

**SOLIDARIDAD NETWORK WEST AFRICA**

**ANNUAL REPORTS AND AUDITED  
FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 DECEMBER 2021**

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FOR THE YEAR ENDED 31 DECEMBER 2021**

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**SOLIDARIDAD NETWORK WEST AFRICA  
EXECUTIVE COUNCIL MEMBERS  
OFFICIAL AND REGISTERED OFFICE**

**Executive Council Member**

Audrey Sitsofe Gadzekpo (Chairperson)  
Henry Kamau Kuria (Member)  
Isaac Kwadwo Gyamfi (Member)

**Registered Office**

Solidaridad Network West Africa  
Nico Roozen Heights Block 14  
Nii Sai Road, East Legon  
PMB KD 11, Accra, Ghana

**Secretary**

Dehands Service Limited  
HNo.2<sup>nd</sup> Floor Opebiea House  
37 Liberation Road  
P.O. Box CT 9347  
Cantonment, Accra

**Auditors**

Mazars  
Chartered Accountants and Business  
Advisors  
One Airport Square 3<sup>rd</sup> Floor  
Nos. 7/9 Nyame Adom Courts  
Adonai Lane  
Adjiringanor, East Legon  
DTD LG 20014  
P. O. Box GP 2957  
GD 165-5957  
Accra  
TIN: C000454711X

**Bankers**

Ecobank Ghana Limited  
Bank of Africa Ghana Limited  
Fidelity Bank Ghana Limited

**Company Registration**

CG020892012

**Taxpayers Identification Number**

C0000895296



**SOLIDARIDAD NETWORK WEST AFRICA  
REPORT OF THE EXECUTIVE  
COUNCIL'S RESPONSIBILITIES**

The members of the Executive Council present their report and the audited financial statements of Solidaridad Network West Africa (the "Company") for the year ended 31st December, 2021 which discloses the state of the affairs of the Company.

**Statement of Executive Council's Responsibilities**

The Executive Council is responsible for the preparation and fair presentation of the financial statements, comprising the statement of income and expenditure for the year ended 31st December, 2021, the statement of financial position as at 31st December, 2021, the statement of accumulated fund and the statement of cash flows for the year then ended, and other explanatory notes in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) as issued by the International Accounting Standards Board (IASB) and adopted by the Institute of Chartered Accountants Ghana (ICAG), and in a manner required by the Companies Act, 2019 (Act 992).

In preparing these financial statements, the Executive Council confirm that suitable accounting policies have been used and consistently applied; and that judgements and estimates made, are reasonable and prudent and followed IFRS for SMEs and complied with the requirements of the Companies Act, 2019 (Act 992).

The Executive Council is responsible for ensuring that the Company keeps accounting records that disclose with reasonable accuracy the financial position of the Company. They are also responsible for taking such steps as are reasonably open to them to safeguard the assets of the Company and to prevent and detect fraud and other irregularities.

The Executive Council is responsible for ensuring that the Company complies with the laws and regulations applicable to its activities and for establishing arrangements designed to prevent any non-compliance with laws and regulations and to detect any that may occur.

The above statements which should be read in conjunction with the auditor's report set out on pages 5 to 7 are made with a view to distinguishing for Members the respective responsibilities of the Executive Council and the auditors in relation to these financial statements.

**Nature of Business**

Solidaridad Network West Africa is a not-for-profit making organization registered under the Companies Act, 2019 (Act 992) as a company limited by guarantee. Solidaridad West Africa focuses on stimulating sustainable supply chains through innovations in production, marketing and trade relations, landscape management and policy enabling. In these efforts, Solidaridad simultaneously addresses food security, nutrition and community development.



**SOLIDARIDAD NETWORK WEST AFRICA  
REPORT OF THE EXECUTIVE COUNCIL  
MEMBERS TO THE DONORS**

### Financial Results

The results for the year ended 31st December, 2021 are as set out below.

	2021	2020
	€	€
(Deficit)/Surplus of Expenditure over Income	(56,713)	39,816
To which is added balance on Accumulated Fund Account brought forward of	1,810,206	1,770,390
Leaving a balance to be carried on the Accumulated Account of	----- <b>1,753,493</b> =====	----- 1,810,206 =====

### Events after the Reporting period

The Executive Council is not aware of any adjusting events after the reporting period.

### Going Concern

The financial statements have been prepared on a going concern basis, which assumes that the Company will continue in operational existence for the foreseeable future. This means in particular that the statement of income and expenditure, and the statement of financial position assume no intention or necessity to either liquidate the Company or curtail significantly the scale of its operations.

The ability of the Company to continue as a going concern is dependent on a number of factors; the most significant of which is the Executive Council's ability to continue to procure funding for its operations.

