ACTION AFRICA HELP INTERNATIONAL
AUDITED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER, 2019

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ACTION AFRICA HELP INTERNATIONAL
AUDITED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER, 2019

Independent Auditor

Crowe Erastus & Co.
Certified Public Accountants
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00200 – City Square
NAIROBI, KENYA
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ACTION AFRICA HELP INTERNATIONAL

CORPORATE INFORMATION - YEAR ENDED 31 DECEMBER, 2019

BOARD OF DIRECTORS :	Dr. John Tabayi	- Chairman
	Dr. Vinand Nantulya	- Member
	Mr. Haron Wachira	- Member
	Ms. Stella Biwaga	- Member
	Mrs. Margaret Oriaro	- Treasurer
	Mr Samuel Makome	- Member
	Mr. Leonard Logo	- Member
	Prof. Aggrey Abate	- Member
	Ms. Catherine Odoi	- Member
	Dr. Caroline Kisia	- Secretary (Left December, 2020)
	Dr. Githaiga Kamau	- Ag. Secretary (Joined January, 2021)
MANAGEMENT TEAM :	Dr. Caroline Kisia	- Executive Director (Left December, 2020)
	Dr. Githaiga Kamau	- Ag. Executive Director (Joined January, 2021)
	Mr. Basilio Okello	- Program Director
	Mr. Joseph Mbugua	- Finance and Admin Director (left May, 2020)
	Mr. Martin Kabutu	- Regional Finance Manager (joined June 2020)

REGISTERED OFFICE : Nachu Plaza, 7th Floor
Kiambere Road, Upper Hill
P.O Box 76598 - 00508
Nairobi, Kenya.

Telephone: +254-0-20-3007755/6
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Email: headoffice@actionafricahelp.org
Website: www.actionafricahelp.org

INDEPENDENT AUDITOR : Crowe Erastus & Co.
Certified Public Accountants
P.O. Box 55268 - 00200
NAIROBI. Kenya

PRINCIPAL BANKERS : Standard Chartered Bank of Kenya Limited
Yaya Centre Branch
P.O. Box 30003, 00100
NAIROBI

Eco Bank South Sudan Limited
Koita Complex - Ministries Road
JUBA

Standard Chartered Bank Zambia Limited
Standard House, Cairo Road
P.O. Box 32238, 00101
LUSAKA

Standard Chartered Bank Uganda
Kampala Branch
KAMPALA

ACTION AFRICA HELP INTERNATIONAL

REPORT OF THE DIRECTORS - YEAR ENDED 31 DECEMBER, 2019

The directors submit their report and the audited financial statements for the year ended 31 December 2019, 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.

	2019	2018
RESULTS	**USD**	**USD**
(Deficit) / balance for the year	(392,783)	9,711

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)

4TH FEBRUARY, 2021

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF DIRECTORS' RESPONSIBILITIES - YEAR ENDED 31 DECEMBER, 2019

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

ii. selecting and applying appropriate accounting policies; and

iii. making accounting estimates and judgements that are reasonable in the circumstance.

The Directors are aware of the general funds deficit position of USD 792,356/- (2018 : USD 35,321/-) 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 uncertainities 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 4TH FEBRUARY, 2021 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, 2019

Independent 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 2019, 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

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Action Africa Help International as at 31 December, 2019, and of its financial performance and its cash flows for the year then ended in accordance with generally accepted non-profit accounting principles and applicable international financial reporting standards.

Basis of opinion

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.

Emphasis of Matter

Without qualifying our opinion above, we draw attention to the following:-

The Organization had a net deficit in general funds of USD 792,356/- as at 31 December, 2019; [2018 : KES 35,321/-]. As stated on page 3 and having made an assessment of the organization's ability to continue as a going concern, the directors are satisfied that the organization has the resources to continue operations for the foreseeable future. Therefore these financial statements have been prepared on a going concern basis.

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, 2019

Responsibility of the independent auditor

Our objectives and responsibility 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 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.

FCPA Erastus K. Omolo practices in CROWE ERASTUS & Co. together with other partners. The engagement partner responsible for the audit resulting in this independent auditor's report is FCPA Erastus K. Omolo - Practising Certificate No. P/1164.

