

ACTION AFRICA HELP INTERNATIONAL

CORPORATE INFORMATION - YEAR ENDED 31 DECEMBER, 2021

- Board of directors** : Dr. John Tabayi - Chairman
Mrs. Margaret Oriaro - Treasurer (left March 2022)
Dr. Vinand Nantulya - Member
Mr. Haron Wachira - Member
Ms. Stella Biwaga - Member
Mr. Sultan Amri - Member
Mr. Kafula Mwiche - Member
Mr. Jerry Lilako - Member (Joined April 2022)
- Management team** : Dr, Githaiga Kamau - Ag. Executive Director (Joined November, 2020)
Martin Kabutu - Regional Finance Manager (June 2020 to April 2022)
Cynthia Osindo - Regional Admin & Finance Coordinator (Joined April 2022)
- Registered office** : Nachu Plaza, 7th Floor
Kiambere Road, Upper Hill
P.O Box 76598 - 00508
Nairobi, Kenya.

Telephone: +254-0-20-3007755/6
Fax: +254-0-20-3007768
Email: headoffice@actionafricahelp.org
Website: www.actionafricahelp.org
- Principal bankers** : Standard Chartered Bank (K) Ltd Standard Chartered Bank (Z) Ltd
Yaya Centre Branch Standard House, Cairo Road
P.O. Box 30003, 00100 P.O. Box 32238, 00101
NAIROBI LUSAKA

Eco Bank South Sudan Limited Standard Chartered Bank Uganda
Koita Complex - Ministries Road Kampala Branch
JUBA KAMPALA
- Independent auditor** : Crowe Erastus & Co.
Certified Public Accountants
P.O. Box 55268 - 00200
NAIROBI. Kenya

ACTION AFRICA HELP INTERNATIONAL

REPORT OF THE DIRECTORS - YEAR ENDED 31 DECEMBER 2021

The directors submit their report and the audited financial statements for the year ended 31 December 2021, which disclose the state of affairs of the organisation as at that date.

Organisation and principal activities

Action Africa Help International (AAHI) is a non-profit organisation registered in Nairobi, Kenya and is dedicated to improvement of quality of life for livelihood challenged communities in Kenya, South Sudan, Uganda, Somalia, Ethiopia and Zambia.

	2021	2020
Results	USD	USD
(Deficit) / balance for the year	<u>51,177</u>	<u>(227,989)</u>

Executive committee

The directors who held office at the date of this report are shown on page 2.

Independent auditor

The organisation's auditor, Crowe Erastus & Co, has expressed willingness to continue in office.

By Order of the Board

(For and on its behalf)

Dr. John Tabayi
(Chairman)

Dr, Githaiga Kamau
(Ag. Executive Director)

_____ 2024

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF DIRECTORS' RESPONSIBILITIES - YEAR ENDED 31 DECEMBER 2021

The directors are required to prepare financial statements which give a true and fair view of the state of affairs of the organisation as at the end of the financial year and of the results for that year. They are also required to ensure that the organisation maintains proper accounting records which disclose with reasonable accuracy the financial position of the organisation. The management is also responsible for safeguarding the assets of the organisation.

The directors accept responsibility for the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error. They also accept responsibility for:

- i. Designing, implementing and maintaining such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error;
- ii. selecting and applying appropriate accounting policies; and
- iii. making accounting estimates and judgements that are reasonable in the circumstances.

The Directors are aware of the general funds deficit position of USD 1,299,964/- (2019 : USD 792,355/-) as disclosed on page 7. The Directors are of the view that the deficit is temporary and does not, of itself, pose a threat to the going concern status of the organization. Having made an assessment of the organisation's ability to continue as a going concern, the Directors are not aware of any other material uncertainties related to events or conditions that may cast doubt upon the organisation's ability to continue as a going concern.