### External Auditor

Mazars, the External Auditors are responsible for independently reviewing and reporting on the Company's financial statements for the year. The financial statements have been examined by the Company's External Auditors and their report is presented on pages 5 to 7.

Mazars will continue in office in accordance with the provisions of section 134 (5) of the Companies Act, 2019 (Act 992). The amount payable as audit fees is **€15,950** (2020: €14,500).

### Approval of Financial Statements

The financial statements for the year set out on pages 8 to 28, which have been prepared on the going concern basis, were approved by the Executive Council Members on ..... 2022 and are signed on their behalf by:

.....  
Executive Council Member

.....  
Executive Council Member



**SOLIDARIDAD NETWORK WEST AFRICA  
INDEPENDENT AUDITORS' REPORT****Opinion**

We have audited the financial statements of Solidaridad Network West Africa (the Company), which comprise, the statement of income and expenditure, the statement of financial position as at 31 December 2021, statement of accumulated fund and statement of cash flows for the period then ended, and notes to the financial statements, including a summary of significant accounting policies. In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at the year ended 31 December 2021, and its financial performance and its cash flows for the period then ended in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and in the manner required by the Companies Act, 2019 (Act 992).

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code) together with Mazars Code of Conduct for Objectivity and Independence (CCOI), we have fulfilled our other ethical responsibilities in accordance with the IESBA Code and the CCOI. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Other Information**

Our opinion on the financial statements does not cover 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.

**Responsibilities of Executive Council (Those Charged with Governance) for the Financial Statements**

The Executive Council is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS for SMEs and the Companies Act, 2019 (Act 992) and for such internal control as the Executive Council determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Executive Council is responsible for assessing the Company'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 Executive Council either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Executive Council is responsible for overseeing the Company's financial reporting process.



**SOLIDARIDAD NETWORK WEST AFRICA  
INDEPENDENT AUDITOR'S REPORT****Auditor's Responsibilities for the Audit of the Financial Statements**

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 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 ISAs 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 ISAs, 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 control;
- 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 company's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Conclude on the appropriateness of management's 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 Company'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 our auditor's report. However, future events or conditions may cause the Company 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 and
- Obtain sufficient appropriate audit evidence regarding the financial information of the entity or business activities within the company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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 control that we identify during our audit.



**SOLIDARIDAD NETWORK WEST AFRICA  
INDEPENDENT AUDITOR'S REPORT**

**Report on Other Legal and Regulatory Requirements**

*Compliance with the requirements of Section 137 and seventh schedule of the Companies Act 2019, (Act 992).*

The Companies Act 2019 (Act 992) requires that in carrying out our audit we consider and report on the following matters. We confirm that:

- i) we have obtained all information and explanations which to the best of our knowledge and belief were necessary for the purpose of the audit;
- ii) in our opinion, proper books of account have been kept by the company, so far as appears from our examination of those books and
- iii) the statement of financial position and income and expenditure are in agreement with the books of account.
- iv) In our opinion and to the best of our information and according to explanations given to us, the accounts give the information required by the Companies Act, 2019 (Act 992) in the manner so required and give a true and fair view,
  - a) In the case of the statement of financial position, of the state of affairs of the Company at the end of the financial year, and
  - b) In the case of the income and expenditure subject to the non-disclosure of any matters to be indicated in the report, which by virtue of Part Four of the Sixth Schedule of the Companies Act, 2019 (Act 992) are not required to be disclosed; and
- v) We are independent of the Company pursuant to section 143 of the Companies Act, 2019 (Act 992)

We also confirm that, as far as our audit is concerned, the Company's transactions were within its powers and complied with the Companies Act, 2019 (Act 992).

The engagement partner on the audit resulting in this independent auditors' report is **Ernest Toah Akonor (JnR) (ICAG/P/1220)**.



For and on behalf of:

**Mazars (ICAG/F/2022/079)**

Chartered Accountants and Business Advisors

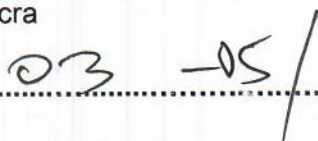
7/9 Nyame Adom Courts Adonai Lane

Adjiringanor, East Legon, Accra

GD-165-5957

PMB LG DTD 20014

Accra



2022



8.

**SOLIDARIDAD NETWORK WEST AFRICA  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2021**

(All amounts are expressed in Euros unless otherwise stated)

Income	Notes	2021	2020
Grants Revenue	5	12,471,084	16,080,429
Other Income	6	156,744	380,728
		<u>12,627,828</u>	<u>16,461,155</u>
<b>Expenditure</b>			
Travel and Living Expenses	7	1,089,260	875,072
Meetings	8	-	27,401
Employee Expenses	9	2,526,249	3,169,655
Communication expenses	10	209,411	299,740
Office Expenses	11	613,886	629,683
Program Expenses	12	8,044,847	11,291,191
Professional Fees	13	147,855	82,380
Depreciation Expenses	14	53,033	46,217
		<u>12,684,541</u>	<u>16,421,339</u>
<b>(Deficit)/Surplus of Expenditure over Income</b>			
<b>Transferred to Accumulated Fund</b>		<b>(56,713)</b>	<b>39,816</b>
		<b>=====</b>	<b>=====</b>

The notes and appendixes on pages 12 to 28 are integral part of these financial statements.

