

ACTION AFRICA HELP INTERNATIONAL
AUDITED FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER, 2020

CONTENTS	PAGE
Corporate Information	1
Report of the Directors	2
Statement of Directors' Responsibilities	3
Report of the Independent Auditor	4 – 5
Financial Statements:	
Statement of Income and Expenditure	6
Statement of Financial Position	7
Statement of Changes in Fund Balances	8
Statement of Cash Flows	9
Notes to the Financial Statements	10 – 21

Independent Auditor

Crowe Erastus & Co.
Certified Public Accountants
P. O. Box 55268
00200 – City Square
NAIROBI, KENYA
Tel: +254 20 3860 513 / 3860 521 / 3860 524 / 3861 120
Cell Phone: +254 722 39 56 11 / 733 48 78 96
Email: croweerastus@crowe.co.ke
Website: www.crowe.com/ke

ACTION AFRICA HELP INTERNATIONAL

CORPORATE INFORMATION - YEAR ENDED 31 DECEMBER, 2020

Board of directors : Dr. John Tabayi - Chairman
Mrs. Margaret Oriaro - Treasurer
Dr. Vinand Nantulya - Member
Mr. Haron Wachira - Member
Ms. Stella Biwaga - Member
Mr. Sultan Amri - Member
Mr. Kafula Mwiche - Member
Mr Samuel Makome - Member (Left November 2020)
Mr. Leonard Logo - Member (Left November 2020)
Prof. Aggrey Abate - Member (Left November 2020)
Ms. Catherine Odoi - Member (Left November 2020)
Dr. Caroline Kisia - Secretary (Left November, 2020)

Management team : Dr. Caroline Kisia - Executive Director (Left November, 2020)
Dr, Githaiga Kamau - Ag. Executive Director (Joined November, 2020)
Mr Basilio Okello - Program Director (left August, 2020)
Joseph Mbugua - Finance and Admin Director (left May, 2020)
Martin Kabutu - Regional Finance Manager (June 2020 to April 2022)
Cynthia Osindo - Regional Finance Manager (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 Yaya Centre Branch P.O. Box 30003, 00100 NAIROBI	Standard Chartered Bank (Z) Ltd Standard House, Cairo Road P.O. Box 32238, 00101 LUSAKA
	Eco Bank South Sudan Limited Koita Complex - Ministries Road JUBA	Standard Chartered Bank Uganda Kampala Branch 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, 2020

The directors submit their report and the audited financial statements for the year ended 31 December 2020, 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.

	2020	2019
Results	USD	USD
(Deficit) / balance for the year	<u>(227,989)</u>	<u>(392,783)</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)

_____ 2022

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF DIRECTORS' RESPONSIBILITIES - YEAR ENDED 31 DECEMBER, 2020

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 _____, 2022 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, 2020

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 2020, 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.

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, 2020, 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.

Emphasis of matter

We draw attention to 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 organisational 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, 2020

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.

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.
Certified Public Accountants

Nairobi, _____, 2022

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF COMPREHENSIVE INCOME - YEAR ENDED 31 DECEMBER, 2020

		2020	2019
Income	Note	USD	USD
Funds / grant income	2	14,512,375	21,122,484
Miscellaneous income	3	35,963	50,896
Total income		14,548,338	21,173,380
Expenditure			
Programme expenditure			
Basic services - Primary health care, water and sanitation and education		1,502,983	2,349,340
Food and income security and environmental management and protection		867,148	901,607
Humanitarian response and recovery		11,330,645	15,453,202
Civil society strengthening and peace building		957,932	147,603
Total programme expenditure		14,658,708	18,851,752
Administration and support		117,619	2,714,411
Total expenditure		14,776,327	21,566,163
Deficit for the year		(227,989)	(392,783)

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF FINANCIAL POSITION - 31 DECEMBER, 2020