The Directors acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the directors on _____, 2024 and signed by:

Dr. John Tabayi
Chairman

Dr, Githaiga Kamau
(Ag. Executive Director)

REPORT OF THE INDEPENDENT AUDITOR

ACTION AFRICA HELP INTERNATIONAL

YEAR ENDED 31 DECEMBER 2021

Opinion

We have audited the accompanying financial statements of Action Africa Help International set out on pages 6 to 23 which comprise the statement of financial position as at 31 December 2021, statement of income and expenditure, statement of changes in fund balances and statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

To be included in the final draft

Emphasis of matter

Without qualifying our opinion, we draw attention to the deficit for the year on page 6 of USD 227,989/- (2019: USD 392,783/-) and the negative general funds of USD 1,299,964/- (2019: USD 792,355/-) on page 7. Subsequent years indicate a decline in grants income creating doubt on availability of funds to carry out the organisation's activities and consequently on the going concern of the entity. The Directors are however optimistic regarding the going concern and are committed to source for funds needed for continuity of the organisation's objectives.

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the responsibility of the independent auditor section of our report. We are independent of the organisation 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 these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors are responsible for the other information. The other information comprises report of the directors, statement of directors' responsibilities and a schedule of programme and other expenditure that comprise the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility for the financial statements

As stated on page 3, the Directors are responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting principles and applicable international financial reporting standards. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

In preparing the financial statements, the Directors are responsible for assessing the Organization's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Organization or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITOR (Cont. ...)

ACTION AFRICA HELP INTERNATIONAL

YEAR ENDED 31 DECEMBER 2021

Responsibility of the independent auditor

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an independent auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISA will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISA, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal controls.
- obtain an understanding of internal control relevant to the audit 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 organisation's internal controls.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause Action Africa Help International to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

CPA Rahab Nyaboga practices in CROWE ERASTUS & Co. together with other partners. The engagement partner responsible for the audit resulting in this independent auditor's report is CPA Rahab Nyaboga - Practising Certificate No. P/1789.

CROWE ERASTUS & Co.
Certified Public Accountants

Nairobi, _____, 2024

ACTION AFRICA HELP INTERNATIONAL**STATEMENT OF COMPREHENSIVE INCOME - YEAR ENDED 31 DECEMBER 2021**

		2021	2020
Income	Note	USD	USD
Funds / grant income	2	13,892,360	14,512,375
Miscellaneous income	3	<u>79,982</u>	<u>35,963</u>
Total income		<u>13,972,342</u>	<u>14,548,338</u>
Expenditure			
Programme expenditure			
Basic services - Primary health care, water and sanitation and education		1,272,885	1,502,983
Food and income security and environmental management and protection		738,384	867,148
Humanitarian response and recovery		10,801,350	11,330,645
Civil society strengthening and peace building		<u>1,009,783</u>	<u>957,932</u>
Total programme expenditure		<u>13,822,402</u>	<u>14,658,708</u>
Administration and support		98,763	117,619
Total expenditure		<u>13,921,165</u>	<u>14,776,327</u>
Deficit for the year		<u>51,177</u>	<u>(227,989)</u>

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF FINANCIAL POSITION - 31 DECEMBER 2021

Assets		2021	2020
Non-current assets	Notes	USD	USD
Property and equipment	5	339,499	352,202
Property investment deposit	8	<u>1,353,442</u>	<u>1,353,442</u>
Total non-current assets		<u>1,692,941</u>	<u>1,705,644</u>
Current assets			
Cash and bank balances	6	3,258,435	2,747,960
Accounts receivable	7	28,833	46,421
Project funds receivable	9	<u>107,688</u>	<u>4,886</u>
Total current assets		<u>3,394,956</u>	<u>2,799,267</u>
Current liabilities			
Accounts payable	10	<u>832,981</u>	<u>2,101,556</u>
Total current liabilities		<u>832,981</u>	<u>2,101,556</u>
Net current assets		<u>2,561,975</u>	<u>697,711</u>
Total assets		<u>4,254,916</u>	<u>2,403,355</u>
Liabilities and fund balances			
Non-current liabilities			
Gratuity fund	11	<u>2,374,484</u>	<u>2,120,154</u>
Total non current liabilities		<u>2,374,484</u>	<u>2,120,154</u>
Funds			
Unspent fund balances	12	<u>2,902,855</u>	<u>1,344,098</u>
Capital fund (page 8)		226,364	239,067
General funds (page 8)		<u>-1,248,787</u>	<u>-1,299,964</u>
		<u>-1,022,423</u>	<u>-1,060,897</u>
Total fund balances		<u>1,880,432</u>	<u>283,201</u>
Total liabilities and fund balances		<u>4,254,916</u>	<u>2,403,355</u>
		0.00	0.00

