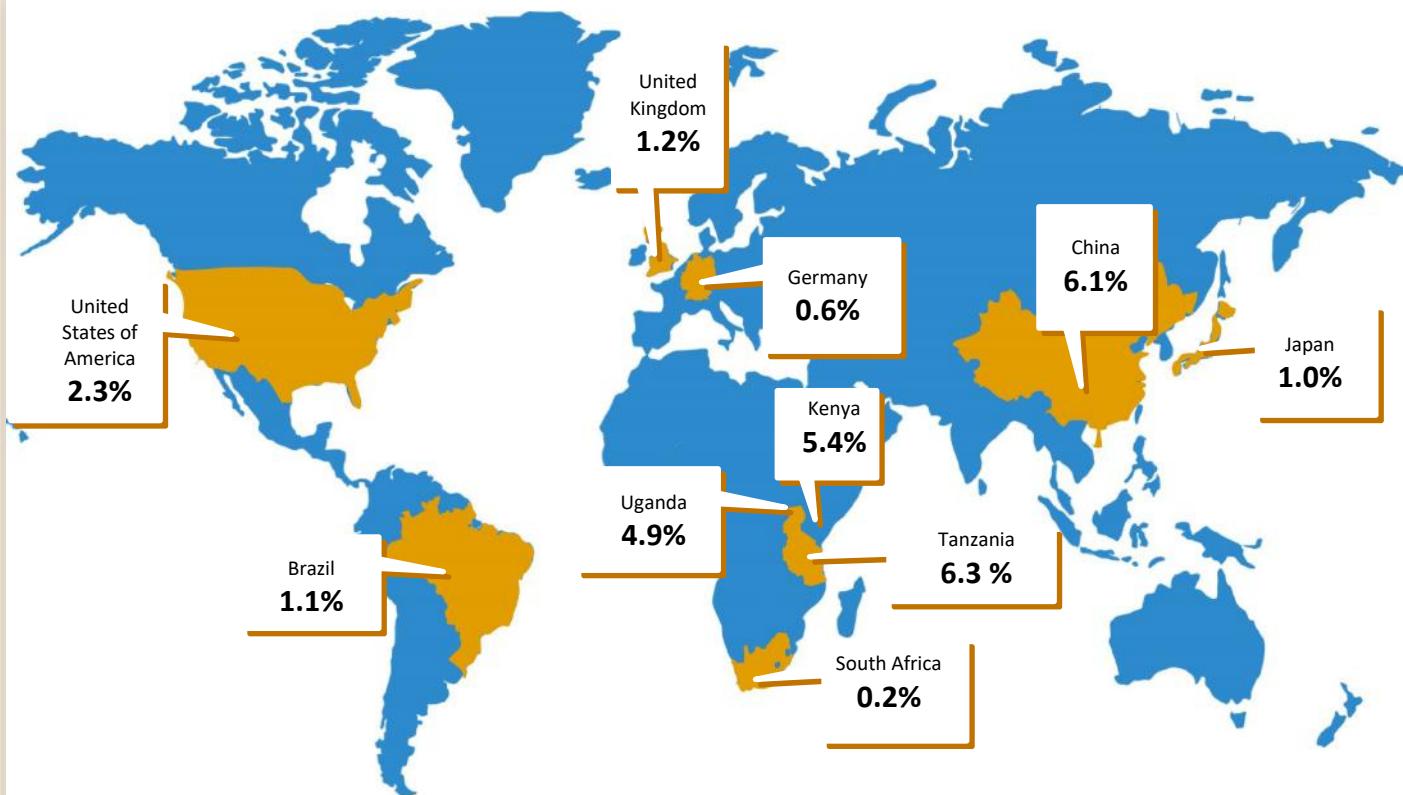


Performance of Key Macroeconomic Indicators, 2015- 2019

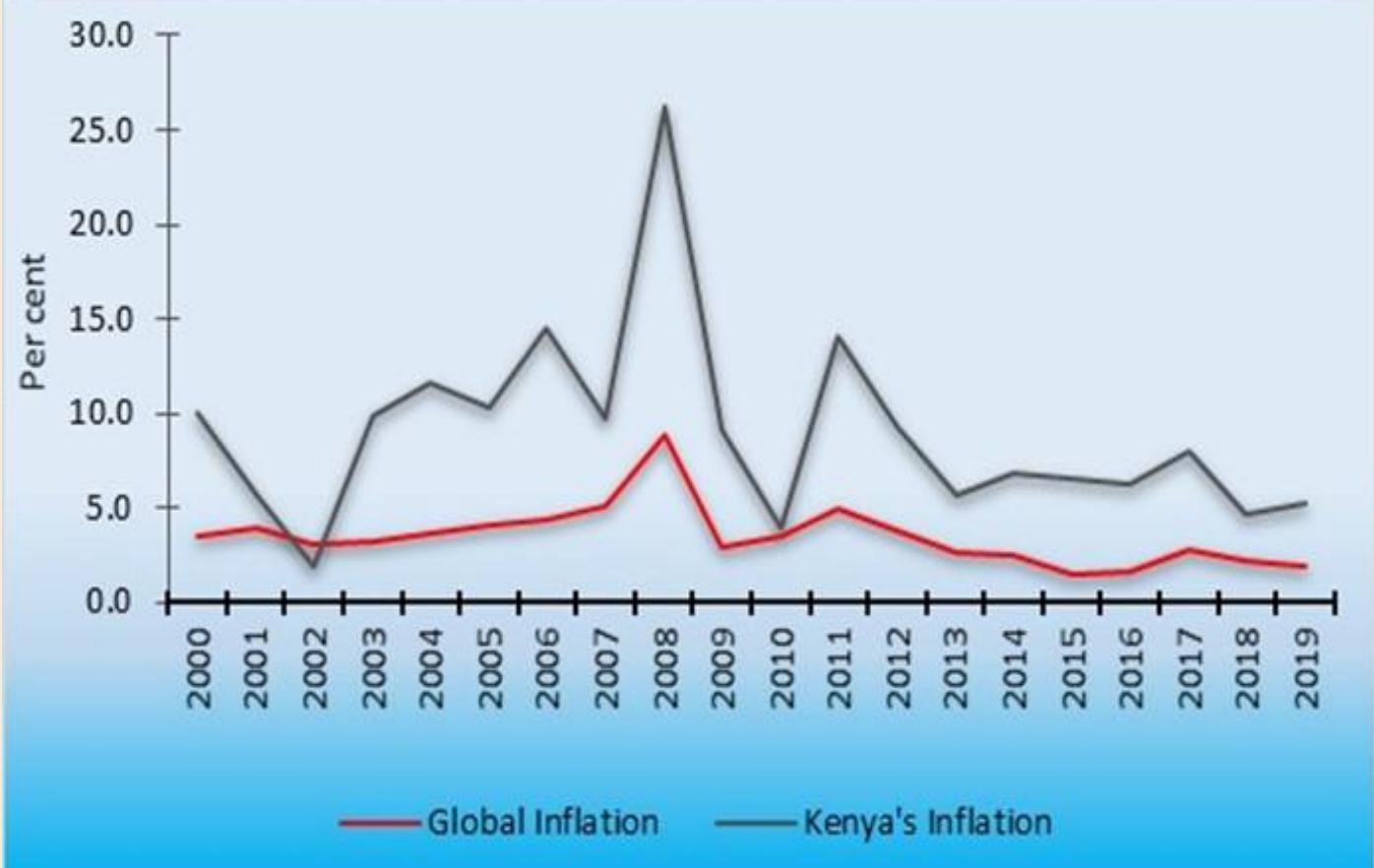
| DESCRIPTION | Unit | 2015 | 2016 | 2017 | 2018 | 2019 |
|--|--------|------|-------|-------|-------|-------|
| Inflation | (%) | 6.6 | 6.3 | 8.0 | 4.7 | 5.2 |
| Current Account as a percentage of GDP | (%) | -6.9 | -5.8 | -7.2 | -5.8 | -5.8 |
| CBK interest rates | (%) | 11.5 | 10.0 | 10.0 | 9.0 | 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