**SOLIDARIDAD NETWORK WEST AFRICA  
STATEMENT OF ACCUMULATED FUND  
FOR THE YEAR ENDED 31 DECEMBER 2021**

(All amounts are expressed in Euros unless otherwise stated)

	2021	2020
Balance at 1 January	1,810,206	1,770,390
(Deficit)/Surplus Transferred from Income and Expenditure Statement	(56,713)	39,816
Balance at 31 December	<u>1,753,493</u> <u>=====</u>	<u>1,810,206</u> <u>=====</u>

The notes and appendixes on pages 12 to 28 are integral part of these financial statements.



**SOLIDARIDAD NETWORK WEST AFRICA  
STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2021**

(All amounts are expressed in Euros unless otherwise stated)

	Notes	2021	2020
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment	14	2,234,089	2,284,644
Capital Work-in-Progress	15	3,342,460	3,342,460
		<u>5,576,549</u>	<u>5,627,104</u>
<b>Current Assets</b>			
Accounts and Other Receivables	16	1,566,545	2,630,894
Prepayments	17	1,931	444,782
Deferred Expenses	18	-	29,819
Cash and Bank	19	1,893,991	722,526
		<u>3,462,467</u>	<u>3,828,021</u>
<b>Total Assets</b>		<u>9,039,016</u>	<u>9,455,125</u>
<b>Reserves and Liabilities</b>			
Accumulated Fund		1,753,493	1,810,206
Designated Fund	20	253,099	-
Designated Reserve	21	656,367	-
		<u>2,662,959</u>	<u>1,810,206</u>
<b>Non-Current Liabilities</b>			
Long Term Loan	22	500,000	404,000
<b>Current Liabilities</b>			
Accounts and Other Payables	23	1,291,451	3,296,316
Short Term Portion of Loan		-	430,000
Deferred Grants	24	4,584,606	3,514,603
		<u>5,876,057</u>	<u>7,240,919</u>
<b>Total Liabilities</b>		<u>6,376,057</u>	<u>7,644,919</u>
<b>Total Reserves and Liabilities</b>		<u>9,039,016</u>	<u>9,455,125</u>

These Financial Statements were approved on behalf of the Board on ....., 2022 and signed on their behalf by:

.....  
EXECUTIVE COUNCIL MEMBER

.....  
EXECUTIVE COUNCIL MEMBER

The notes and appendixes on pages 12 to 28 are integral part of these financial statements.

**SOLIDARIDAD NETWORK WEST AFRICA  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

(All amounts are expressed in Euros unless otherwise stated)

	2021	2020
<b>Operating Activities:</b>		
<b>(Deficit)/Surplus of Expenditure over Income</b>	<b>(56,713)</b>	<b>39,816</b>
<b>Add/(Less):</b>		
Depreciation	53,033	46,206
Movement in PPE	-	3,342,460
	-----	-----
	<b>(3,680)</b>	<b>3,428,492</b>
Change in Accounts Receivable	1,064,349	1,879,035
Change in Prepayments	442,851	(232,986)
Change in Deferred Expenses	29,819	780,450
Change in Accounts Payable	(2,004,865)	(775,257)
Change in Deferred Grant	1,070,003	725,957
	-----	-----
<b>Net Cash Inflows from Operating Activities</b>	<b>598,477</b>	<b>5,805,691</b>
	-----	-----
<b>Investing Activities:</b>		
Purchase of Property, Plant and Equipment	(2,478)	(2,001,393)
Increase in Investment Property	-	(3,342,460)
Redemption of Investment	-	35,000
	-----	-----
<b>Net Cash Inflow from Investing Activities</b>	<b>(2,478)</b>	<b>(5,308,853)</b>
	-----	-----
<b>Financing Activities:</b>		
Change in Loan	(334,000)	-
Change in Designated Reserve	656,367	-
Change in Designated Fund	253,099	(876,469)
Interest on Loan	-	16,000
	-----	-----
<b>Net Cash Flow from Financing Activities</b>	<b>575,466</b>	<b>(860,469)</b>
	-----	-----
<b>Increase/(Decrease) in Cash and Cash Equivalent</b>	<b>1,171,465</b>	<b>(363,631)</b>
	=====	=====
<b>Analysis of Changes in Cash and Cash Equivalent during the year:</b>		
Balance at 1 January	722,526	1,086,157
Net Cash Inflow/(Outflow)	1,171,465	(363,631)
	-----	-----
Balance at 31 December	1,893,991	722,526
	=====	=====
<b>Analysis of Cash and Cash Equivalents as stated in the Statement of Financial Position</b>		
Cash at Bank	1,893,991	722,526
	-----	-----
	<b>1,893,991</b>	<b>722,526</b>
	=====	=====

The notes and appendixes on pages 12 to 28 are integral part of these financial statements



12.