The financial statements on pages 6 to 23 were approved and authorised for issue by the board of directors on _____ 2024 and were signed by:

Dr. John Tabayi
 (Chairman)

Dr. Githaiga Kamau
 (Ag. Executive Director)

ACTION AFRICA HELP INTERNATIONAL**STATEMENT OF CHANGES IN FUND BALANCES - YEAR ENDED 31 DECEMBER 2021**

	General Fund	Capital Fund	Total Fund
Year ended 31 December 2020	USD	USD	USD
At start of year	-792,355	289,876	-502,479
Fund adjustments	-279,620	0	-279,620
Deficit for the year	-227,989	0	-227,989
Assets additions	0	-29,169	-29,169
Depreciation of property and equipment	0	-21,640	-21,640
At end of year	<u>-1,299,964</u>	<u>239,067</u>	<u>-1,060,897</u>
Year ended 31 December 2021			
At start of year	-1,299,964	239,067	-1,060,897
Fund adjustments (note 15)	0	0	0
Deficit for the year	51,177	0	51,177
Assets addition	0	5,700	5,700
Assets disposal	0	0	0
Depreciation on property and equipment	0	-18,403	-18,403
At end of year	<u>-1,248,787</u>	<u>226,364</u>	<u>-1,022,423</u>

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF CASH FLOWS - YEAR ENDED 31 DECEMBER, 2020

	2021	2020
	USD	USD
Cash flows from operating activities		
Deficit for the year	51,177	-227,989
Adjustment for:		
General fund balance adjustment	0	-279,620
Purchase of property and equipment	0	-56,972
Working capital changes		
(Decrease) / increase in accounts receivable	17,588	1,267,364
Decrease in project funds receivable	-102,802	290,306
Increase / (decrease) in unspent fund balances	1,558,757	412,635
(Decrease) / increase in accounts payable	<u>-1,268,575</u>	<u>-1,124,081</u>
Net cash flows generated from / (used in) operating activities	<u>256,145</u>	<u>281,643</u>
Cash flows from investing activities		
Property investment deposits	0	-9,799
Purchase of property and equipment	0	56,972
Gratuity provisions	817,514	1,011,263
Gratuity payments	<u>-563,184</u>	<u>-563,184</u>
Net Cash flows used in investing activities	<u>254,330</u>	<u>495,252</u>
Financing activities		
Liquidated short term deposits	0	138,000
Long term loan repayment	<u>0</u>	<u>-113,093</u>
Net cash from / (used in) investing activities	<u>0</u>	<u>24,907</u>
Net increase / (decrease) in cash and cash equivalents	<u>510,475</u>	<u>801,802</u>
Movement in cash and cash equivalents		
At start of year	2,747,960	1,946,158
Net increase / (decrease) in cash and cash equivalents	<u>510,475</u>	<u>801,802</u>
At end of year	<u>3,258,435</u>	<u>2,747,960</u>
	0.00	0.00

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2020

1. Significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of preparation

The financial statements have been prepared under the historical cost basis in accordance with the accounting policies set by Action Africa Help International, generally accepted accounting principles and applicable international financial reporting standards.

b) Income

Income comprises grants from various donors and other income. Revenue grants are recognised when the organisations' right to receive the funds is established. Other income is recognised when it is earned.

Grants are classified as restricted funds. If part of a grant is expendable wholly at the discretion of management without restriction, that portion may be classified as unrestricted funds.

c) Expenditure

Expenditure comprises expenses incurred directly for projects activities and support costs. Expenditure is recognised and recorded on an accruals basis.

d) Property and equipment

Property and equipment purchased with restricted funds are expensed on acquisition. A capital fund account is maintained for tracking of such assets.