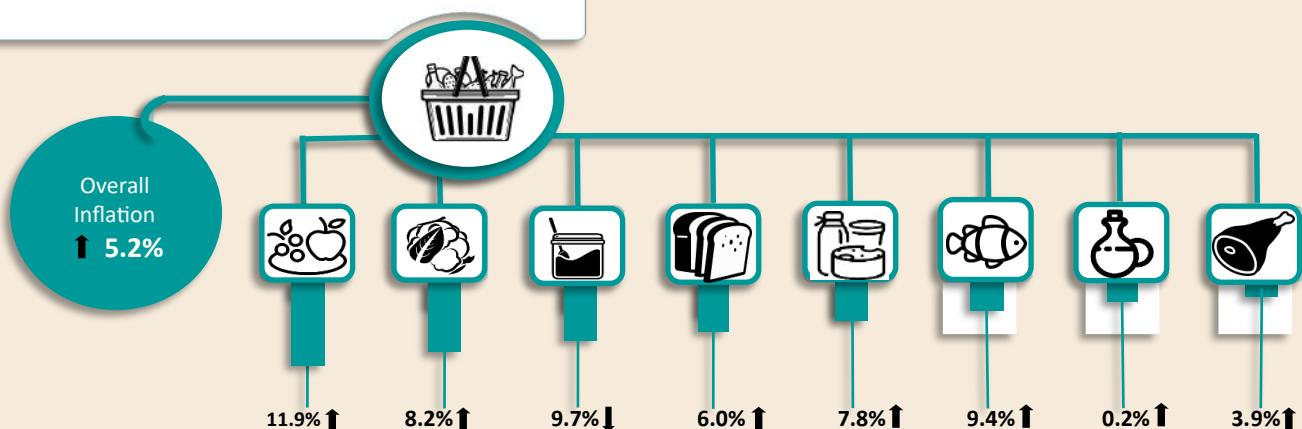
| | 2018 | 2019 |
|-----------------|-------|-------|
| Informal Sector | 82.6% | 83.0% |
| Formal Sector | 16.5% | 16.1% |
| Self-employed | 0.9% | 0.9% |