**SOLIDARIDAD NETWORK WEST AFRICA  
NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**1. Reporting Entity**

Solidaridad Network West Africa is non-governmental organisation registered under the Companies Act, 2019 (Act 992) and the liability of the members is limited by guarantee. Solidaridad Network West Africa is engaged in the certification and training of farmers and its principal object is to promote socially and environmentally responsible production and trade in West Africa. The address and registered office can be found on page 2 of this report.

**2. Basis of Preparation**

**(a) Statement of Compliance**

The financial statements have been prepared in accordance with International Financial Reporting Standards for SMEs and its interpretations adopted by the International Accounting Standards Board (IASB) and in the manner required by the Companies Act, 2019 (Act 992) and other national regulations where appropriate.

**(b) Functional and Presentational Currency**

The financial statements have been presented in Euros (€) which is the reporting currency of the Company to donors. All financial information presented in Euros have been rounded up to the nearest Euro.

**(c) Basis of Measurement**

The financial statements have been prepared under the historical cost convention, except as disclosed in accounting policies below.

**(d) Use of Estimates and Judgements**

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, incomes and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected. In particular, information about significant areas of estimated uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are described in Note 3.

**3. Summary of Significant Accounting Policies**

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Company's financial statements.

**(a) Revenue Recognition**

Project grants received from Solidaridad NL, Dutch Embassy, European Union Delegation to Liberia and Sierra Leone, Mondelez and other donors to support various projects in furtherance of the principal activities of Solidaridad Network West Africa as well as for administrative purposes are accounted for as Revenue Grants in the statement of income and expenditure based on utilisation. Any unused portions of grants for the financial year are accounted for in the statement of financial position as deferred grant and designated funds.



**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

13.

**(b) Property, Plant and Equipment**

***Recognition and Measurement***

Property, Plant and Equipment are measured at cost less any impairment losses and accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of or cost incurred to internally construct the asset.

***Subsequent Costs***

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 items will flow to the Company and the cost of the item can be measured reliably.

***Depreciation***

Depreciation is provided for on a straight-line basis, at rates calculated to write off the cost of each item of Property, Plant and Equipment over its estimated useful life. The annual rates generally in use are: -

Land	-	Nil
Building	-	2%
Motor Vehicle	-	20.0%
Computer & Software	-	25.0%
Furniture & Equipment	-	33.3%

***Derecognition***

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of income and expenditure in the year the asset is derecognised.

**(c) Account Receivables and Other Receivables**

Account receivable are stated at the amortised costs, less impairment losses. Specific allowances for doubtful debts are made for receivables of which recovery is doubtful, general allowances for doubtful debt are recorded for the remaining receivables taking into account past experience.

**(d) Currency Translations**

Transactions denominated in Ghana Cedi and other foreign currencies are recorded at the rate of exchange ruling at the date of transaction. Monetary assets and liabilities denominated in Ghana Cedi and other foreign currencies are translated at the rate of exchange ruling at the financial position date. Foreign exchange differences arising on translation are recognised in the statement of income and expenditure.

**(e) Account Payables**

These are stated at their nominal value. Exchange gains and losses arising in respect of liabilities in foreign currency is added to the carrying amounts.



**SOLIDARIDAD NETWORK WEST AFRICA  
NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

14.

**(f) Deferred Grants**

This relates to actual cash received from donors but not yet spent on the project under the year of Review.

**(g) Foreign Exchange**

The organisation's foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of 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 recognized in the income and expenditure account.

**(h) Interest Income**

Interest income comprises interest on funds invested or held in bank account. Interest income is recognized in the income and expenditure account using the effective interest method.

**Interest Expense**

Finance expenses comprise interest expense on borrowings. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognized in the income and expenditure account using the effective interest method.

**(i) Cash and Cash Equivalents**

Cash and cash equivalent includes cash in hand, deposit held at call with bank, other short term highly liquid investments with original maturity of three months or less and bank overdraft and are subject to an insignificant risk of changes in value. These are initially and subsequently recorded at fair value. Bank overdrafts are stated under Current Liabilities in the Statement of Financial Position.