Property and equipment purchased with unrestricted funds are stated at historical cost less accumulated depreciation and any impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to its location and condition of its intended use.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate only when it is probable that future economic benefits associated with the item will flow to the organisation and the cost can be reliably measured. The carrying amount of the replaced part is derecognised. All other repairs and maintenance costs are charged to the statement of comprehensive income and expenditure during the period in which they are incurred.

Depreciation of property and equipment is calculated on reducing balance method to write down the cost of each asset to its residual value over its estimated useful life. Depreciation on property and equipment purchased with restricted funds is recognised in the accounts on a memorandum basis. The depreciation rates in use are as follows:

<u>Category</u>	<u>Rate %</u>
Computer equipment	33.3
Motor vehicles	25
Furniture, fittings and equipment	12.5

Land and buildings are not depreciated.

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2020

1. Significant accounting policies (cont. ...)

d) Property and equipment (cont. ...)

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each statement of financial position date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Disposal of any assets must be in line with the donor requirements. Gains and losses on disposal of property and equipment are determined by reference to their carrying amount and are taken into account in determining surplus for the year.

e) Translation of foreign currencies

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of income and expenditure and other comprehensive income and statement of changes in fund balances.

The rates used in translation of balances from the originating currency to USD were as follows:

	2020	2019
Kenya Shilling	101.34	102.51
South Sudanese Pound	160.42	159.88
Zambian Kwacha	14.00	10.00
Ugandan Shilling	3,680.53	3,717.47
Euro	0.89	0.75
GBP	0.76	0.77

f) Reserves

(i) Capital fund

This reserve represents the valuation of the property and equipment that were purchased and capitalised less the related depreciation on those assets.

(ii) General funds

These are unrestricted funds that represent the accumulated reserve that is available for use at the discretion of management in furtherance of the objectives of the organisation.

(iii) Unspent fund balances

Grant income is recognised when expenditure is incurred. Any funds received and not spent by the end of the year are recognised under unspent fund balances on the statement of financial position.

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2020

1. Significant accounting policies (cont. ...)

g) Trade receivables

Receivables comprise staff debtors, deposits, prepayments and other receivables and are recorded at net realisable value. No provisions have been made in these financial statements. An assessment is made on the recoverability of receivables at the end of each financial year to determine provisions and write-offs required.

h) Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents comprise cash in hand and deposits held at call with banks, net of bank overdrafts.

i) Trade payables

Trade payables are obligations on the basis of normal credit terms and do not bear interest.

j) Employee entitlements

The organisation operates a gratuity fund for its employees on confirmed employment contracts. The scheme is administered by an insurance company. The organisation's contributions to the fund are charged to the statement of comprehensive income in the year in which they relate.

The organisation and its employees contribute to the statutory defined contribution scheme registered in the respective country. The organisation's contributions to the defined contribution scheme are charged to the statement of income and expenditure in the year in which they relate.

k) Taxation

No provision has been made for taxation in view of the nature of the organisation. An application for exemption from taxation has been made to the Kenya Revenue Authority and a reply is awaited. In the opinion of the management, an exemption is likely to be granted.

l) Accounting for leases

Leases of assets under which a significant portion of the risks and rewards of ownership are effectively retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the statement of comprehensive income on a straight line basis over the period of the lease.

m) Borrowings

Borrowings are initially recognised at the transaction price, net of transaction costs incurred and are subsequently stated at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption value is recognised as interest expense in the statement of comprehensive income under finance costs.