Crowe Erastus & Co.

CROWE ERASTUS & Co.
Certified Public Accountants

CROWE ERASTUS & Co. CERTIFIED PUBLIC ACCOUNTANTS P.O. BOX 55268-NAIROBI

Nairobi, 04 February **2021**

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF COMPREHENSIVE INCOME - YEAR ENDED 31 DECEMBER, 2019

	Note	2019 USD	2018 USD
INCOME			
Funds income	2	21,122,484	26,332,701
Miscellaneous income	3	50,896	62,355
Total income		**21,173,380**	**26,395,056**
EXPENDITURE			
Programme expenditure			
Basic services - Primary health care, water and sanitation and education		2,349,340	3,891,883
Food and income security and environmental management and protection		901,607	887,098
Humanitarian response and recovery		15,453,202	18,564,807
Civil society strengthening and peace building		147,603	338,172
Total programme expenditure		**18,851,752**	**23,681,960**
Administration and support		2,714,411	2,703,385
Total expenditure		**21,566,163**	**26,385,345**
(Deficit) / balance for the year		**(392,783)**	**9,711**

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF FINANCIAL POSITION - 31 DECEMBER, 2019

	Notes	2019 USD	2018 USD
Assets			
Non-current assets			
Property and equipment	4	403,011	425,673
Current assets			
Cash and bank balances	5	2,084,158	2,418,661
Accounts receivable	6	1,313,785	319,448
Property investment deposit	7	1,343,643	1,095,460
Project funds receivable	8	295,192	1,357,975
Total current assets		**5,036,778**	**5,191,544**
Current liabilities			
Accounts payable	9	3,225,637	1,619,602
Borrowings	10	74,365	70,455
Total current liabilities		**3,300,002**	**1,690,057**
Net current assets		**1,736,776**	**3,501,487**
Total assets		**2,139,787**	**3,927,160**
Liabilities and fund balances			
Non-current liabilities			
Borrowings	10	38,728	113,093
Gratuity fund	11	1,672,075	1,852,864
Total non current liabilities		**1,710,803**	**1,965,957**
Funds			
Unspent fund balances	**13**	**931,463**	**1,683,986**
Capital fund (page 9)		289,876	312,538
General funds (page 9)		(792,355)	(35,321)
		(502,479)	**277,217**
Total fund balances		**428,984**	**1,961,203**
Total liabilities and fund balances		**2,139,787**	**3,927,160**

The financial statements on pages 6 to 23 were approved and authorised for issue by the board of directors on 4TH FEBRUARY 2021 and were signed by:

Dr. John Tabayi
(Chairman)

Dr. Githaiga Kamau
(Ag. Executive Director)

Report of the independent auditor - pages 4 and 5
The notes on pages 11 to 23 form an integral part of these financial statements.

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF CHANGES IN FUND BALANCES - YEAR ENDED 31 DECEMBER, 2019

	General Fund	Capital Fund	Total Fund
Year ended 31 December 2018	**USD**	**USD**	**USD**
At start of year	541,538	277,634	819,172
Fund adjustments	(374,293)	21,103	(353,190)
Transfer from restricted funds	(212,277)	0	(212,277)
Deficit for the year	9,711	0	9,711
Assets additions	0	38,891	38,891
Depreciation of property and equipment	0	(25,090)	(25,090)
At end of year	**(35,321)**	**312,538**	**277,217**
Year ended 31 December 2019			
At start of year	(35,321)	312,538	277,217
Fund adjustments (note 18)	(364,251)	0	(364,251)
Deficit for the year	(392,783)	0	(392,783)
Assets additions	0	4,589	4,589
Depreciation on property and equipment	0	(27,251)	(27,251)
At end of year	**(792,355)**	**289,876**	**(502,479)**

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF CASH FLOWS - YEAR ENDED 31 DECEMBER, 2019