**(k) Impairment of Assets/Investment Properties**

The carrying amounts of the Company's assets/Investment Property are reviewed at each statement of financial position date to determine whether there is an indication of impairment. If any such indication exists, the assets/investment property recoverable amounts are estimated. An impairment loss is recognised whenever the carrying amount of an asset/investment property or its cash generation unit exceeds its recoverable amount. Impairment loss is recognised in the statement of income and expenditure.

**4. Critical Accounting Estimates and Judgements**

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**(a) Critical Accounting Estimates and Assumptions**

The Company makes estimates and assumptions concerning the future. The resulting accounting estimates will by definition seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year is discussed below:



15.

**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

(All amounts are expressed in Euros unless otherwise stated)

**(b) Income Tax**

The Company is a not-for-profit organisation and not subject to corporate tax in Ghana. However, where the final tax outcome as determined by the Ghana Revenue Authority is different from this position, any difference will impact on the income tax provisions in the period in which such determination was made.

<b>5. Grants Revenue</b>	<b>2021</b>	<b>2020</b>
Cocoa Programme	4,595,647	10,866,218
Oil Palm Programme	5,175,087	904,602
Gold Programme	761,768	574,318
Food Security Program	859,817	395,344
Landscape and Climate Change Programme	964,851	3,118,060
Other Projects	113,914	221,887
	-----	-----
	<b>12,471,084</b>	<b>16,080,429</b>
	=====	=====
<b>6. Other Income</b>		
Other minor Grants	-	380,728
Other Income	12,782	-
Staff Coverage	25,576	-
Ops Coverage	118,345	-
Interest Income on Bank Accounts	41	-
	-----	-----
	<b>156,744</b>	<b>380,728</b>
	=====	=====
<b>7. Travel and Living Expenses</b>		
Car Fuel	150,012	197,500
Car Maintenance	152,334	152,212
Car Mileage Expenses	16,183	50,172
Car Rental	22,661	62,653
Accommodation Expenses	193,724	192,825
Per Diems	238,060	105,861
Meals	28,882	17,932
Public Transport	151,798	49,743
Car Insurance	23,272	34,059
Domestic Flight Cost	20,197	3,438
International Flight cost	68,305	8,677
Travel & Accommodation Receipts Staff	22,571	-
Car Taxes	251	-
Equipment Rental	718	-
Other Rentals	292	-
	-----	-----
	<b>1,089,260</b>	<b>875,072</b>
	=====	=====



**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**  
 (All amounts are expressed in Euros unless otherwise stated)

	2021	2020
<b>8. Meetings</b>		
Local Team Meetings	-	27,401
	-----	-----
	-	27,401
	=====	=====
<b>9. Employees Expenses</b>		
Associate Consultants	19,803	-
Gross Salaries	2,385,584	2,971,354
Recruitment Expenses	6,078	-
Employee Training /education and Seminars	14,772	9,726
Other Employee Expenses	2,354	90,168
Employee Insurance	35,318	25,584
Employees' Health Costs	54,226	57,396
Other staff cost	-	2,555
Internship/Volunteers/National Service	7,317	12,872
Paid Leave Expenses	797	-
	-----	-----
	2,526,249	3,169,655
	=====	=====
<b>10. Communication Expenses</b>		
Internet Costs	63,135	99,000
Publication Expenses	49,559	46,623
Advertisements	586	345
Communication Expenses	68,050	139,605
Telephone expenses	28,081	14,167
	-----	-----
	209,411	299,740
	=====	=====
<b>11. Office Expenses</b>		
Office Cleaning	22,444	9,145
Office Rent	129,339	88,611
Office Repair and Maintenance	54,772	31,655
Office Supplies	107,493	92,665
Other Office Costs	-	140,772
Utilities	117,269	71,619
Hospitality Expenses	58	-
Printing and Stationery Expenses	-	73,634
Software Licenses	2,104	6,452
Subscription	42,976	8,534
IT Support	-	61,367
Insurance Cost	51,950	58,347
Postage and Courier Expenses	5,251	12,292
Interest Expenses on Loans	4	16,000
General Office Cost	5,382	185
Write Off Small Payment Differences	37,950	-
Foreign Exchange Gain and Loss	36,894	-
	-----	-----
	613,886	671,278
	=====	=====

**SOLIDARIDAD NETWORK WEST AFRICA  
NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

(All amounts are expressed in Euro unless otherwise stated)