Borrowings are classified as current liabilities unless the organization has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

n) Comparatives

Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2021

	2021	2020
	USD	USD
2. Income		
Funds receivable at start of the year (note 8)	-4,886	-295,192
Net funds balance from the previous year (note 13)	1,344,098	931,463
Exchange difference	-362	-2,206
Grants received during the year (note 12)	<u>15,348,677</u>	<u>15,213,847</u>
Total funds available during the year	16,687,527	15,847,912
Add: Funds receivable during the year (note 8)	107,688	4,886
Unspent fund balances at year end (note 13)	-2,902,855	-1,344,098
Transfer to unrestricted funds	<u>0</u>	<u>3,675</u>
Net income during the year	<u>13,892,360</u>	<u>14,512,375</u>
3. Miscellaneous income		
Interest earned	0	0
Unrealized exchange gain / (loss)	0	1,892
Other income	<u>79,982</u>	<u>34,071</u>
Total miscellaneous income	<u>79,982</u>	<u>35,963</u>
4. Grants received (analysis by donor)		
Bread for the World	1,771,136	1,823,601
United Nations for Human Rights Commission (UNHCR)	12,259,667	11,430,045
United Nations Children's Fund (UNICEF)	73,847	150,205
UN FAO	127,377	123,815
United Nations Women (UNWOMEN)	32,493	163,793
United Nations World Food Program (UNWFP)	340,457	340,263
CRS	82,767	70,412
UNDP	0	65,563
Julia Taft	0	27,653
USAID	10,511	10,260
GIZ	35,523	27,600
ENABEL	0	21,414
Water Sector Trust Fund	378,327	854,380
The International Organization for Migration (IOM)	0	104,843
Aktion Africa Hilfe	9	0
IOM	17,578	0
Ref Kenya	16,784	0
Crosswise Nuffic - G4C	17,882	0
ERC	56,763	0
AAHI	25,834	0
AAHI accommodation	3,073	0
EcoAct	91,608	0
World Vision South Sudan	<u>7,041</u>	<u>0</u>
Total grants received (note 2)	<u>15,348,677</u>	<u>15,213,847</u>

Report of the independent auditor - pages 4 and 5

The notes on pages 11 to 21 form an integral part of these financial statements.

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2021

	2021	2020
	USD	USD
5. Property and equipment		
Property and Equipment comprises of the following		
a) Property and equipment - capital fund	226,364	239,067
b) Property and equipment - unrestricted funds	<u>113,135</u>	<u>113,135</u>
Total property and equipment	<u>339,499</u>	<u>352,202</u>

a) Property and equipment - capital fund

	Motor vehicles	Furniture, equipment & fittings	Computer equipment	Land & buildings	Total
Cost	USD	USD	USD	USD	USD
At start of year	217,928	106,573	106,458	158,757	589,716
Additions	0	0	5,700	0	5,700
Disposal	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
At end of year	<u>217,928</u>	<u>106,573</u>	<u>112,158</u>	<u>158,757</u>	<u>595,416</u>
Depreciation					
At start of the year	179,578	72,628	98,443	0	350,649
Disposal	0	0	0	0	0
Charge for the year	<u>9,588</u>	<u>4,243</u>	<u>4,572</u>	<u>0</u>	<u>18,403</u>
At end of year	<u>189,166</u>	<u>76,871</u>	<u>103,015</u>	<u>0</u>	<u>369,052</u>
Net book value 31-12-2021	<u>28,762</u>	<u>29,702</u>	<u>9,143</u>	<u>158,757</u>	<u>226,364</u>
Net book value 31-12-2020	<u>38,350</u>	<u>33,945</u>	<u>8,015</u>	<u>158,757</u>	<u>239,067</u>

b) Property and equipment - unrestricted

	2021	2020
	USD	USD
Land and buildings cost		
At start and end of year	<u>113,135</u>	<u>113,135</u>

This relates to land LR No. 23612546 in Uganda.

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2021

	2021	2020
	USD	USD
6. Cash and bank balances		
Cash at bank and in hand	3,258,435	2,747,960
Short term deposit	<u>0</u>	<u>0</u>
Total cash and bank balances	<u>3,258,435</u>	<u>2,747,960</u>

For the purpose of the statement of cash flows, the year end cash and

Cash at bank and in hand	3,258,435	2,747,960
Less: short term deposit held under lien	<u>0</u>	<u>0</u>
	<u>3,258,435</u>	<u>2,747,960</u>

7. Accounts receivable

Staff debtors	22,776	18,700
Other debtors	6,057	27,721
Security bond	0	0
Prepayments	0	0
Project debtors (net)	<u>0</u>	<u>0</u>
	<u>28,833</u>	<u>46,421</u>

In the opinion of the directors, the carrying amount of accounts receivable approximate to their fair value.