Assets		2020	2019
Non-current assets	Notes	USD	USD
Property and equipment	5	352,202	403,011
Property investment deposit	8	<u>1,353,442</u>	<u>1,343,643</u>
Total non-current assets		<u>1,705,644</u>	<u>1,746,654</u>
Current assets			
Cash and bank balances	6	2,747,960	2,084,158
Accounts receivable	7	46,421	1,313,785
Project funds receivable	9	<u>4,886</u>	<u>295,192</u>
Total current assets		<u>2,799,267</u>	<u>3,693,135</u>
Current liabilities			
Accounts payable	10	2,101,556	3,225,637
Borrowings	11 (a)	<u>0</u>	<u>74,365</u>
Total current liabilities		<u>2,101,556</u>	<u>3,300,002</u>
Net current assets		<u>697,711</u>	<u>393,133</u>
Total assets		<u>2,403,355</u>	<u>2,139,787</u>
Liabilities and fund balances			
Non-current liabilities			
Borrowings	11 (b)	0	38,728
Gratuity fund	12	<u>2,120,154</u>	<u>1,672,075</u>
Total non current liabilities		<u>2,120,154</u>	<u>1,710,803</u>
Funds			
Unspent fund balances	13	<u>1,344,098</u>	<u>931,463</u>
Capital fund (page 8)		239,067	289,876
General funds (page 8)		<u>(1,299,964)</u>	<u>(792,355)</u>
		<u>(1,060,897)</u>	<u>(502,479)</u>
Total fund balances		<u>283,201</u>	<u>428,984</u>
Total liabilities and fund balances		<u>2,403,355</u>	<u>2,139,787</u>

The financial statements on pages 6 to 23 were approved and authorised for issue by the board of directors on _____ 2022 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, 2020

	General Fund	Capital Fund	Total Fund
Year ended 31 December 2019	USD	USD	USD
At start of year	(35,321)	312,538	277,217
Fund adjustments	(364,251)	0	(364,251)
Deficit for the year	(392,783)	0	(392,783)
Assets additions	0	4,589	4,589
Depreciation of property and equipment	<u>0</u>	<u>(27,251)</u>	<u>(27,251)</u>
At end of year	<u>(792,355)</u>	<u>289,876</u>	<u>(502,479)</u>
Year ended 31 December 2020			
At start of year	(792,355)	289,876	(502,479)
Fund adjustments (note 15)	(279,620)	0	(279,620)
Deficit for the year	(227,989)	0	(227,989)
Assets disposal	0	(29,169)	(29,169)
Depreciation on property and equipment	<u>0</u>	<u>(21,640)</u>	<u>(21,640)</u>
At end of year	<u>(1,299,964)</u>	<u>239,067</u>	<u>(1,060,897)</u>

ACTION AFRICA HELP INTERNATIONAL

STATEMENT OF CASH FLOWS - YEAR ENDED 31 DECEMBER, 2020

	2020	2019
	USD	USD
Cash flows from operating activities		
Deficit for the year	(227,989)	(392,783)
Adjustment for:		
General fund balance adjustment	(279,620)	(364,251)
Purchase of property and equipment	(56,972)	4,589
Working capital changes		
(Decrease) / increase in accounts receivable	1,267,364	(994,337)
Decrease in project funds receivable	290,306	1,062,783
Increase / (decrease) in unspent fund balances	412,635	(752,523)
(Decrease) / increase in accounts payable	<u>(1,124,081)</u>	<u>1,606,035</u>
Net cash flows generated from / (used in) operating activities	<u>281,643</u>	<u>169,513</u>
Cash flows from investing activities		
Property investment deposits	(9,799)	(248,183)
Purchase of property and equipment	56,972	(4,589)
Gratuity provisions	1,011,263	1,024,869
Gratuity payments	<u>(563,184)</u>	<u>(1,205,658)</u>
Net Cash flows used in investing activities	<u>495,252</u>	<u>(433,561)</u>
Financing activities		
Liquidated short term deposits	138,000	247,000
Long term loan repayment	<u>(113,093)</u>	<u>(70,455)</u>
Net cash from / (used in) investing activities	<u>24,907</u>	<u>176,545</u>
Net increase / (decrease) in cash and cash equivalents	<u>801,802</u>	<u>(87,503)</u>
Movement in cash and cash equivalents		
At start of year	1,946,158	2,033,661
Net increase / (decrease) in cash and cash equivalents	<u>801,802</u>	<u>(87,503)</u>
At end of year	<u>2,747,960</u>	<u>1,946,158</u>

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.