<b>12. Programme Expenses</b>	<b>2021</b>	<b>2020</b>
Project Implementation Cost-Domestic Consultants	<b>3,034,562</b>	1,198,821
Project Implementation Cost-Inter Consultants	-	563,489
Project Implementation Cost-Partner Contract	<b>139,686</b>	1,230,346
Baselines & Evaluations	<b>226,114</b>	440,905
Program Materials and Input	<b>1,760,384</b>	2,526,475
Workshops/ Training and Conferences	<b>1,688,638</b>	3,210,638
Bank Charges	<b>78,901</b>	93,900
Field Preparation Expenses	<b>890,048</b>	1,881,670
Expense Solidaridad Entities	<b>226,514</b>	-
Foreign Exchange Gain and Loss	-	144,947
	<b>8,044,847</b>	11,291,191
	=====	=====
<b>13. Professional Fees</b>		
Business Registration Fees	<b>589</b>	4,116
IT Consultancy	-	5,034
Other Advisory Costs	-	-
Audit Fees	<b>127,346</b>	38,921
Legal Fees	<b>19,920</b>	34,309
	<b>147,855</b>	82,380
	=====	=====



**SOLIDRIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
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(All amounts are expressed in Euro unless otherwise stated)

**14. Property, Plant and Equipment**

	Land	Office Building	Motor Vehicles	Computers and Software	Furniture and Equipment	Total
2021						
Cost						
At 01/01/2021	183,275	2,076,864	106,716	66,594	85,689	2,519,138
Additions	-	-	-	2,478	-	2,478
At 31/12/2021	183,275	2,076,864	106,716	69,072	85,689	2,521,616
Depreciation						
At 01/01/2021	-	20,769	66,660	66,594	80,471	234,494
Charge for the year	-	41,182	9,926	620	1,305	53,033
At 31/12/2021	-	61,951	76,586	67,214	81,776	287,527
Carrying Amount						
At 31/12/2021	183,275	2,014,913	30,130	1,858	3,913	2,234,089

**SOLIDRIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

(All amounts are expressed in Euro unless otherwise stated)

14. Property, Plant and Equipment

	Land	Office Building	Motor Vehicles	Computers and Software	Furniture and Equipment	Total
2020						
Cost						
At 01/01/2020	183,275	2,076,864	106,716	66,594	85,689	2,519,138
Additions	-	-	-	-	-	-
At 31/12/2020	183,275	2,076,864	106,716	66,594	85,689	2,519,138
Depreciation						
At 01/01/2020	-	-	45,318	65,152	77,807	188,277
Charge for the year	-	20,769	21,342	1,442	2,664	46,217
At 31/12/2020	-	20,769	66,660	66,594	80,471	234,494
Carrying Amount						
At 31/12/2020	183,275	2,056,095	40,056	-	5,218	2,284,644



20.

**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

(All amounts are expressed in Euro unless otherwise stated)

	2021	2020
<b>15. Capital Work-in-Progress</b>		
<b>Cost</b>		
Balance at 1 January	3,342,460	-
Transfer from Property, Plant and Equipment	-	3,342,460
Balance at 31 December	<u>3,342,460</u>	<u>3,342,460</u>
<b>Depreciation</b>		
Balance at 1 January	-	-
Charge for the year	-	-
Balance at 31 December	<u>-</u>	<u>-</u>
Carrying Amount		
Balance at 31 December	<u>3,342,460</u>	<u>3,342,460</u>

The Capital Work-in-Progress relates to an asset intended to be used as investment property when the recognition criteria is met in the foreseeable future.

**16. Account and Other Receivables**

Grants Receivable	16a	729,982	187,534
Working Advances		-	738,351
Other Receivables	16b	393,606	739,831
Account Receivables	16c	442,957	965,178
		<u>1,566,545</u>	<u>2,630,894</u>

**16a. Grants Receivables**

East – West Seed International BV	-	63,200
ALDI	-	32,149
SECO	87,910	-
EU – LICSIIP	365,995	-
World Bank	-	92,185
Solidaridad NL Europe	276,077	-
	<u>729,982</u>	<u>187,534</u>

**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**

21.

(All amounts are expressed in Euro unless otherwise stated)

<b>16b. Other Receivables</b>	<b>2021</b>	<b>2020</b>
Guarantees and Deposits	7,817	7,926
Temporary Restricted Funds	94	-
Cargill Ghana Limited	-	-
Emfed Farms	-	37,950
Assin oil mills	-	9,439
Intercompany Current Account	-	342,739
Advances to Partners	362,450	-
Greenage Group Limited	23,245	-
Masara Receivable	-	16,083
Sucden	-	90,630
Cerelia/IPH	-	89,411
CLMRS	-	21,174
Other Receivables	-	1,627
	-	122,852
	-----	-----
	<b>393,606</b>	<b>739,831</b>
	=====	=====
<b>16c. Account Receivables</b>		
Account Receivables	442,957	965,178
	-----	-----
	<b>442,957</b>	<b>965,178</b>
	=====	=====
<b>17. Prepayments</b>		
Rent prepaid	-	18,837
Other Prepayments	1,931	425,945
	-----	-----
	<b>1,931</b>	<b>444,782</b>
	=====	=====