8. Property investment deposit

	<u>1,353,442</u>	<u>1,353,442</u>
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Property investment deposit relates to funds spent on agreement for lease of office space on seventh floor at Nachu Plaza located at Kiambere Road, Upper Hill, Nairobi (LR No. 37/490).

In the opinion of the directors, the carrying amount of investment deposit approximate to its fair value.

9. Project funds receivable

Maridi Nursing Training School (P122)	4,886	4,886
Health pooled fund - Yei (P128A)	0	0
Health pooled fund - Ibba (P128B)	0	0
Health pooled fund - Murindi West (P128C)	0	0
Health pooled fund - Morobo (P128D)	0	0
Health pooled fund - Maridi (P128E)	0	0
Health pooled fund Lot 20 - Yei / Morobo / Lainya /	0	0
Seed distribution (P133C)	0	0
WFP South Sudan 2020 (P137B)	0	0
(P137D)	90,570	0
WFP 2020 / 2021 Liria-Lokoliri (P137C)	0	0
(P144)	30,101	0
Fanser CRS project (P465)	0	0
WFP Project 2020 Zambia (P467)	8,981	0
PAMO Project 2020 Zambia (P468)	0	0
WFP Emergency Response (P471)	49	0
(P475)	53,809	0
(P479)	1,104	0
KRAP & Logistics project 2019 (P616E)	0	0
(P617)	652	0
UNWomen Kenya programme (P622)	49	0
WFP Kakuma (P623)	0	0
(P629)	-19,004	0
(P634)	-63,509	0
Total project funds receivable	<u>107,688</u>	<u>4,886</u>

In the opinion of the directors, the carrying amounts of project funds receivable approximate to their fair value.

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2021

	2021	2020
10. Accounts payable	USD	USD
Payroll creditors	118,459	118,239
Project accruals	287,458	1,622,585
Project creditors (net)	74,381	0
Other accruals	<u>352,683</u>	<u>360,732</u>
Total accounts payable	<u>832,981</u>	<u>2,101,556</u>

In the opinion of the directors, the carrying amounts of the accounts payable approximate to their fair value.

11. Gratuity fund		
At start of year	2,120,154	1,672,075
Provisions made during the year	817,514	1,011,263
Payments made during the year	<u>-563,184</u>	<u>-563,184</u>
At end of year	<u>2,374,484</u>	<u>2,120,154</u>

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NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2021