	2019	2018
Cash flows from operating activities	**USD**	**USD**
(Deficit) / balance for the year	(392,783)	9,711
Adjustment for:		
General fund balance adjustment	(364,251)	(586,570)
Purchase of property and equipment	4,589	38,891
Working capital changes		
Increase in accounts receivable	(994,337)	(196,934)
Decrease in project funds receivable	1,062,783	1,065,036
(Decrease) / increase in unspent fund balances	(752,523)	382,767
Increase / (decrease) in accounts payable	1,606,035	(1,136,334)
Net cash flows generated from / (used in) operating activities	**169,513**	**(423,433)**
Cash flows from investing activities		
Property investment deposits	(248,183)	(16)
Purchase of property and equipment	(4,589)	(38,891)
Gratuity provisions	1,024,869	1,085,165
Gratuity payments	(1,205,658)	(2,340,644)
Net Cash flows used in investing activities	**(433,561)**	**(1,294,386)**
Financing activities		
Liquidated short term deposits	247,000	0
Long term loan repayment	(70,455)	(66,740)
Net cash from / (used in) investing activities	**176,545**	**(66,740)**
Net decrease in cash and cash equivalents	**(87,503)**	**(1,784,559)**
Movement in cash and cash equivalents		
At start of year	2,033,661	3,818,220
Net decrease in cash and cash equivalents	(87,503)	(1,784,559)
At end of year	**1,946,158**	**2,033,661**

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2019

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 accummulated depreciation and any impairment losses. Historical cost includes expenditure that is direclty 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:

Category	Rate %
Computer equipment	33.3
Motor vehicles	25
Furniture, fittings and equipment	12.5

Land and buildings are not depreciated.

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

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

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:

	2019	**2018**
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) Medical fund

This reserve relates to financial provisions for medicare of some staff.

(iii) 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.

(iv) 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.

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.

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2019

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

n) Comparatives

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

	2019	2018
2. Income	**USD**	**USD**
Funds receivable at start of the year (note 8)	(1,357,975)	(2,423,010)
Net funds balance from the previous year (note 13)	1,683,986	1,301,219
Exchange difference	(47,968)	5,412
Grants received during the year (note 12)	21,480,712	27,562,814
Total funds available during the year	**21,758,755**	**26,446,435**
Add: Funds receivable during the year (note 8)	295,192	1,357,975
Unspent fund balances at year end (note 13)	(931,463)	(1,683,986)
Transfer to unrestricted funds	0	212,277
Net income during the year	**21,122,484**	**26,332,701**

3. Miscellaneous income

	2019	2018
Interest earned	8,550	11,544
Unrealized exchange gain / (loss)	32,994	(7,920)
Other income	9,352	58,731
Total miscellaneous income	**50,896**	**62,355**

	2019	2018
4. Property and equipment	**USD**	**USD**
Property and Equipment comprises of the following		
a) Property and equipment - capital fund	289,876	312,538
b) Property and equipment - unrestricted funds	113,135	113,135
Total property and equipment	**403,011**	**425,673**

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	261,820	108,387	113,135	158,757	642,099
Additions	3,500	0	1,089	0	4,589
At end of year	**265,320**	**108,387**	**114,224**	**158,757**	**646,688**
Depreciation					
At start of the year	168,815	64,262	96,484	0	329,561
Charge for the year	16,720	5,331	5,200	0	27,251
At end of year	**185,535**	**69,593**	**101,684**	**0**	**356,812**
Net book value 31-12-2019	**79,785**	**38,794**	**12,540**	**158,757**	**289,876**
Net book value 31-12-2018	**93,005**	**44,125**	**16,651**	**158,757**	**312,538**

b) Property and equipment - unrestricted

	2019	2018
Land and buildings cost		
At start and end of year	**113,135**	**113,135**

This relates to land LR No. 23612546 in Uganda.