**SOLIDARIDAD NETWORK WEST AFRICA  
NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

(All amounts are expressed in Euro unless otherwise stated)

	2021	2020
<b>18. Deferred Expenses</b>		
Opening Balance as at 1 January	29,819	810,269
Expensed	(29,819)	(780,450)
	-----	-----
Closing Balance as at 31 December	-	29,819
	=====	=====
<b>19. Cash and Bank</b>		
Cash at bank	1,893,991	722,526
	-----	-----
	1,893,991	722,526
	=====	=====
<b>20. Designated Fund</b>		
Opening balance as at 1 January	-	-
Movement during the period	253,099	-
	-----	-----
Closing balance as at 31 December	253,099	-
	=====	=====
<b>21. Designated Reserve</b>		
Opening balance as at 1 January	-	-
Movement during the period	656,367	-
	-----	-----
Closing balance as at 31 December	656,367	-
	=====	=====

23.

**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**  
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(All amounts are expressed in Euro unless otherwise stated)

**22. Loan**

On 18 September 2017, Solidaridad Network West Africa signed a contract with Stitching Solidaridad to acquire a loan amounting to € 800,000. The loan was used for the construction of an office complex. In 2021, Stitching NL has agreed to wave off € 300,000 which has been transferred Designated Reserve.

	2021	2020
Long Term Loan	500,000	404,000
Short Term Portion of Loan	-	430,000
	-----	-----
	500,000	834,000
	=====	=====

**23. Accounts and Other Payables**

Accounts Payables	23a	1,059,242	3,089,045
Accruals	23b	232,209	207,271
		-----	-----
		1,291,451	3,296,316
		=====	=====

**23a. Accounts Payables**

This represents amount to be paid to some project implementing partners and consultants working with the organisation.

**23b. Accruals**

Statutory Deduction	140,313	108,952
Withholding Tax	59,089	59,633
Salaries Payables	32,629	9,923
Welfare	-	28,763
Other Creditors	178	-
	-----	-----
	232,209	207,271
	=====	=====



**SOLIDARIDAD NETWORK WEST AFRICA  
NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

(All amounts are expressed in Euro unless otherwise stated)

24. Deferred Grants	2021	2020
Dutch Embassy CORIP II & SWAPP II Grant	1,348,403	1,515,755
Solidaridad	1,805,393	66,910
SECO	-	201,566
Boosting Agric Food Security (EU)	634,794	522,314
Cocoa Value Chain Dev't program (EU)	170,770	718,442
LICSIP (EU)	-	111,150
World Bank	9,000	-
Mondelez	402,536	-
Other Minor Grant	213,709	378,466
	-----	-----
	<b>4,584,605</b>	<b>3,514,603</b>
	=====	=====

**25. Contingent Assets and Liabilities**

There were no contingent assets or liabilities at the reporting date and at 31 December, 2020.

**26. Legal Proceedings**

There is a legal proceedings between Solidaridad West Africa vs Ingu Mills company Limited and Mr. Anthony Attiogbe claiming EUR 150,887.70 (Ghs 1,030,276.33) plus interest against the defendants in favor of Solidaridad West Africa.

**27. Related Party Transactions**

There is a related party relationship between Solidaridad Network West Africa, Stichting Solidaridad and Foundation Solidaridad Latino. These organisation form part of the global Solidaridad Network consisting of Nine (9) Regional Expertise Centres (RECs).

Solidaridad West Africa also owns Waf Agribusiness Solution Limited which was incorporated on the 21<sup>st</sup> day of November 2018. Which is into Commercial farming, General trading in agricultural produce, Equipment and Agro-Chemicals etc.

*Terms and Conditions of related Payment Transactions*

All related party transactions are undertaken with the existence of signed contracts parties at arm's length.

Grant Income as recognized in the report include contracts between the company and related parties for the implementation of programmes and projects in line with company objectives.

**SOLIDARIDAD NETWORK WEST AFRICA  
NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**(All amounts are expressed in Euro unless otherwise stated)**

**28. Events after the Reporting period**

The Executive Council are not aware of any adjusting events after the reporting year.

**29. Comparatives**

Where necessary, comparatives have been reclassified to conform to changes in presentation in the current year.

**30. Exchange Control**

All remittances from Ghana are subject to the approval of the exchange control authorities

**31. Completed Projects**

At the end of the reporting period, ten (10) projects were completed by Solidaridad Network West Africa.