	2021	2020
	USD	USD
12. Unspent fund balances		
Regional Primary Health Care / RPHC (P121C)	0	121,521
Regional PHC 2020 - 2022 (P121D)	321,357	97,981
Maridi Nurses Training School (MNTS) (P122A)	129,615	59,065
School feeding - Cuibet (P126A)	0	0
Health pooled Fund Lot 21 - Maridi / Mundri E / Mundri W / Mvolo (P128G)	0	0
Seed distribution (P133C)	11,734	0
Asset Creation and Livelihoods/Small Holder Agriculture Market Su	0	0
UNHCR Logistics 2019 (P140)	0	0
Emergency Primary Health Care Services (P141A)	0	0
UNDP Project - South Sudan (P141B)	15	15
UNHCR South Sudan 2020 (P142)	519,843	484,266
(P143)	1,609,093	
UNHCR Uganda 2019 (P283D)	80,955	80,955
UN Women Uganda (P285B)	1,840	368
ENABEL - Uganda 2019 (P286A)	0	0
Urban refugee management (ZKw) 2019 (P462)	0	0
WFP project Zambia 2019 (P463)	0	0
USAID PAMO project 2019 (P464)	0	0
Fanser CRS project (P465)	26,242	
Urban refugee management (ZKw) 2020 (P466)	23	23
PAMO Project 2020 Zambia (P468)	7,263	
Julia Taft Grant 2020 Zambia (P472)	24,013	24,013
GIZ Orange Maize Project 2020 Zambia (P473)	0	0
(P474)	21,250	
Logistics - Mogadishu (P512I)	7,084	7,084
EIWaak Food Security 2015 - 2018 (P513)	0	0
Livelihoods - Elwak (P513A)	33,311	132,813
(P514)	8,750	
Maara division enterprise and Market development (P615A)	0	0
Mara Project 2020 (P615B)	19,290	94,411
KRAP & Logistics project 2019 (P616E)	0	0
UNHCR Kakuma 2020 (P616F)	3,969	5,340
(P616G)	4,736	
Feasibility for Kakuma (P621)	0	0
UNWomen Kenya programme (P622)	0	0
WFP Kakuma (P623)	0	0
Water Sector Trust Fund 2020 (P624)	46,219	220,300
SY-KN-UNICEF (P625)	1,276	15,943
(P626)	8,038	
(P627)	9,735	
(P628)	5,036	
(P630)	2,168	
Total Unspent Fund Balances	<u>2,902,855</u>	<u>1,344,098</u>
Reconciliation of unspent fund balances		
Funds receivable (note 8)	-107,688	-4,886
Unspent fund balances	<u>2,902,855</u>	<u>1,344,098</u>
Net restricted funds (note 14)	<u>2,795,167</u>	<u>1,339,212</u>

Report of the independent auditor - pages 4 and 5

The notes on pages 11 to 21 form an integral part of these financial statements.

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2021

13. Restricted funds balances

Project Title	AAHI Project No.	Donor	Unspent funds / (receivable) bal as at 01-01-2021	Receipts during the period	Expenditure during the period	Exch. gains / (losses) & bank interest	Unspent funds / (receivable) bal as at 31-12-2021
			USD	USD	USD	USD	USD
South Sudan Country Programme							
Regional Primary Health Care 2018	P121C	BftW	121,521	-121,521	0	0	0
Regional PHC 2020 - 2022	P121D	BftW	97,981	1,024,785	801,410	1	321,357
Maridi nurse training school	P122	BftW	-4,886	0	0	0	-4,886
Maridi School of Nursing and Midwifery	P122A	BftW	59,065	507,745	437,195	0	129,615
FAO South Sudan Project 2020	P133C	FAO	0	11,733	0	1	11,734
FAO - Maban	P133D	FAO	0	67,650	67,749	0	-99
Asset Creation and Livelihoods	P137D	WFP	0	232,844	323,414	0	-90,570
UNHCR Logistics 2019	P140	UNHCR	0	0	0	0	0
UNDP Project - South Sudan	P141B	UNDP	15	0	0	0	15
UNHCR South Sudan 2020	P142	UNHCR	484,266	926,485	890,908	0	519,843
Humanitarian Logistics and Mechanical Services	P143	UNHCR	0	10,218,487	8,609,032	-362	1,609,093
	P144	World Vision	0	7,041	37,142	0	-30,101
			757,962	12,875,249	11,166,850	-360	2,466,001