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.

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, 2020

	2020	2019
	USD	USD
2. Income		
Funds receivable at start of the year (note 8)	(295,192)	(1,357,975)
Net funds balance from the previous year (note 13)	931,463	1,683,986
Exchange difference	(2,206)	(47,968)
Grants received during the year (note 12)	<u>15,213,847</u>	<u>21,480,712</u>
Total funds available during the year	15,847,912	21,758,755
Add: Funds receivable during the year (note 8)	4,886	295,192
Unspent fund balances at year end (note 13)	<u>(1,344,098)</u>	<u>(931,463)</u>
Net income during the year	<u>14,512,375</u>	<u>21,122,484</u>
3. Miscellaneous income		
Interest earned	0	8,550
Unrealized exchange gain / (loss)	1,892	32,994
Other income	<u>34,071</u>	<u>9,352</u>
Total miscellaneous income	<u>35,963</u>	<u>50,896</u>
4. Grants received (analysis by donor)		
Bread for the World	1,823,601	1,635,221
United Nations for Human Rights Commission (UNHCR)	11,430,045	16,344,767
United Nations Children's Fund (UNICEF)	150,205	76,125
Multi Donor Trust Fund (MDTF) / Ministry of Agriculture and Forestry - South Sudan (MAF)	0	19,537
UN FAO	123,815	29,021
United Nations Women (UNWOMEN)	163,793	207,967
United Nations World Food Program (UNWFP)	340,263	668,685
Crown Agents (DfID)	0	1,397,228
Stichting Fondsbeheer DGGF	0	11,277
CRS	70,412	18,480
UNDP	65,563	386,174
Julia Taft	27,653	12,505
USAID	10,260	31,910
GIZ	27,600	0
Diakonie	0	441,711
ENABEL	21,414	200,104
Water Sector Trust Fund	854,380	0
The International Organization for Migration (IOM)	<u>104,843</u>	<u>0</u>
Total grants received (note 2)	<u>15,213,847</u>	<u>21,480,712</u>

ACTION AFRICA HELP INTERNATIONAL

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

	2020	2019
	USD	USD
5. Property and equipment		
Property and Equipment comprises of the following		
a) Property and equipment - capital fund	239,067	289,876
b) Property and equipment - unrestricted funds	<u>113,135</u>	<u>113,135</u>
Total property and equipment	<u>352,202</u>	<u>403,011</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	265,320	108,387	114,224	158,757	646,688
Disposal	<u>(47,392)</u>	<u>(1,814)</u>	<u>(7,766)</u>	<u>0</u>	<u>(56,972)</u>
At end of year	<u>217,928</u>	<u>106,573</u>	<u>106,458</u>	<u>158,757</u>	<u>589,716</u>
Depreciation					
At start of the year	185,535	69,593	101,684	0	356,812
Disposal	<u>(18,741)</u>	<u>(1,814)</u>	<u>(7,248)</u>	<u>0</u>	<u>(27,803)</u>
Charge for the year	<u>12,784</u>	<u>4,849</u>	<u>4,007</u>	<u>0</u>	<u>21,640</u>
At end of year	<u>179,578</u>	<u>72,628</u>	<u>98,443</u>	<u>0</u>	<u>350,649</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>
Net book value 31-12-2019	<u>79,785</u>	<u>38,794</u>	<u>12,540</u>	<u>158,757</u>	<u>289,876</u>

b) Property and equipment - unrestricted

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, 2020

	2020	2019
	USD	USD
6. Cash and bank balances		
Cash at bank and in hand	2,747,960	1,946,158
Short term deposit	0	138,000
Total cash and bank balances	2,747,960	2,084,158
For the purpose of the statement of cash flows, the year end cash and		
Cash at bank and in hand	2,747,960	2,084,158
Less: short term deposit held under lien	0	(138,000)
	2,747,960	1,946,158
7. Accounts receivable		
Staff debtors	18,700	47,364
Other debtors	27,721	1,167,396
Security bond	0	29,953
Prepayments	0	58,020
Project debtors (net)	0	11,052
	46,421	1,313,785