## SOLIDARIDAD NETWORK WEST AFRICA

## FUNDS AND DISBURSEMENT SCHEDULE

(All amounts are expressed in Euro unless otherwise stated)

	Grant Receivable as at 1/1/21	Opening Deferred Grant as at 1/1/21	Write Offs	Receipts	Total Receipts	Disbursements	Deferred Grant	Grant Receivables
Solidaridad	(95,349)	266,190	-	6,555,799	6,726,640	5,169,462	1,833,256	(276,077)
Dutch Embassy	-	1,515,756	-	2,432,544	3,948,300	2,599,897	1,348,403	-
SECO	-	201,565	-	300,000	501,565	589,475	-	(87,910)
Mondelez	-	-	-	2,008,611	2,008,611	1,606,075	402,536	-
World Bank	(92,185)	-	-	1,066,036	973,851	964,851	9,000	-
EU - LICSIIP 80% EU	-	111,150	-	-	111,150	477,145	-	(365,995)
EU-COVADEP-80% EU	-	718,442	-	-	718,442	547,672	170,770	-
EU-BAFS EU-80%	-	522,314	-	628,987	1,151,301	516,507	634,794	-
EU-BAFS-20%	-	-	-	-	-	-	-	-
Other Minor Projects	-	179,186	6,660	-	185,846	-	185,846	-
	(187,534)	3,514,603	6,660	12,991,977	16,325,706	12,471,084	4,584,605	(729,982)

## SOLIDARIDAD NETWORK WEST AFRICA

## EXPENDITURE PER PROJECT

(All amounts are expressed in Euro unless otherwise stated)

	2021	2020
Boosting Agriculture for Food Security	516,507	1,326,635
Cocoa Life Programme (Ivory Coast)	1,207,189	678,389
Cocoa Life Ghana	393,300	692,601
Next Generation Cocoa Youth Programme Ghana (MASO)	39,982	1,605,808
IPC Cocoa	-	41,785
Cocoa Rehabilitation and Indemnification Programme II	1,459,880	2,079,826
Liberia Cocoa Sector Improvement Programme	477,145	1,115,765
Aldi International	35,318	32,149
Cocoa Value Chain Development	547,672	709,676
PFC Cocoa	607,896	-
Reclaim Sustainability – Cocoa	541,070	-
Trace Cocoa	12,800	-
Nyankopa Savings and Loans Association	408,880	-
Sucden Farmer Field School	126,483	-
Livelihood Project	76,832	-
<b>Sub-Total-Cocoa Programme</b>	<b>6,450,954</b>	<b>8,282,634</b>
	=====	=====
Sustainable West Africa Palm Oil Palm Programme	1,729,492	807,125
Henkel Ghana	98,157	97,477
Practice for Change-Cocoa	-	293,990
Oil Rehabilitation and Indemnification Programme II	-	2,289,593
NISCOPS	1,301,243	1,886,573
Reclaim Sustainability – Palm Oil	445,264	-
Harvest Alert – Palm Oil Ghana	36,655	-
Henkel 2020 – 2023 Nigeria	146,637	-
<b>Sub-Total-Oil Palm Programme</b>	<b>3,757,448</b>	<b>5,374,758</b>
	=====	=====
Golden Line	-	232,712
Kering support women in small scale mining sector in Ghana	41,514	92,387
Practice for Change - Gold	376,827	249,219
Pact Gold Project (REC NA – UDOS)	70,455	-
Norad Child Labor	106,023	-
Reclaim Sustainability – Gold Ghana	130,294	-
<b>Sub-Total-Gold Programme</b>	<b>725,113</b>	<b>574,318</b>
	=====	=====



# SOLIDARIDAD NETWORK WEST AFRICA

28.

## EXPENDITURE PER PROJECT

(All amounts are expressed in Euro unless otherwise stated)

	2021	2020
Satellite for Business (Sat4Business) Ghana	115,494	395,344
Resilient Food Security Project (Later Day Saint)	99,826	-
Danida Aqua Culture Project	162,871	-
Better Chicken for a Better Future (RVO) – Ghana	1,882	-
<b>Sub-Total-Food Security Programme</b>	<b>380,073</b>	<b>395,344</b>
	=====	=====
Policy influence for Gold Landscapes (Ghana)	-	122,112
Policy influence for Sustainable Cocoa Landscape (Ghana)	-	122,112
Dedicated Grant Mechanism	964,851	987,263
<b>Sub-Total-Landscape and Climate Change Programme</b>	<b>964,851</b>	<b>1,231,487</b>
	=====	=====
PFC Capacity Enhancement	-	142,500
Global Expert Teams EPE	19,600	-
Global Expert Teams & Communication of Practitioners	73,000	-
Ceres NA Grant	-	16,186
East West Seed BV	78,731	63,200
Cotton Project	1,089	-
Strengthening the Sustainability of the Shea Supply Chain	20,225	-
<b>Sub-Total- Other Projects</b>	<b>192,645</b>	<b>221,886</b>
	=====	=====
<b>TOTAL PROJECT COSTS</b>	<b>12,471,084</b>	<b>16,080,427</b>
	=====	=====