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

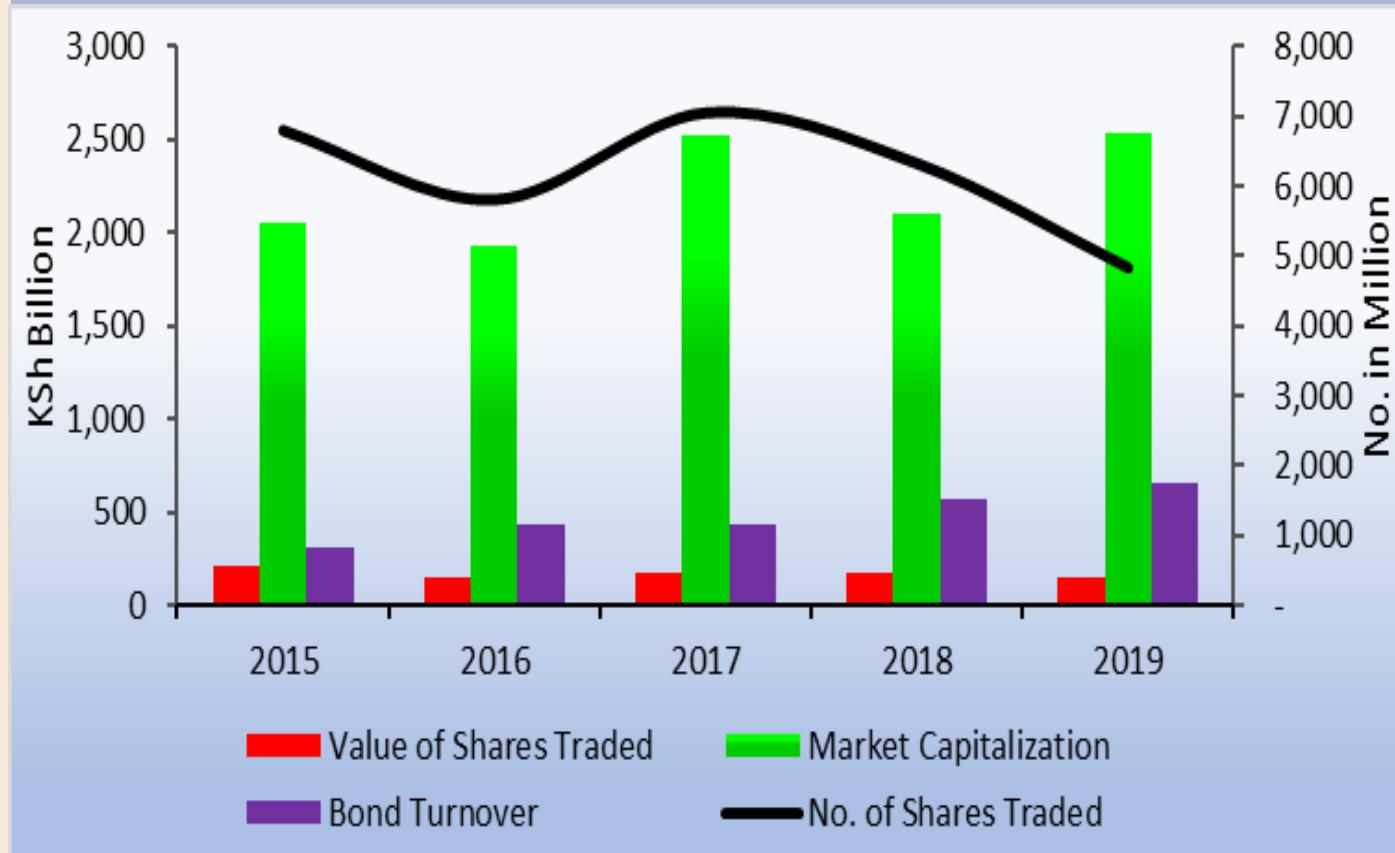


MONEY, BANKING AND FINANCE

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

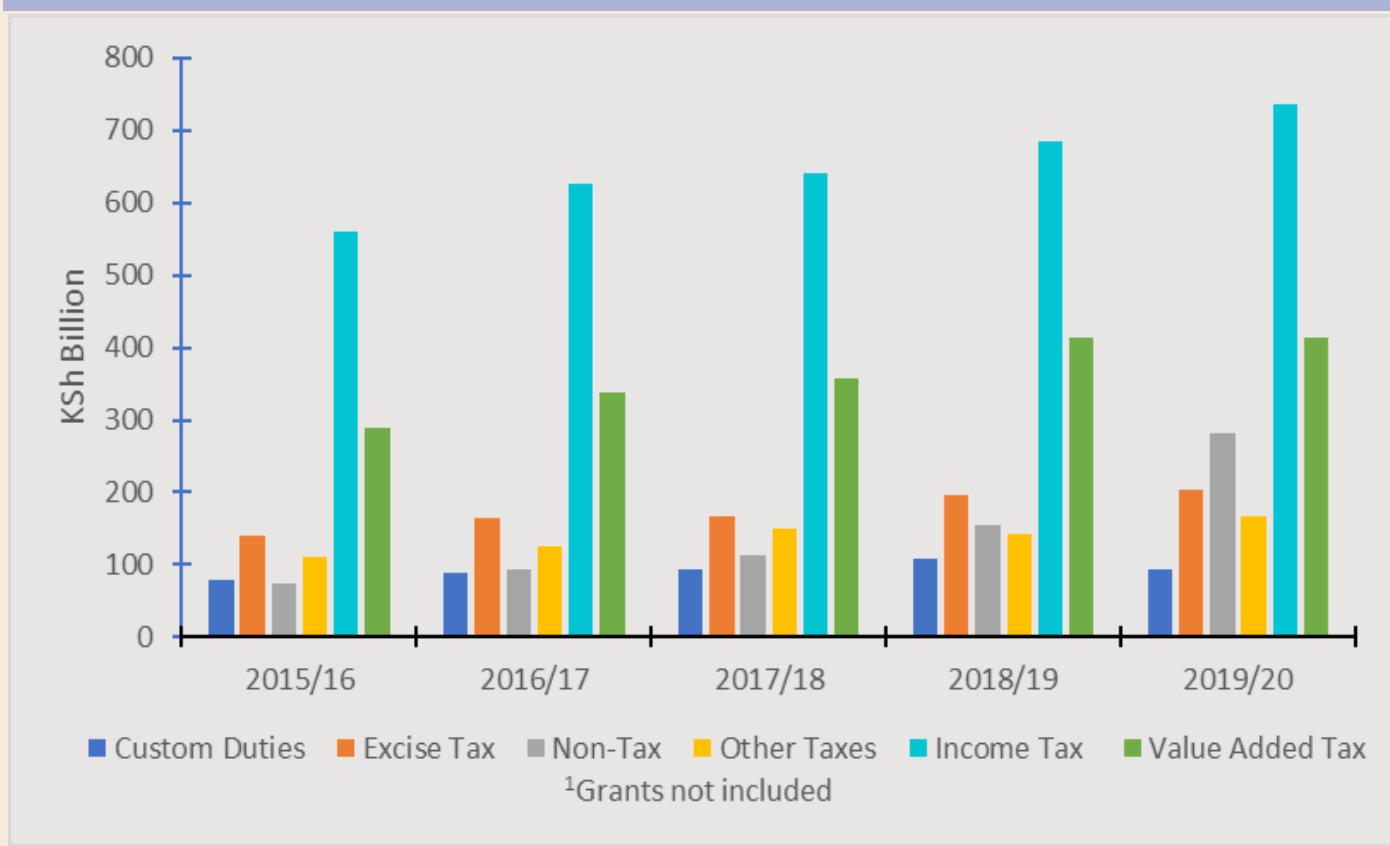


Performance of the stock market , 2015-2019

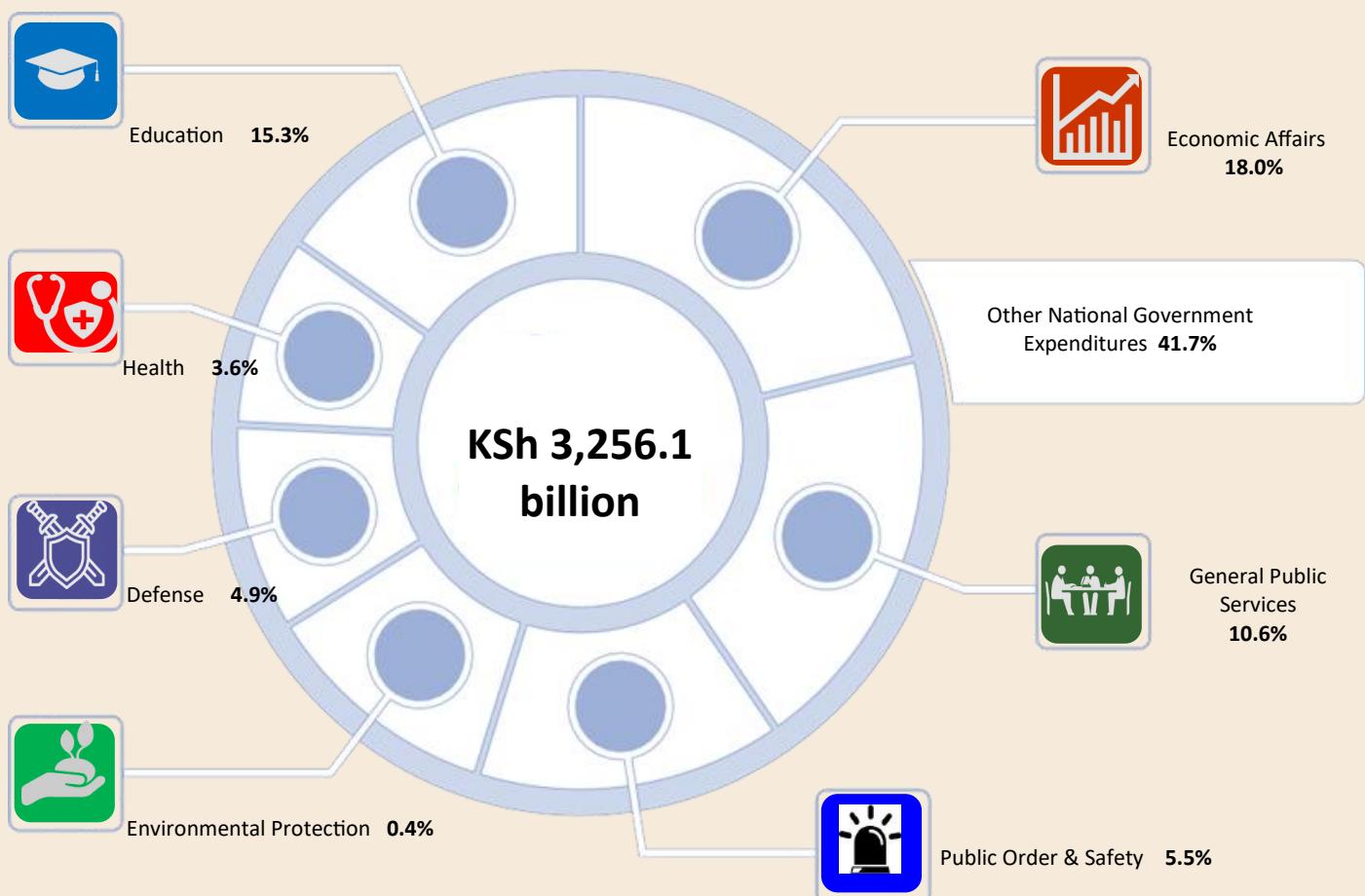


PUBLIC FINANCE

Sources of Government Revenue¹ 2015/16 - 2019/20



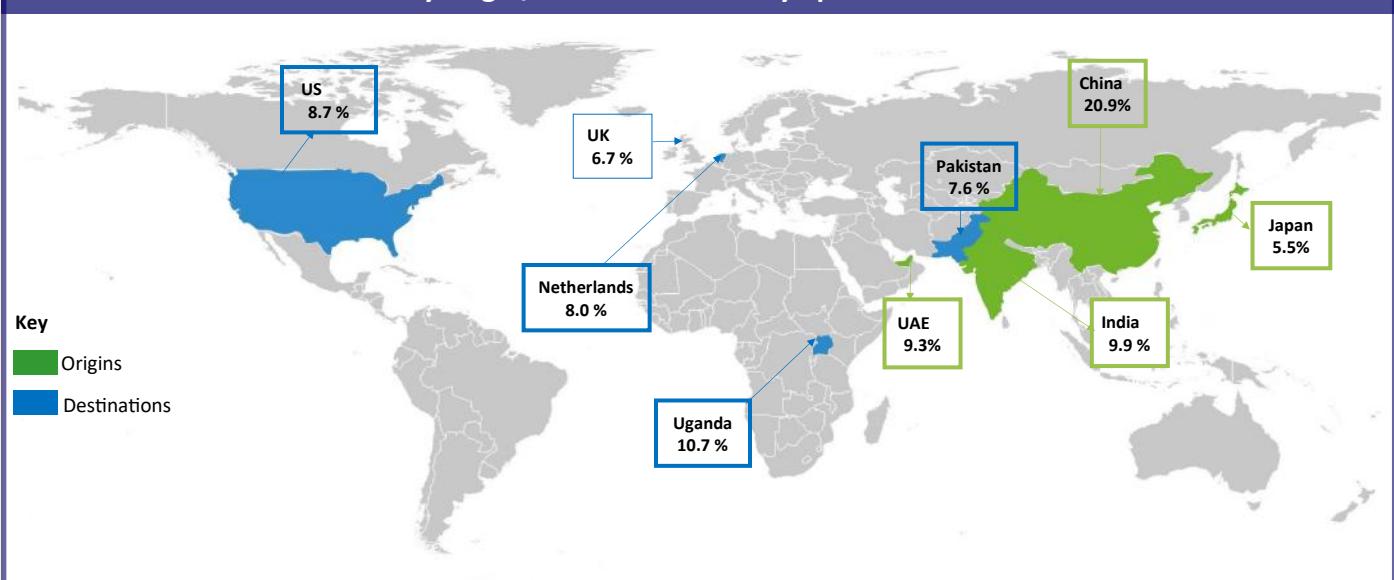
National Government Expenditure by main Functions of Government (COFOG), 2019



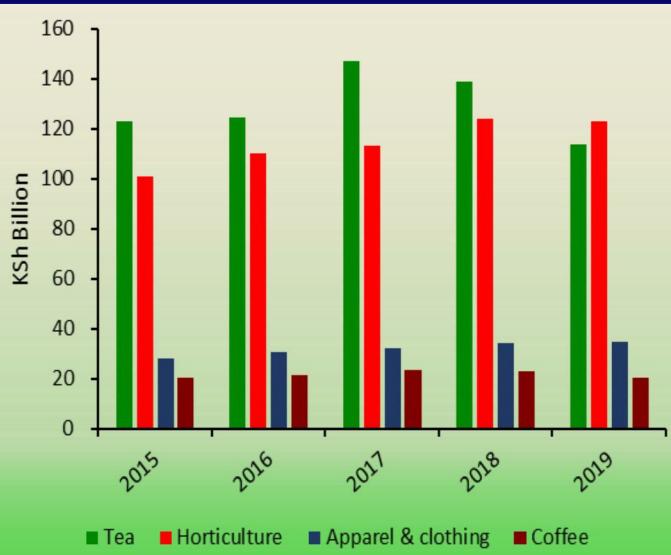
INTERNATIONAL TRADE



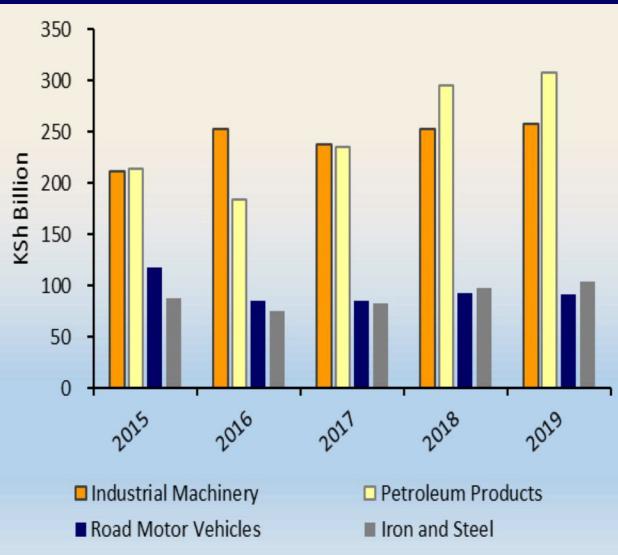
Key origin/destination of Kenya products 2019