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

8. Property investment deposit	1,353,442	1,343,643
---------------------------------------	------------------	------------------

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	9,437
Health pooled fund - Yei (P128A)	0	32,036
Health pooled fund - Ibba (P128B)	0	25,221
Health pooled fund - Murindi West (P128C)	0	21,025
Health pooled fund - Morobo (P128D)	0	28,522
Health pooled fund - Maridi (P128E)	0	24,709
Health pooled fund Lot 20 - Yei / Morobo / Lainya /		
Kajokeji (P128F)	0	96,405
WFP South Sudan 2020 (P137B)	0	53,305
Fanser CRS project (P465)	0	4,532
Total project funds receivable	4,886	295,192

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

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

	2020	2019
	USD	USD
10. Accounts payable		
Payroll creditors	118,239	469,846
Project accruals	1,622,585	2,449,023
Other accruals	<u>360,732</u>	<u>306,768</u>
Total accounts payable	<u>2,101,556</u>	<u>3,225,637</u>

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

11. Borrowings

The borrowings are made up as follows:

(a) Current

Bank loan payable within 1 year	<u>0</u>	<u>74,365</u>
--	----------	---------------

(b) Non-current

Bank loan	<u>0</u>	<u>38,728</u>
------------------	----------	---------------

Total borrowings	<u>0</u>	<u>113,093</u>
-------------------------	-----------------	-----------------------

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.

12. Gratuity fund

At start of year	1,672,075	1,852,864
Provisions made during the year	1,011,263	1,024,869
Payments made during the year	<u>(563,184)</u>	<u>(1,205,658)</u>
At end of year	<u>2,120,154</u>	<u>1,672,075</u>

ACTION AFRICA HELP INTERNATIONAL

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

	2020	2019
	USD	USD
13. Unspent fund balances		
Regional Primary Health Care / RPHC (P121C)	121,521	268,568
Regional PHC 2020 - 2022 (P121D)	97,981	0
Maridi Nurses Training School (MNTS) (P122A)	59,065	0
School feeding - Cuibet (P126A)	0	7,651
Health pooled Fund Lot 21 - Maridi / Mundri E / Mundri W / Mvolo (P128G)	0	60,539
UNHCR Logistics 2019 (P140)	0	235,878
Emergency Primary Health Care Services (P141A)	0	23,531
UNDP Project - South Sudan (P141B)	15	8,037
UNHCR South Sudan 2020 (P142)	484,266	0
UNHCR Uganda 2019 (P283D)	80,955	105,339
UN Women Uganda (P285B)	368	109,464
ENABEL - Uganda 2019 (P286A)	0	45,054
Urban refugee management (ZKw) 2019 (P462)	0	4,348
WPF project Zambia 2019 (P463)	0	7,116
USAID PAMO project 2019 (P464)	0	13
Urban refugee management (ZKw) 2020 (P466)	23	0
Julia Taft Grant 2020 Zambia (P472)	24,013	0
Logistics - Mogadishu (P512I)	7,084	0
ElWaak Food Security 2015 - 2018 (P513)	0	7,404
Livelihoods - Elwak (P513A)	132,813	0
Maara division enterprise and Market development (P615A)	0	36,949
Mara Project 2020 (P615B)	94,411	0
KRAP & Logistics project 2019 (P616E)	0	1,120
UNHCR Kakuma 2020 (P616F)	5,340	0
Feasibility for Kakuma (P621)	0	107
UNWomen Kenya programme (P622)	0	9,354
WFP Kakuma (P623)	0	991
Water Sector Trust Fund 2020 (P624)	220,300	0
SY-KN-UNICEF (P625)	15,943	0
Total Unspent Fund Balances	<u>1,344,098</u>	<u>931,463</u>
Reconciliation of unspent fund balances		
Funds receivable (note 8)	(4,886)	(295,192)
Unspent fund balances	<u>1,344,098</u>	<u>931,463</u>
Net restricted funds (note 14)	<u>1,339,212</u>	<u>636,271</u>