5. Cash and bank balances

	2019 USD	2018 USD
Cash at bank and in hand	1,946,158	1,933,661
Short term deposit	138,000	485,000
Total cash and bank balances	**2,084,158**	**2,418,661**

For the purpose of the statement of cash flows, the year end cash and cash equivalents comprise of the following : -

	2019 USD	2018 USD
Cash at bank and in hand	2,084,158	2,418,661
Less: short term deposit held under lien	(138,000)	(385,000)
	1,946,158	**2,033,661**

6. Accounts receivable

	2019 USD	2018 USD
Staff debtors	47,364	38,731
Other debtors	1,167,396	22,860
Security bond	29,953	3,953
Prepayments	58,020	55,154
Project Debtors (net)	11,052	198,750
	1,313,785	**319,448**

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

7. Property investment deposit

	2019 USD	2018 USD
Property deposit	**1,343,643**	**1,095,460**

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

8. Project fund receivable

	2019 USD	2018 USD
Capor IV 2015 (P118)	0	17,194
Regional Primary Health Care 2016 (P121)	0	44,871
Regional Primary Health Care 2017 (P121B)	0	4,748
Maridi Nursing Training School (P122)	9,437	0
Safety network and Skills development (SNSDP) 2017 (P124B)	0	20,008
School feeding program - Cuibet (P126)	0	7,565
Health pooled fund - Yei (P128A)	32,036	81,687
Health pooled fund - Ibba (P128B)	25,221	38,753
Health pooled fund - Murindi West (P128C)	21,025	35,733
Health pooled fund - Morobo (P128D)	28,522	5,312
Health pooled fund - Maridi (P128E)	24,709	62,775
Health pooled fund Lot 20 - Yei / Morobo / Lainya / Kajokeji (P128F)	96,405	72,513
Health pooled fund Lot 21 - Maridi / Mundri E / Mundri W / Mvolo (P128H)	0	17,459
Health Pooled Fund Lot 20 - Yei / Morobo / Lainya / Kajokeji (P128I)	0	561,103
Emmergency Health Services - Yei 2017 (P130B)	0	1,792
Seed distribution (P133)	0	2,494
WFP South Sudan 2018 (P137)	0	15,328
WFP South Sudan 2019 (P137A)	0	20,518
WFP South Sudan 2020 (P137B)	53,305	0
Food basket (P284)	0	28,927
Food basket (P284D)	0	80,295
Karamoja Enterprise project Phase1 (P285)	0	866
Karamoja Enterprise project Phase2 (P285A)	0	2,298
Environment CSEF (P452)	0	14,050
WRC Zambia project (P455)	0	330
Humanitarian - ZHAP (P457)	0	3,473
Nchelenge refugee emergency (P458)	0	139,884
Fanser CRS project (P465)	4,532	0
Self Reliance and Livelihood 2015 (P511B)	0	7,361
Somalia project 2017 (P511E)	0	4,862
Hargeisa project 2018 (P511G)	0	37,274
Logistics support Mogadishu 2015 (P512D)	0	20,080
UNHCR Provision Logistics 2016 (P512H)	0	4,111
Logistics support 2016 (P512F)	0	3,318
SPARK (P618)	0	635
MEI Solar for Entrepreneurs (P619)	0	356
Julia Taft GBV (P620)	0	0
Health systems stregthening (P701)	0	2
Total project funds receivable	**295,192**	**1,357,975**

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

9. Accounts payable

	2019 USD	2018 USD
Payroll creditors	469,846	255,399
Project accruals	2,449,023	1,317,032
Other accruals	306,768	47,171
Total accounts payable	**3,225,637**	**1,619,602**

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

10. Borrowings

The borrowings are made up as follows:

	2019 USD	2018 USD
Current		
Bank loan payable within 1 year	74,365	70,455
Non-current		
Bank loan	38,728	113,093
Total borrowings	**113,093**	**183,548**

The bank borrowings are secured by a pledge deposit amounting to USD 385,000/-. In the opinion of the directors, the carrying amounts of the borrowings approximate to their fair value.