Principal Exports, 2015-2019

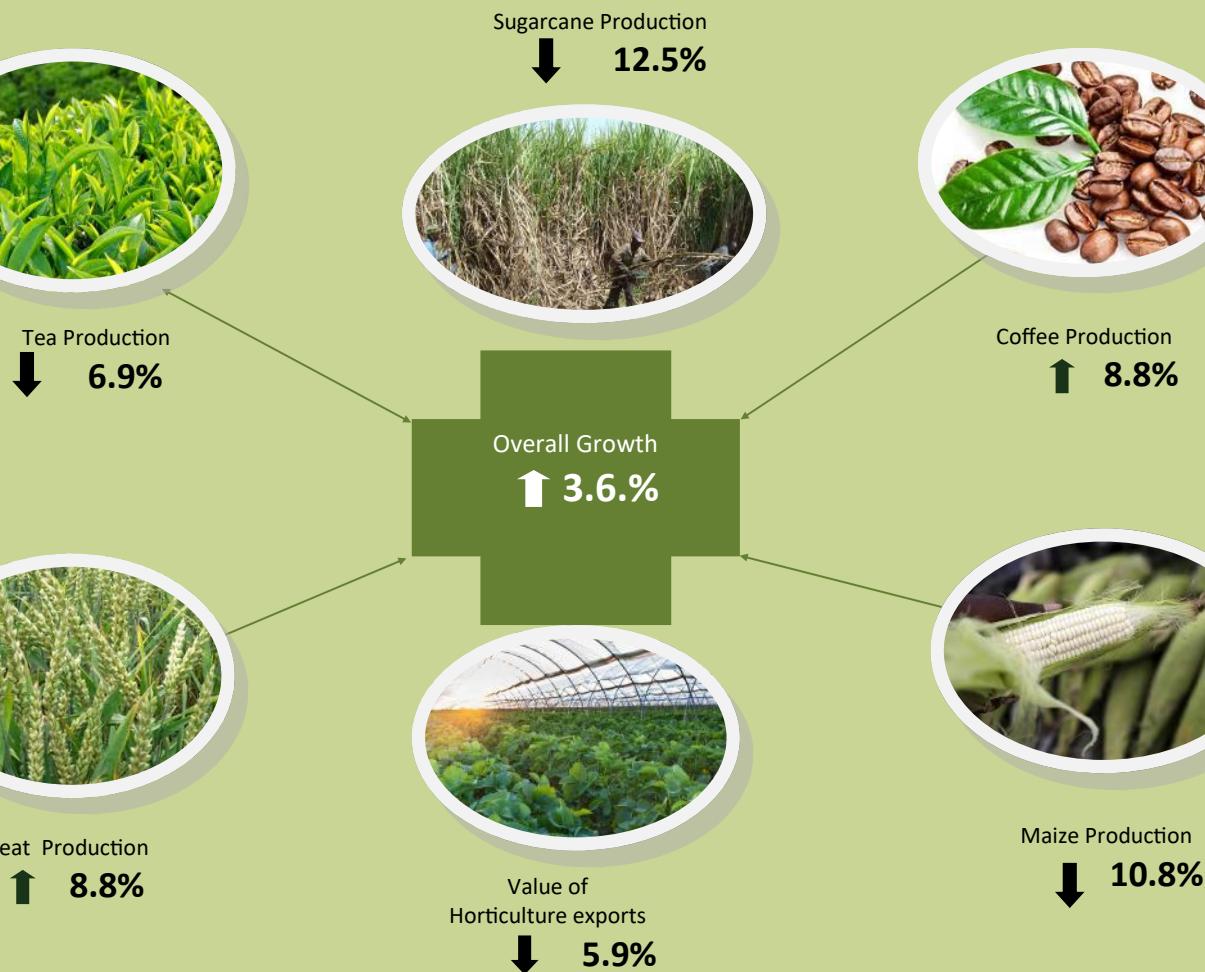


Principal Imports, 2015-2019



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.

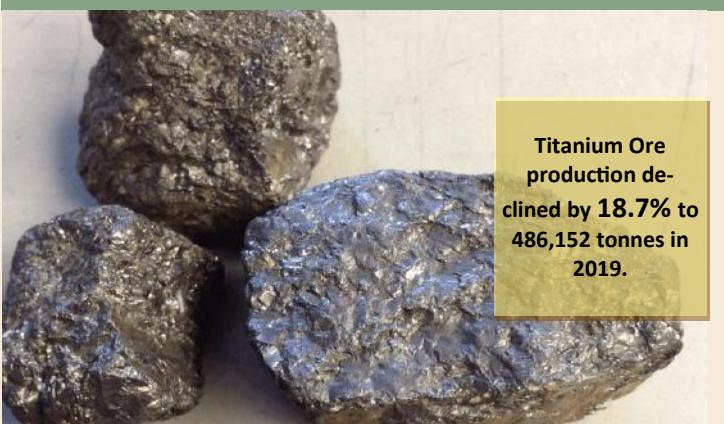
Recorded maize production, 2015-2019



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

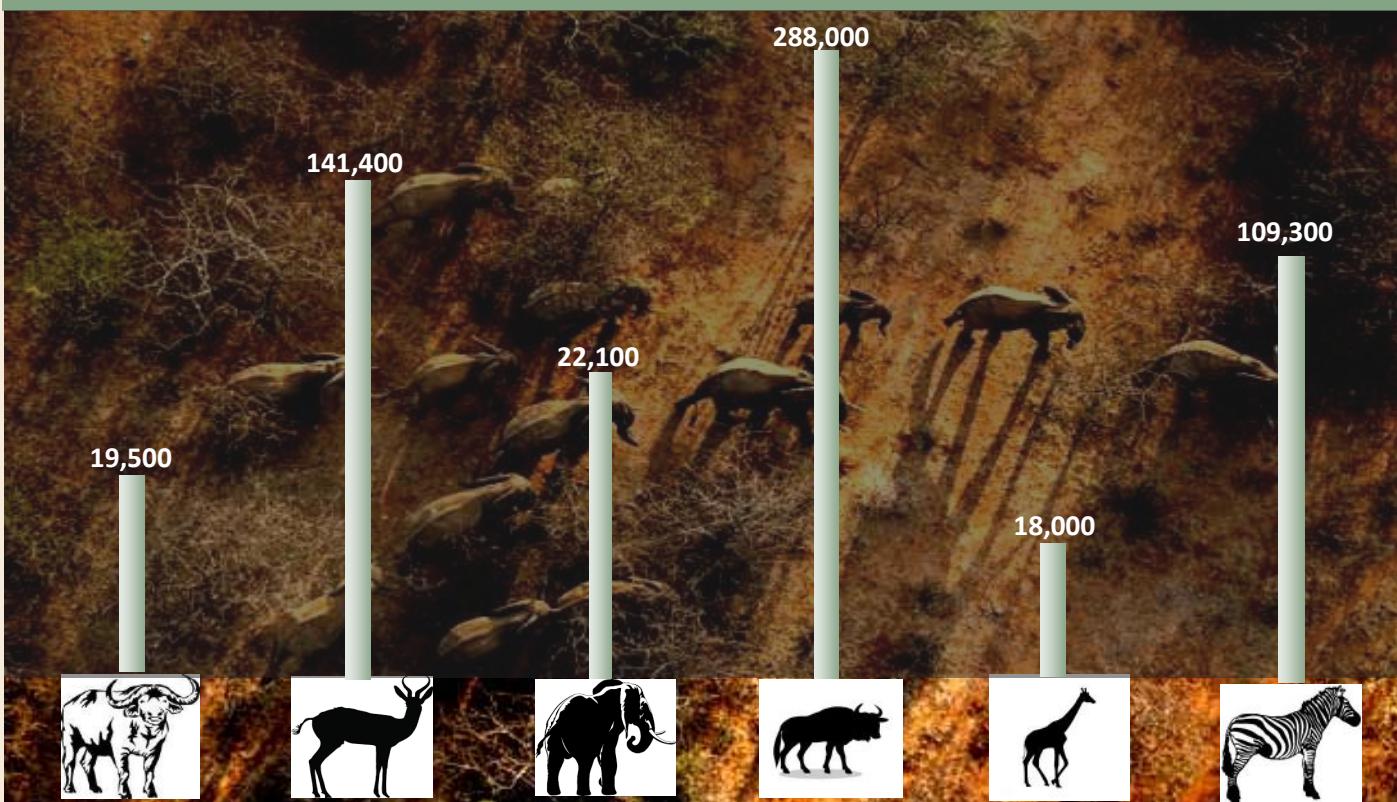


Titanium Ore production declined by 18.7% to 486,152 tonnes in 2019.