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2021

13. Restricted funds balances (cont. ...)

Project Title	AAHI Project No.	Donor	Unspent funds / (receivable) bal as at 01-01-2021	Receipts during the period	Expenditure during the period	Exch. gains / (losses) & bank interest	Unspent funds / (receivable) bal as at 31-12-2021
			USD	USD	USD	USD	USD
UGANDA Country Programme							
UNHCR Uganda 2019	P283D	UNHCR	80,955	0	0	0	80,955
UN Women Uganda	P285B	UNWomen	368	32,493	31,021	0	1,840
			81,323	32,493	31,021	0	82,795
			-81,323	-32,493	31,021	0	-82,795
			0	-0	-0	0	0
Zambia Programme							
Fanser CRS project	P465	CRS	0	92,313	66,071	0	26,242
Urban refugee management (ZKw) 2020	P466	UNHCR	23	0	0	0	23
WFP Project 2020	P467	WFP	0	0	8,980	-1	-8,981
PAMO Project 2020	P468	PAMO	0	10,511	3,248	0	7,263
WFP Emergency Response	P471	WFP	0	0	49	0	-49
Julia Taft Grant 2020	P472	Julia Taft	24,013	0	0	0	24,013
Zambia Food Warehouse Management, Nutrition, Livelihoods and Cash based transfer	P474	WFP	0	107,613	86,363	0	21,250
Warehousing Health and Logistics	P475	UNHCR	0	232,423	286,232	0	-53,809
	P479		0	0	1,104	0	-1,104
			24,036	442,860	452,047	-1	14,848
			-24,035	-442,860	452,047	0	-14,848
Kenya Country Programme							
Mara Project 2020	P615B	BftW	94,411	191,558	266,679	0	19,290
UNHCR Kakuma 2020	P616F	UNHCR	5,340	-1,313	58	0	3,969
UNHCR 2021	P616G	UNHCR	0	883,585	878,848	-1	4,736
GIZ KAMUMA PROJECT	P617	GIZ	0	0	652	0	-652
UNWomen Kenya programme	P622	UNWomen	0	0	49	0	-49
Water Sector Trust Fund 2020	P624	WSTF	220,300	378,327	552,408	0	46,219
SY-KN-UNICEF	P625	UNICEF	15,943	73,847	88,514	0	1,276
ENTRE TRAINING COM	P626	CROSSWISE WORK	0	8,993	955	0	8,038
FAO Kakuma	P627	FOOD AND AGRICUL	0	47,994	38,259	0	9,735
REF FM Kakuma	P628	REF FM	0	16,781	11,745	0	5,036
ERC KAKUMA 2021	P629	ESTONIA REFUGEE C	0	56,763	37,759	0	19,004
FAO Kajiado	P630	FOOD AND AGRICUL	0	38,220	36,052	0	2,168
Enkima Cookstoves	P634	ECOACT	0	91,608	28,099	0	63,509
			335,994	1,786,363	1,940,077	-1	182,279
			-335,993	-1,786,364	1,940,077	0	-182,279
			1	-1	-0	-1	-0
Somalia Programme							
Logistics - Mogadishu	P512I	UNHCR	7084	0	0	0	7,084
Livelihoods - Elwak	P513A	BftW	132,813	168,568	268,070	0	33,311
ENTREPRENEURSHIP TR	P514	CROSSWISE WOR	0	8,889	139	0	8,750
			139,897	177,457	268,209	0	49,145
			-139,897	-177,457	268,209	0	-49,145
			-0	0	-0	0	0
Total Restricted Funds			1,339,212	15,314,422	13,858,204	-362	2,795,068

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2021

14. Taxation

The organisation has not yet received tax exemption certificate from Kenya Revenue Authority.

15. Incorporation

Action Africa Help International (AAHI) is a non-governmental organisation registered in Nairobi, Kenya, in December 2003 under Section 10 of the Kenya Non-Governmental Organisations Co-ordination Act of 1990.

16. Presentation currency

The financial statements are presented in USD.

ACTION AFRICA HELP INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER 2021

Schedule of programme and other expenditure by country

	South Sudan	Uganda	Zambia	Somalia	HQ	Kenya	2021 Total	2020 Total
Program expenditure	USD	USD	USD	USD	USD	USD	USD	USD
Basic services - Primary health care, water and sanitation, and education	1,238,606	31,031	3,248	0	0	0	1,272,885	1,502,983
Food and income security and environment management and protection	391,163	0	76,829	268,070	0	2,322	738,384	867,148
Humanitarian response and refugee management	9,499,940	0	372,783	139	0	928,488	10,801,350	11,330,645
Civil society strengthening and peace building	37,142	0	0	0	0	972,641	1,009,783	957,932
Total program expenditure	11,166,851	31,031	452,860	268,209	0	1,903,451	13,822,402	14,658,708
Administration and support costs	-2,735	1,913	44,954	0	0	54,631	98,763	117,619
Total	11,164,116	32,944	497,814	268,209	0	1,958,082	13,921,165	14,776,327