11. Gratuity fund

	2019 USD	2018 USD
At start of year	1,852,864	3,108,343
Provisions made during the year	1,024,869	1,085,165
Payments made during the year	(1,205,658)	(2,340,644)
At end of year	**1,672,075**	**1,852,864**

12. Grants received (Analysis by donor)	**2019 USD**	**2018 USD**
Bread for the World	1,635,221	1,852,074
United Nations for Human Rights Commission (UNHCR)	16,344,767	19,184,233
United Nations Children's Fund (UNICEF)	76,125	(15,032)
Multi Donor Trust Fund (MDTF) / Ministry of Agriculture and Forestry - South Sudan (MAF)	19,537	881,700
UN FAO	29,021	148,405
United Nations Women (UNWOMEN)	207,967	95,441
United Nations World Food Program (UNWFP)	668,685	538,983
Crown Agents (DFID)	1,397,228	3,924,738
Norwegian Refugee Council (NRC)	0	603,593
Civil Society environment Fund (CSEF)	0	15,452
Stichting Fondsbeheer DGGF	11,277	0
CRS	18,480	0
Oxfam	0	55,088
UNDP	386,174	0
Julia Taft	12,505	12,489
Energy 4 Impact	0	13,138
USAID	31,910	24,422
GIZ	0	4,543
Diakonie	441,711	48,670
ENABEL	200,104	174,877
Total grants received (note 2)	**21,480,712**	**27,562,814**

13. Unspent fund balances

	2019 USD	2018 USD
Regional primary health care / RPHC (P121C)	268,568	361,838
Maridi nurses training school (MNTS) (P122)	0	30,906
School feeding - Cuibet (P126A)	7,651	0
Health Pooled Fund Lot 21 - Maridi / Mundri E / Mundri W / Mvolo (P128G)	60,539	107,797
Emmergency health services 2016 (P130)	0	5,560
Logistics support 2017 (P132)	0	9,379
UNHCR logistics 2018 (P135)	0	232,023
Seed distribution (P133B)	0	64,879
UNHCR logistics 2019 (P140)	235,878	0
Emergency primary health care services (P141A)	23,531	0
UNDP project - South Sudan (P141B)	8,037	0
UNHCR Uganda 2016 (P283)	0	53,043
UNHCR Uganda 2017 (P283B)	0	68,311
UNHCR Uganda 2018 (P283C)	0	188,914
UNHCR Uganda 2019 (P283D)	105,339	0
Food Basket - Palabek (P284C)	0	91,631
UN Women Uganda (P285B)	109,464	0
ENABEL - Uganda 2018 (P286)	0	29,449
ENABEL - Uganda 2019 (P286A)	45,054	0
Uganda ASARECA Project (P288)	0	35,841
Urban refugee management (Zkw) 2016 (P448)	0	5
Community-led prevention initiative (COPI) extension (P450)	0	34,482
Urban refugee management (Zkw) 2017 (P456)	0	36,388
Nchelenge food distribution (P459)	0	67,182
Urban refugee management (Zkw) 2018 (P460)	0	73,943
PAMO - USAID (P461)	0	803
Urban refugee management (ZKw) 2019 (P462)	4,348	0
WPF project Zambia 2019 (P463)	7,116	0
USAID PAMO project 2019 (P464)	13	0
Self reliance and livehihoods - Somalia (P511)	0	504
Somali returnees (P511C)	0	6,166
Self reliance and livehihoods - Somalia (P511D)	0	420
Somali returnees (P511F)	0	6,760
Logistics Somalia (P512B)	0	4,613
Yemeni returnees (P512C)	0	21,593
UNHCR Somalia Mogadishu (P512E)	0	659
Logistics support Mogadishu 2018 (P512G)	0	9,505
Logistics support Mogadishu 2018 (P512I)	0	4,247
ElWaak food security 2015-2018 (P513)	7,404	65,690
Maara division enterprise and market development (P615/P615A)	36,949	43,266
UNHCR Kakuma (P616C)	0	1,987
UNHCR Kakuma (P616D)	0	13,209
KRAP & logistics project 2019 (P616E)	1,120	0
Support to refugees and host community (P617)	0	504
Julia Taft GBV (P620)	0	12,489
Feasibility for Kakuma (P621)	107	0
UNWomen Kenya programme (P622)	9,354	0
WFP Kakuma (P623)	991	0
Total unspent fund balances	**931,463**	**1,683,986**

Reconciliation of unspent fund balances

	2019 USD	2018 USD
Funds receivable (note 8)	(295,192)	(1,357,975)
Unspent fund balances	931,463	1,683,986
Net movement in restricted funds (note 14)	**636,271**	**326,011**