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

Key Species of Wildlife in Rangelands, 2019

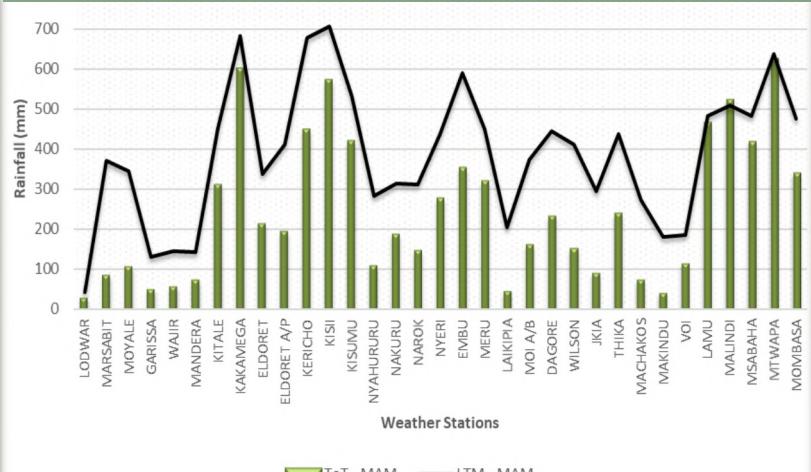


Forest Cover



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

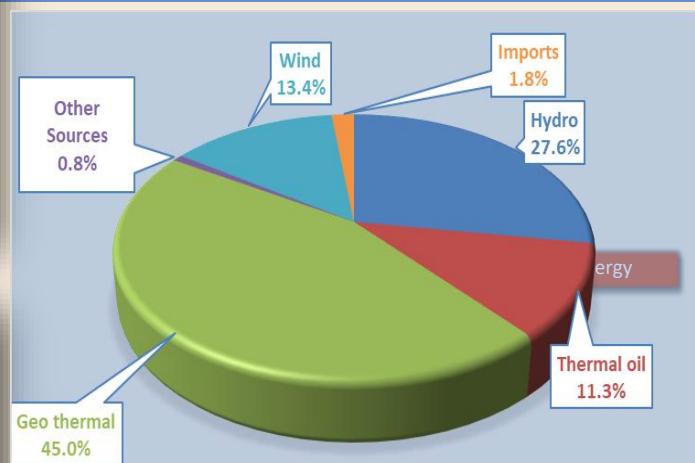


ENERGY

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.

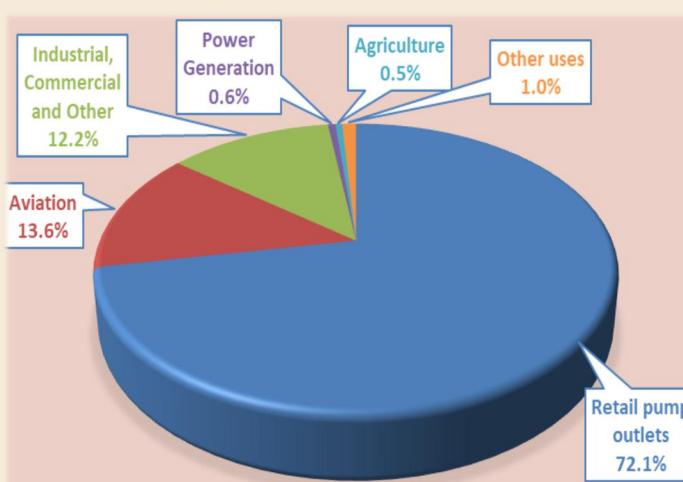


Electricity generation in Gwh, 2019



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 in 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.

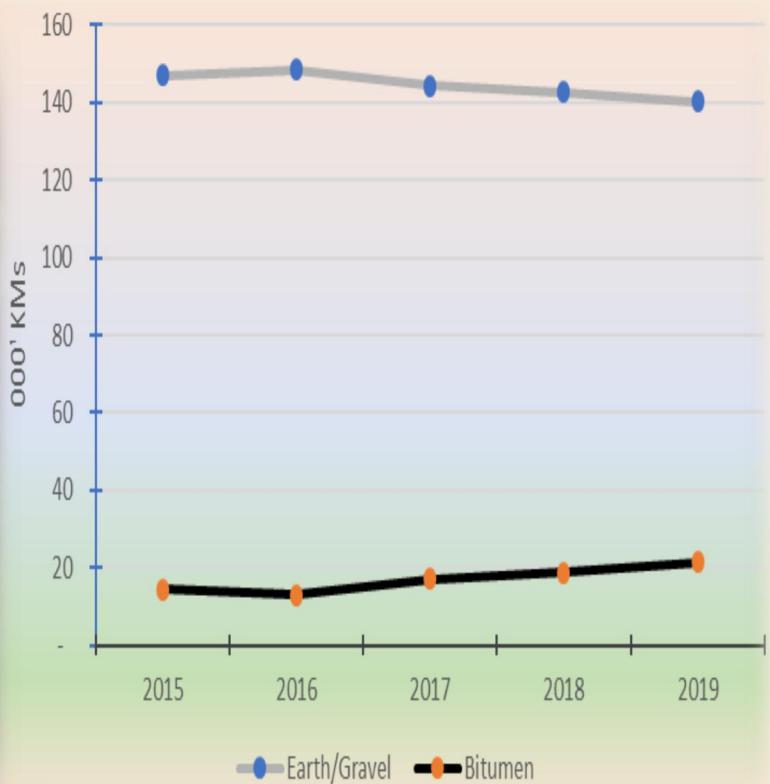


Production of beverages went up by 8.2% in 2019 attributable to increased production of spirits, bottled water and beer.



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.

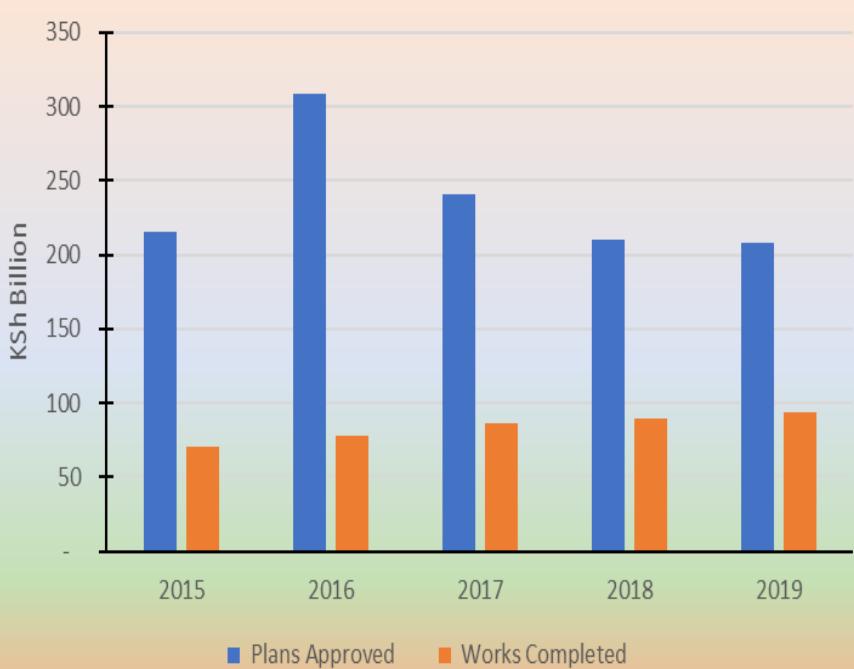
BUILDING AND CONSTRUCTION



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.