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

14. Restricted funds balances

Project Title	AAHI Project No.	Donor	Unspent funds / (receivable) bal as at 01-01-2020	Receipts during the period	Expenditure during the period	Exch. gains / (losses) & bank interest	Fund adjustment	Unspent funds / (receivable) bal as at 31-12-2020
South Sudan Country Programme			USD	USD	USD	USD	USD	USD
Regional Primary Health Care 2018	P121C	BftW	268,568	184,244	331,292	0	1	121,521
Regional PHC 2020 - 2022	P121D	BftW	0	522,622	459,940	0	35,299	97,981
Maridi nurse training school	P122	BftW	(9,437)	0	0	0	4,551	(4,886)
Maridi School of Nursing and Midwifery	P122A	BftW	0	376,387	338,086	0	20,764	59,065
School feeding - Cuibet	P126A	Diakonie	7,651	0	(1,057)	(32)	(8,676)	0
Health Pooled Fund - Yei	P128A	Crown agents	(32,036)	0	0	0	32,036	0
Health Pooled Fund - Ibba	P128B	Crown agents	(25,221)	0	0	0	25,221	0
Health Pooled Fund Mundri West	P128C	Crown agents	(21,025)	0	0	0	21,025	0
Health Pooled Fund Morobo	P128D	Crown agents	(28,522)	0	0	0	28,522	0
Health Pooled Fund Maridi	P128E	Crown agents	(24,709)	0	0	0	24,709	0
Health Pooled Fund Lot 20 / Yei / Morobo / Lainya / Kkeji	P128F	Crown agents	(96,405)	0	0	0	96,405	0
Health Pooled Fund Lot 21 / Maridi / Mundri E / Mundri W / Mvolo	P128G	Crown agents	60,539	0	0	0	(60,539)	0
FAO South Sudan Project 2020	P133C	FAO	0	123,815	134,025	1,388	8,822	0
IOM South Sudan Project 2020	P134	IOM	0	104,843	104,807	790	(826)	0
WFP South Sudan 2020	P137B	WFP	(53,305)	53,492	0	(472)	285	0
WFP 2020 / 2021 Liria-Lokoliri	P137C	WFP	0	123,548	208,660	0	85,112	0
UNHCR Logistics 2019	P140	UNHCR	235,878	(235,772)	924	0	818	0
Emergency Primary Health Care Services	P141A	UNDP	23,531	65,563	88,198	(780)	(116)	0
UNDP Project - South Sudan	P141B	UNDP	8,037	73,791	81,903	75	15	15
UNHCR South Sudan 2020	P142	UNHCR	0	10,178,543	9,694,277	0	0	484,266
			313,544	11,571,076	11,441,055	969	313,428	757,962