14. Restricted funds balances

Project Title	AAHI Project No.	Donor	Unspent funds / (receivable) bal as at 01-01-2019	Receipts during the period	Expenditure during the period	Exch. gains / (losses) & bank interest	Fund adjustment	Unspent funds / (receivable) bal as at 31-12-2019
South Sudan Country Programme			**USD**	**USD**	**USD**	**USD**	**USD**	**USD**
Capor	P118	BftW	(17,194)	0	0	0	17,194	0
Regional primary health care 2016	P121	BftW	(44,871)	26,759	0	0	18,112	0
Regional primary health care 2017	P121B	BftW	(4,748)	20,128	0	(187)	(15,193)	0
Regional primary health care 2018	P121C	BftW	361,838	807,508	900,778		0	268,568
Maridi nurse training school	P122	BftW	30,906	331,664	372,007	0	0	(9,437)
Safety network and Skills development (SNSDP) 2017	P124B	MAF	(20,008)	19,537	0	(17,745)	18,216	0
School feeding - Cuibet	P126	Diakonie	(7,565)	0	0	0	7,565	0
School feeding - Cuibet	P126A	Diakonie	0	441,711	434,692	632	0	7,651
Health Pooled Fund - Yei	P128A	Crown agents	(81,687)	0	0	0	49,651	(32,036)
Health Pooled Fund - Ibba	P128B	Crown agents	(38,753)	0	0	0	13,532	(25,221)
Health Pooled Fund Mundri West	P128C	Crown agents	(35,733)	0	0	0	14,708	(21,025)
Health Pooled Fund Morobo	P128D	Crown agents	(5,312)	0	0	0	(23,210)	(28,522)
Health Pooled Fund Maridi	P128E	Crown agents	(62,775)	0	0	(58)	38,124	(24,709)
Health Pooled Fund Lot 20 / Yei / Morobo / Lainya / Kkeji	P128F	Crown agents	(72,513)	12,686	0	(76)	(36,502)	(96,405)
Health Pooled Fund Lot 21 / Maridi / Mundri E / Mundri W / Mvolo	P128G	Crown agents	107,797	0	0	(1,203)	(46,055)	60,539
Health Pooled Fund Lot 23/Ibba county	P128H	CMMB	(17,459)	0	0	0	17,459	0
Health Pooled Fund Lot 20 - Yei / Morobo / Lainya / Kkeji	P128I	Crown agents	(561,103)	1,384,543	828,371	7,011	(2,080)	0
Emergency health services 2016	P130	UNICEF	5,560	0	0	(3,820)	(1,740)	0
Emergency health services 2017	P130B	UNICEF	(1,792)	0	0	0	1,792	0
Logistics support 2017	P132	UNICEF	9,379	0	21	0	(9,358)	0
Seed Distribution	P133	FAO	(2,494)	0	0	2,494	0	0
Seed Distribution	P133B	FAO	64,879	29,021	93,900		0	0
UNHCR Logistics 2018	P135	UNHCR	232,023	(240,191)	(1,042)	(6)	7,132	0
WFP South Sudan 2018	P137	WFP	(15,328)	16,677	0	426	(1,775)	0
WFP South Sudan 2019	P137A	WFP	(20,518)	250,943	230,455	(10)	40	0
WFP South Sudan 2020	P137B	WFP	0	213,148	266,639	186	0	(53,305)
UNHCR logistics 2019	P140	UNHCR	0	11,815,979	11,579,282	36	(855)	235,878
Ebola Viral Disease (EVD) Emergency Response	P141	UNDP	0	250,001	249,998	(4)	1	0
Emergency primary health care services	P141A	UNDP	0	136,173	113,533	775	116	23,531
UNDP project - South Sudan	P141B	UNDP	0	76,125	68,088	0	0	8,037
			(197,471)	**15,592,412**	**15,136,722**	**(11,549)**	**66,874**	**313,544**