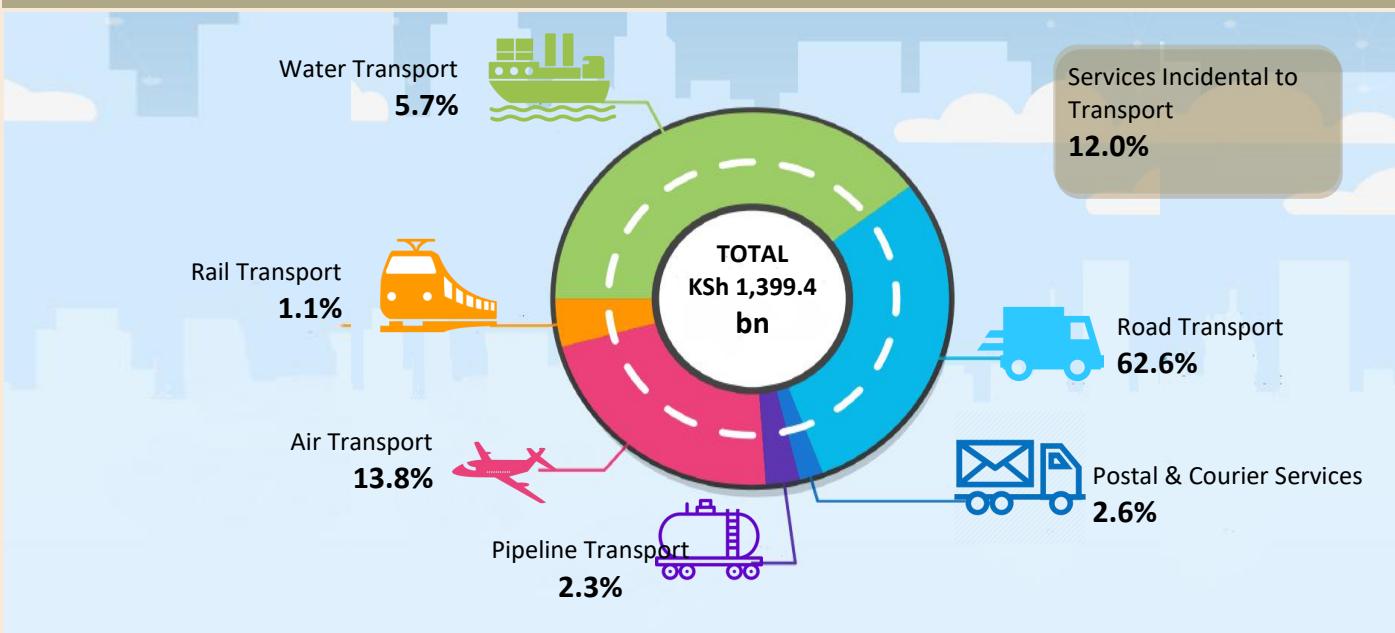
Value of plans approved and building works completed in Nairobi City, 2015-2019



Construction of a building

TRANSPORT AND STORAGE

Transport & Storage Output, 2019



Passenger transport by air, 2017-2019



Transport by Rail, 2019



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.

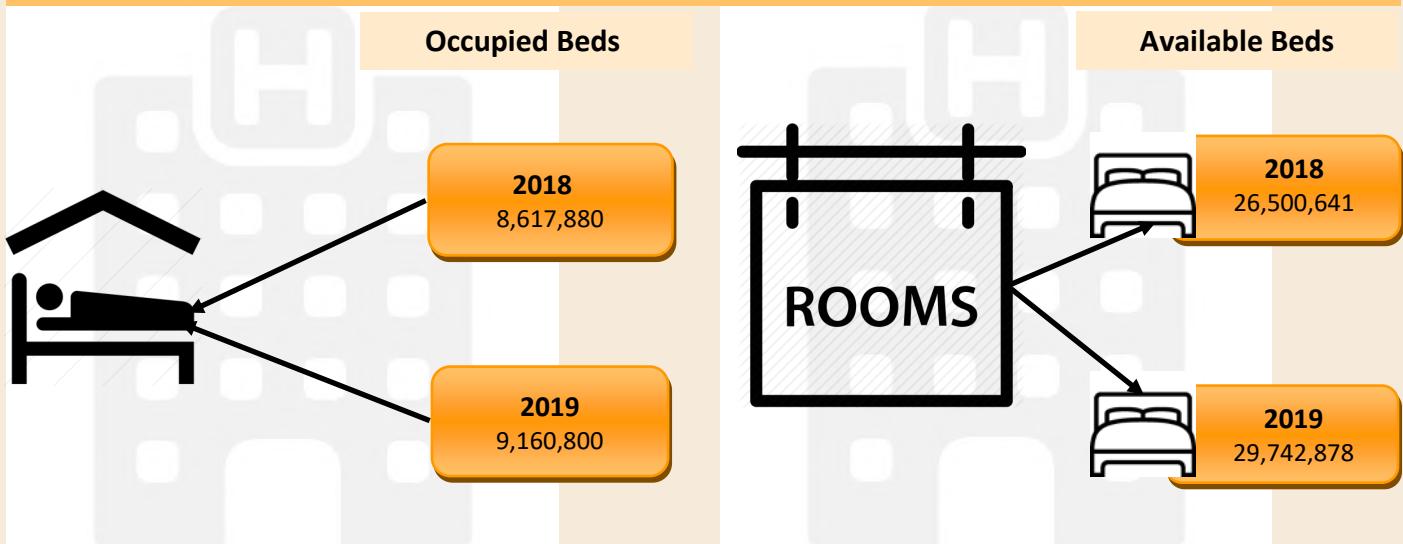


The number of international visitor arrivals increased by **0.4%** to **2.04million** in 2019 surpassing the two million-mark for the second successive year.



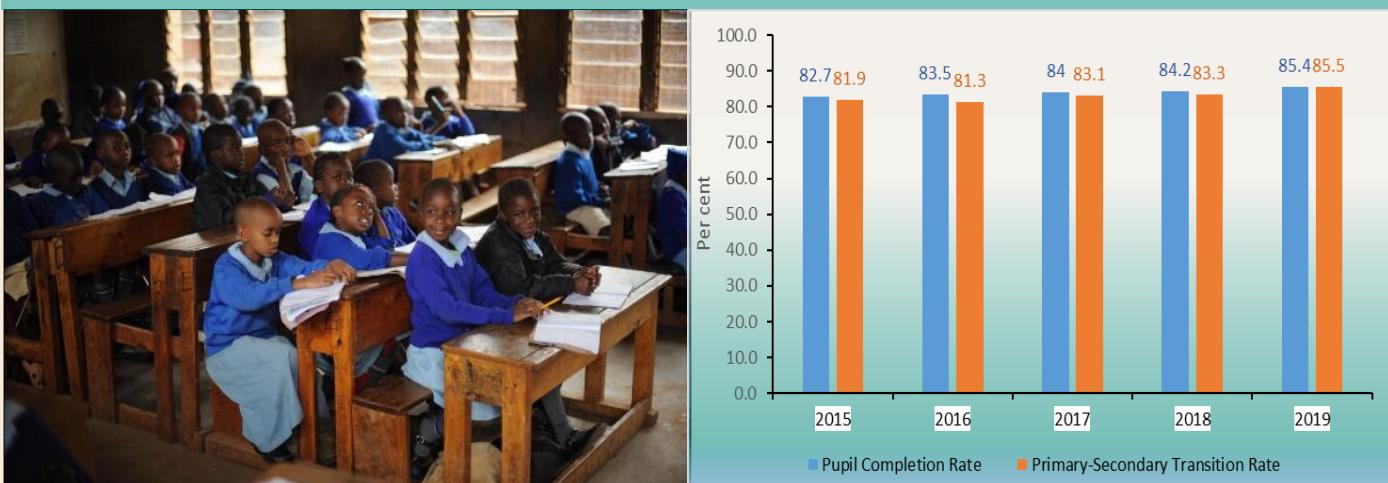
The number of tourists to National Parks and game reserves grew by **3.7%** to **3million** in 2019.