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

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

Project Title	AAHI Project No.	Donor	Unspent funds / (receivable) bal as at 01-01-2020	Receipts during the period	Expenditure during the period	Exch. gains / (losses) & bank interest	Fund adjustment	Unspent funds / (receivable) bal as at 31-12-2020
UGANDA Country Programme			USD	USD	USD	USD	USD	USD
UNHCR Uganda 2019	P283D	UNHCR	105,339	19,066	25,210	(2,819)	(15,421)	80,955
UN Women Uganda	P285B	UNWomen	109,464	134,425	153,723	0	(89,798)	368
ENABEL - Uganda 2019	P286A	BTC	45,054	21,414	60,192	0	(6,276)	0
			259,857	174,905	239,125	(2,819)	(111,495)	81,323
Zambia Programme								
Urban refugee management (ZKw) 2019	P462	UNHCR	4,348	0	0	0	(4,348)	0
WFP project Zambia 2019	P463	WFP	7,116	0	0	0	(7,116)	0
USAID PAMO project 2019	P464	USAID	13	0	0	0	(13)	0
Fanser CRS project	P465	CRS	(4,532)	70,412	66,426	3	543	0
Urban refugee management (ZKw) 2020	P466	UNHCR	0	274,754	268,315	0	(6,416)	23
WFP Project 2020 Zambia	P467	WFP	0	114,993	117,513	0	2,520	0
PAMO Project 2020 Zambia	P468	PAMO	0	5,992	16,135	1	10,142	0
WFP Emergency Response	P471	WFP	0	34,356	34,357	0	1	0
Julia Taft Grant 2020 Zambia	P472	Julia Taft	0	27,653	2,211	0	(1,429)	24,013
GlZ Orange Maize Project 2020 Zambia	P473	GlZ	0	27,600	18,625	0	(8,975)	0
			6,945	555,760	523,582	4	(15,091)	24,036
Kenya Country Programme								
Mara Enterprise and Market development phase 3	P615A	BftW	36,949	71,176	103,758	(363)	(4,004)	0
Mara Project 2020	P615B	BftW	0	201,717	107,306	0	0	94,411
KRAP & Logistics project 2019	P616E	UNHCR	1,120	(1,124)	(1)	0	3	0
UNHCR Kakuma 2020	P616F	UNHCR	0	1,171,926	1,159,726	0	(6,860)	5,340
Feasibility for Kakuma	P621	Julia Tuft	107	0	0	0	(107)	0
UNWomen Kenya programme	P622	UNWomen	9,354	29,368	39,446	0	724	0
WFP Kakuma	P623	WFP	991	13,874	15,349	0	484	0
Water Sector Trust Fund 2020	P624	WSTF	0	854,380	634,083	3	0	220,300
SY-KN-UNICEF	P625	UNICEF	0	76,340	60,397	0	0	15,943
			48,521	2,417,657	2,120,064	(360)	(9,760)	335,994
Somalia Programme								
Logistics - Mogadishu	P512I	UNHCR	0	0	0	0	7,084	7,084
Livelihoods - Elwak	P513	BftW	7,404	0	0	0	(7,404)	0
Livelihoods - Elwak	P513A	BftW	0	467,455	334,642	0	0	132,813
			7,404	467,455	334,642	0	(320)	139,897
Total Restricted Funds			636,271	15,186,853	14,658,468	(2,206)	176,762	1,339,212

ACTION AFRICA HELP INTERNATIONAL

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

15. Fund adjustments

Following a reconciliation exercise that was undertaken during the year, the directors approved the write-off of book balances amounting to USD 279,620/- against general funds.

16. Taxation

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

17. 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.

18. Presentation currency

The financial statements are presented in USD.

ACTION AFRICA HELP INTERNATIONAL

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

Schedule of programme and other expenditure by country

	South Sudan	Uganda	Zambia	Somalia	HQ	Kenya	2020 Total	2019 Total
Program expenditure	USD	USD	USD	USD	USD	USD	USD	USD
Basic services - Primary health care, water and sanitation, and education	1,297,226	149,930	55,827	0	0	0	1,502,983	2,349,340
Food and income security and environment management and protection	446,435	0	85,051	334,642	0	1,020	867,148	901,607
Humanitarian response and refugee management	9,695,201	85,479	390,208	0	0	1,159,757	11,330,645	15,453,202
Civil society strengthening and peace building	0	0	0	0	0	957,932	957,932	147,603
Total program expenditure	11,438,862	235,409	531,086	334,642	0	2,118,709	14,658,708	18,851,752
Administration and support costs	(19,152)	35,491	26,726	0	91,363	(16,809)	117,619	2,714,411
Total	11,419,710	270,900	557,812	334,642	91,363	2,101,900	14,776,327	21,566,163