14. Restricted funds balances (cont. ...)

Project Title	AAHI Project No.	Donor	Unspent funds / (receivable) bal as at 01-01-2019	Receipts during the period	Expenditure during the period	Exch. gains / (losses) & bank interest	Fund adjustment	Unspent funds / (receivable) bal as at 31-12-2019
UGANDA Country Programme			USD	USD	USD	USD	USD	USD
UNHCR Uganda 2016	P283	UNHCR	53,043		0	(23,437)	(29,606)	0
UNHCR Uganda 2017	P283B	UNHCR	68,311	0	101	(488)	(67,722)	0
UNHCR Uganda 2018	P283C	UNHCR	188,914	(156,443)	(12,943)	(10,215)	(35,199)	0
UNHCR Uganda 2019	P283D	UNHCR	0	2,964,428	2,859,627	538	0	105,339
Food basket	P284	UNWFP	(28,927)	0	0	1,919	27,008	0
Food basket	P284C	UNWFP	91,631	0	0	(85,202)	(6,429)	0
Food basket	P284D	UNWFP	(80,295)	0	0	85,010	(4,715)	0
UN Women Uganda	P285	UNWomen	(866)	0	0	(616)	1,482	0
UN Women Uganda	P285A	UNWomen	(2,298)	0	269	2,167	400	0
UN Women Uganda	P285B	UNWomen	0	163,701	54,553	316	0	109,464
ENABEL - Uganda 2018	P286	BTC	29,449	0	45,607	206	15,952	0
ENABEL - Uganda 2019	P286A	BTC	0	200,104	155,032	(18)	0	45,054
Uganda ASAREC Project	P288	ASARECA	35,841	0	0	(1,659)	(34,182)	0
			354,803	**3,171,790**	**3,102,246**	**(31,479)**	**(133,011)**	**259,857**
Zambia Programme								
Urban Refugee management (ZKw) 2016	P448	UNHCR	5	0	0	0	(5)	0
Community-Led Prevention Initiative (COPI) Extension	P450	PACF	34,482	0	0	0	(34,482)	0
Sustaining Environment and Natural Resources in Kawambwa District (SENARK)	P452	CESF	(14,050)	0	0	0	14,050	0
Global youth refugee consultations	P455	WRC	(330)	0	0	0	330	0
Urban Refugee management (ZKw) 2017	P456	UNHCR	36,388	0	0		(36,388)	0
Humanitarian - ZHAP	P457	OXFAM	(3,473)	0	0	0	3,473	0
OXFAM Nchelenge refugee emergency	P458	OXFAM	(139,884)	0	0	0	139,884	0
Food distribution WFP	P459	UNWFP	67,182	0	0	0	(67,182)	0
Urban refugee management (ZKw) 2018	P460	UNHCR	73,943	(13)	0	(1,181)	(72,749)	0
USAID PAMO project 2018	P461	USAID	803	0	0		(803)	0
Urban refugee management (ZKw) 2019	P462	UNHCR	0	474,845	470,497	0	0	4,348
WPF project Zambia 2019	P463	WFP	0	181,819	174,773	70	0	7,116
USAID PAMO project 2019	P464	USAID	0	31,910	31,349	(548)	0	13
Fanser CRS project	P465	CRS	0	18,480	19,731	(3,281)	0	(4,532)
			55,066	**707,041**	**696,350**	**(4,940)**	**(53,872)**	**6,945**
Kenya Country Programme								
Mara Enterprise and Market development phase 3	P615A	BftW	43,266	201,593	204,348	0	(3,562)	36,949
KRAP & Logistics project 2017	P616C	UNHCR	1,987	0	0	0	(1,987)	0
KRAP & Logistics project 2018	P616D	UNHCR	13,209	(8,249)	22	0	(4,938)	0
KRAP & Logistics project 2019	P616E	UNHCR	0	1,494,434	1,493,314	0	0	1,120
Livelihoods	P617	GIZ	504	0	21	0	(483)	0
SPARK	P618	DfID	(635)	0	0	0	635	0
Energy 4 Impact Project	P619	DfID	(356)	0	0	0	356	0
Julia Tuft GBV	P620	Julia Tuft	12,489	12,505	25,000	0	6	0
Feasibility for Kakuma	P621	Julia Tuft	0	11,277	11,170.00	0.00	0	107
UNWomen Kenya programme	P622	UNWomen	0	44,266	34,912.00	0.00	0	9,354
WFP Kakuma	P623	WFP	0	6,099	5,108.00	0.00	0	991
			70,464	**1,761,925**	**1,773,895**	**0**	**(9,973)**	**48,521**
Somalia Programme								
Livelihoods - Hargesia	P511	UNHCR	504	0	0	0	(504)	0
Livelihoods - Hargesia	P511B	UNHCR	(7,361)	0	0	0	7,361	0
Livelihoods - Hargesia	P511C	UNHCR	6,166	0	0	0	(6,166)	0
Livelihoods - Hargesia	P511D	UNHCR	420	0	0	0	(420)	0
Livelihoods - Hargesia	P511E	UNHCR	(4,862)	0	0	0	4,862	0
Livelihoods - Hargesia	P511F	UNHCR	6,760	0	0	0	(6,760)	0
Livelihoods- Hargesia	P511G	UNHCR	(37,274)	0	0	0	37,274	0
Logistics - Mogadishu	P512B	UNHCR	4,613	0	0	0	(4,613)	0
Logistics - Mogadishu	P512C	UNHCR	21,593	0	0	0	(21,593)	0
Logistics - Mogadishu	P512D	UNHCR	(20,080)	0	0	0	20,080	0
Logistics - Mogadishu	P512E	UNHCR	659	0	0	0	(659)	0
Logistics - Mogadishu	P512F	UNHCR	(3,318)	0	0	0	3,318	0
Logistics - Mogadishu	P512G	UNHCR	9,505	0	0	0	(9,505)	0
Logistics - Mogadishu	P512H	UNHCR	(4,111)	0	0	0	4,111	0
Logistics - Mogadishu	P512I	UNHCR	4,247	0	0	0	(4,247)	0
Livelihoods - Elwak	P513	BftW	65,690	247,568	305,897	0	43	7,404
			43,151	**247,568**	**305,897**	**0**	**22,582**	**7,404**
Djibouti Programme								
Health systems 2017	P701	UNHCR	**(2)**	**0**	**0**	**0**	**2**	**0**
Total Restricted Funds			**326,011**	**21,480,736**	**21,015,110**	**(47,968)**	**(107,398)**	**636,271**