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

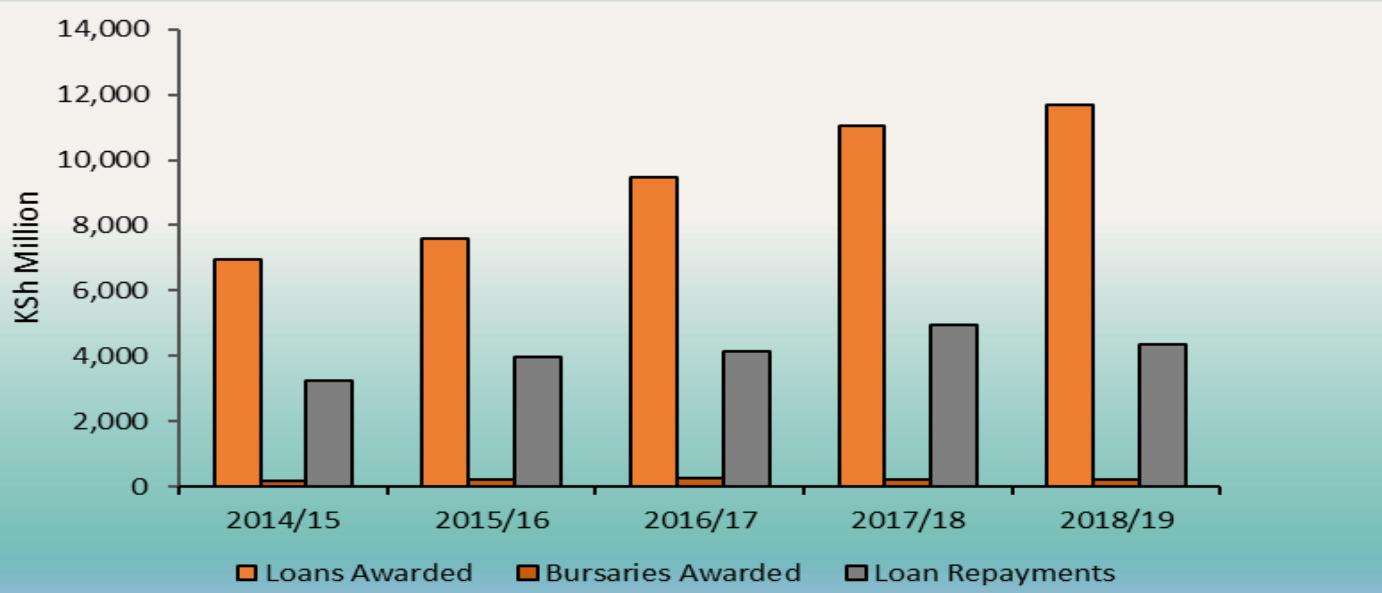


EDUCATION

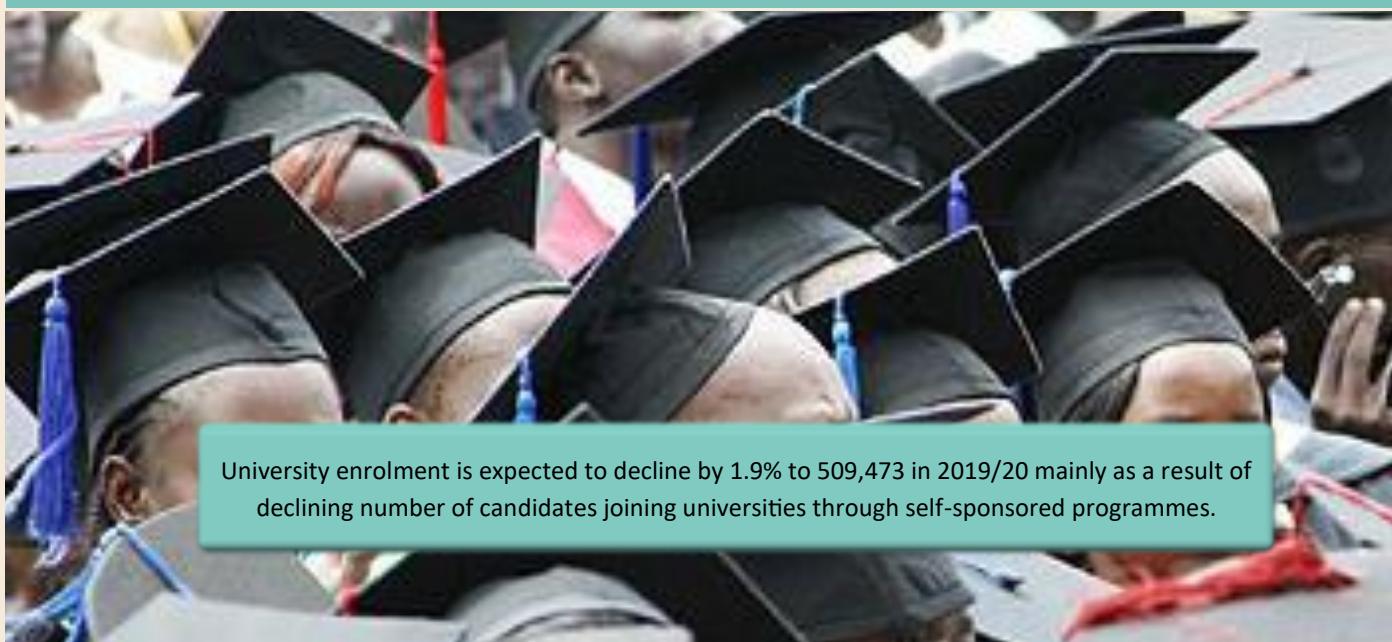
Pupil Completion Rate and Primary to Secondary Transition Rate, 2015 - 2019



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

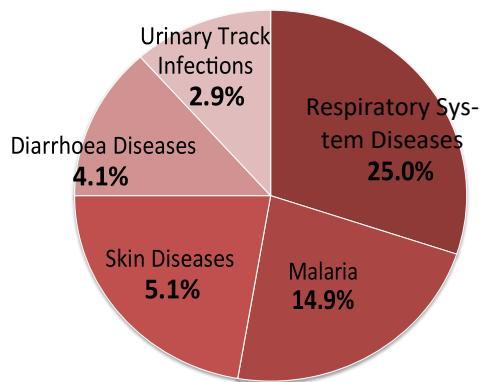


University Enrolment in 2019/20

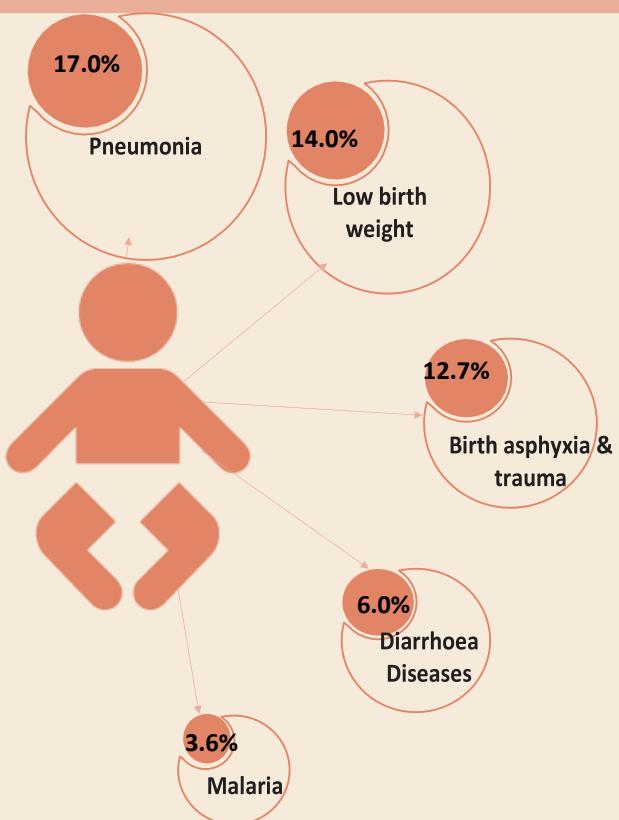


HEALTH AND VITAL STATISTICS

Top 5 Facility based Incidence of Diseases in 2019



Leading Causes of Infants Admissions in Health Facilities 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%**.

Registered Health personnel, 2019

176,662

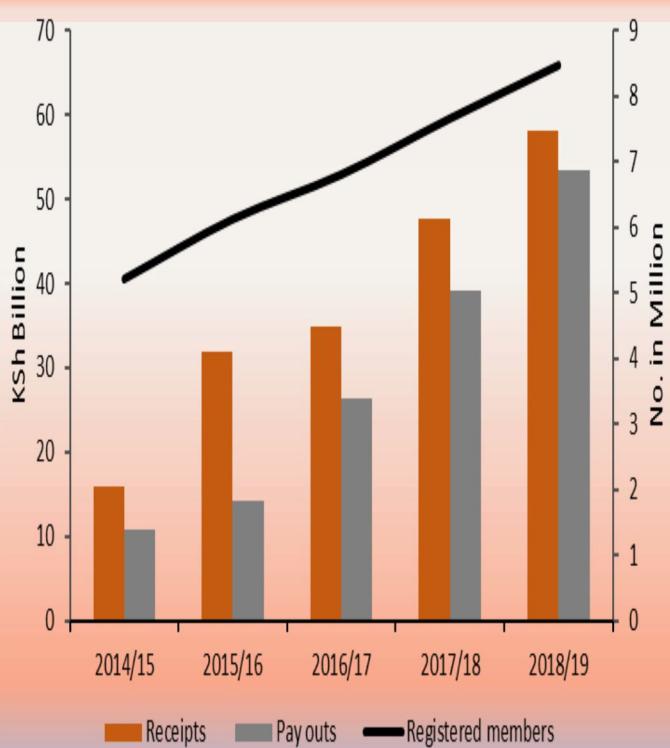


| | |
|------------------------------------|-------|
| Nutrition & Dietetic Technologists | 5,284 |
| Nutrition & Dietetic Technicians | 927 |

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 & Dieticians | 3,573 |

National Hospital Insurance Fund (NHIF)



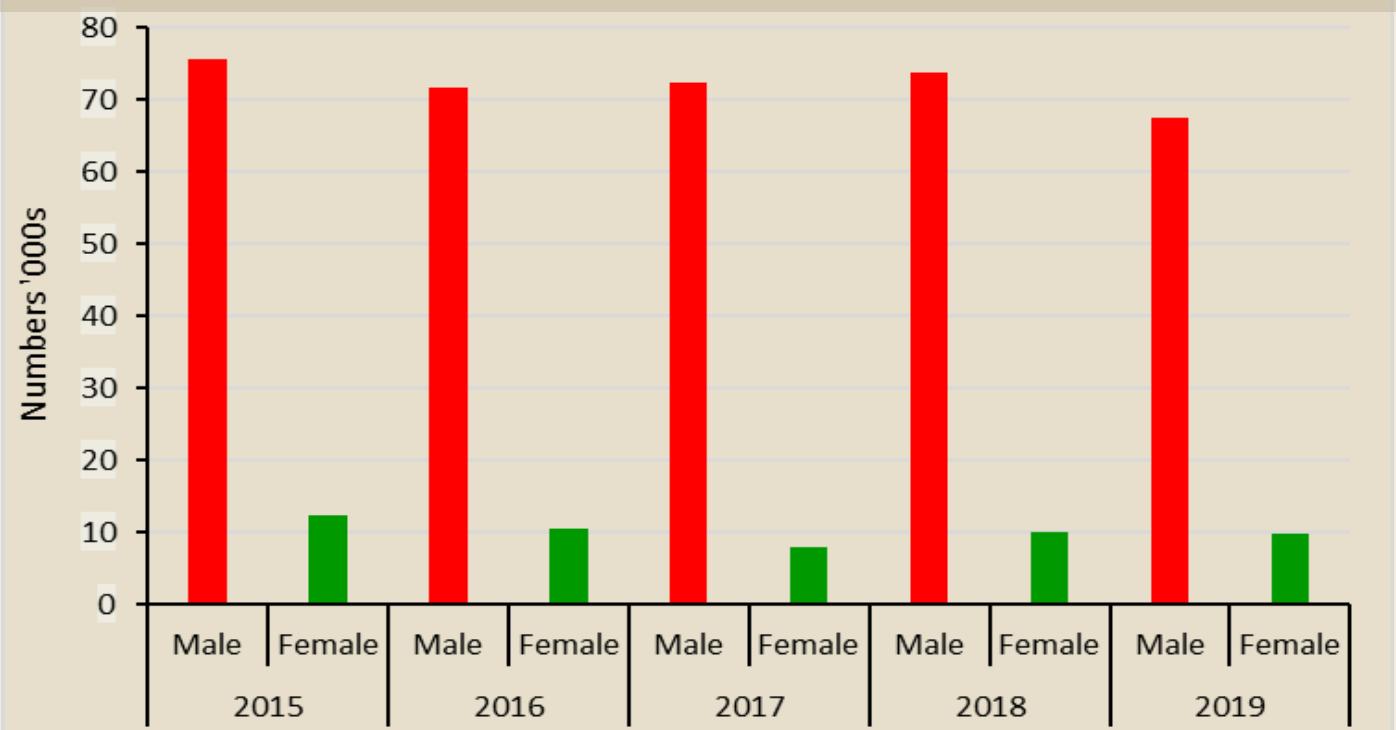
GOVERNANCE

Reported crime and type, 2019



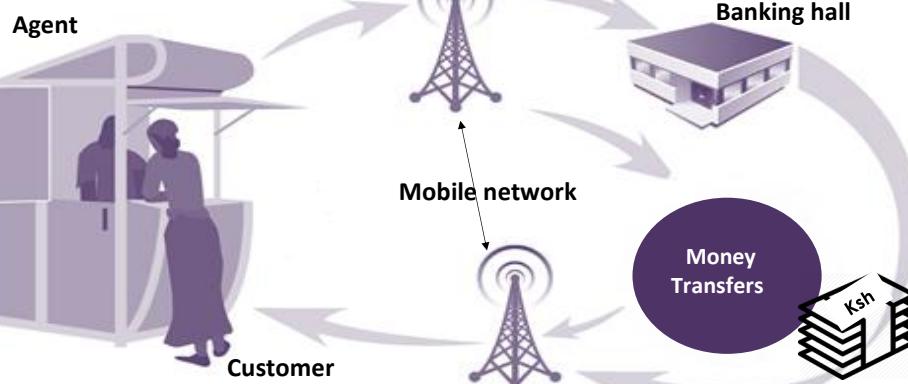
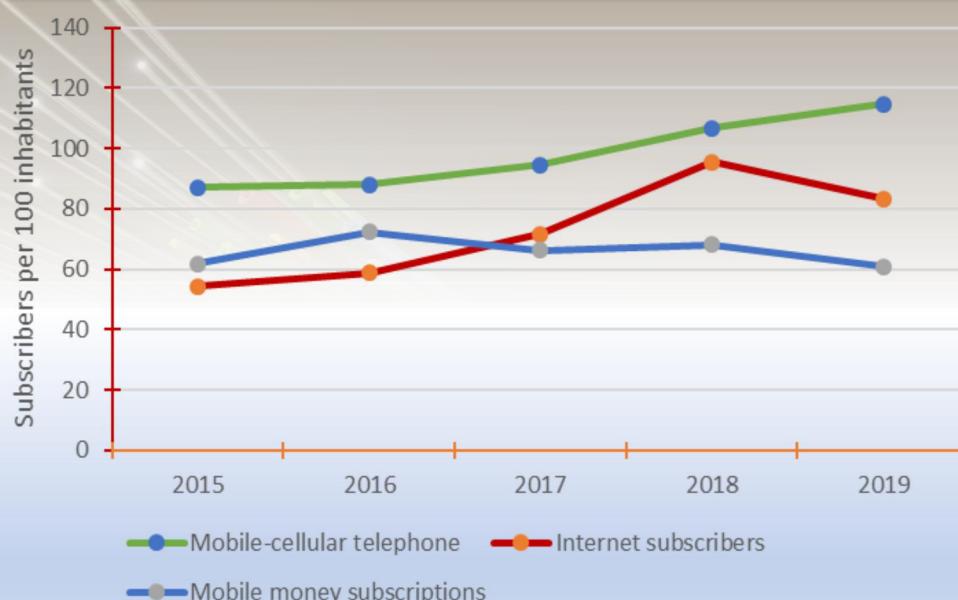
Pending cases at the end of 2019 were 586 thousand, a growth of **2.6%** from the previous year. Convicted prisoners declined from 84 thousand in 2018 to 77 thousand in 2019.

Convicted Prisoners by Sex, 2015-2019



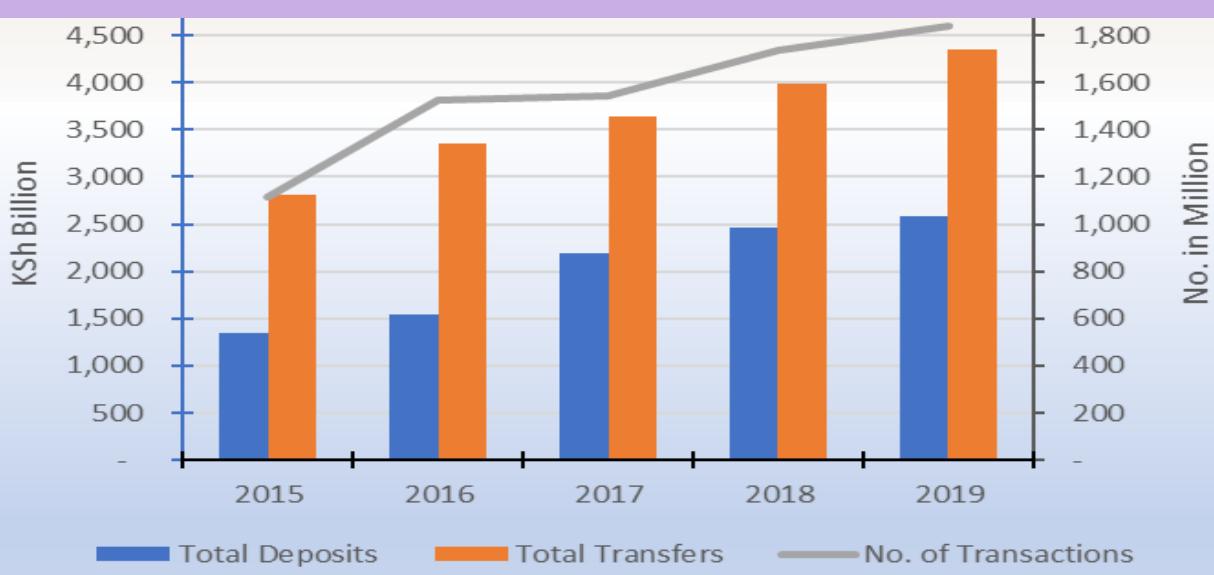
INFORMATION AND COMMUNICATION TECHNOLOGY (ICT)

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



NOTES



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