15. Taxation

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

16. Incorporation

Action African 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.

17. Contingent liability

The Labour Act (No. 64 of 2017), Laws of South Sudan introduced a requirement on employers to pay gratuity on at least one month's pay for each year of service to employees who have been in continuous service for more than one year. Management has estimated that there exists a potential liability relating to gratuity (as required by the South Sudan Labour Act) for existing project staff amounting to US$ 279,546/-. No provision has been made in these financial statements as Management is pursuing negotiation process with the government.

18. Fund adjustments

Following a reconciliation exercise that was undertaken during the year, the directors approved the write-off of book balances amounting to USD 364,252/- against general funds.

19. Presentation currency

The financial statements are presented in USD.

Schedule of programme and other expenditure by country

Program expenditure	South Sudan	Uganda	Zambia	Somalia	HQ	Kenya	Djibouti	Ethiopia	2019 Total USD	2018 Total USD
Basic services - Primary health care , water and sanitation, and education	2,242,168	54,823	31,349	21,000	0	0	0	0	2,349,340	3,891,883
Food and income security and environment management and protection	650,184	0	11,041	240,382	0	0	0	0	901,607	887,098
Humanitarian response and refugee management	10,605,587	2,858,547	557,622	0	0	1,431,446	0	0	15,453,202	18,564,807
Civil society strengthening and peace building	0	(5,505)	0	0	0	153,108	0	0	147,603	338,172
	13,497,939	**2,907,865**	**600,012**	**261,382**	**0**	**1,584,554**	**0**	**0**	**18,851,752**	**23,681,960**
Administration and support costs	937,846	248,019	60,791	35,438	1,245,226	187,091	0	0	2,714,411	2,703,385
Total	**14,435,785**	**3,155,884**	**660,803**	**296,820**	**1,245,226**	**1,771,645**	**0**	**0**	**21,566,163**	**26,385,345**

Report of the independent auditor - pages 4 and 5
The notes on pages 11 to 23 form an integral part of these financial statements.