

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
CONSOLIDATED REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE 1
Consolidated report and financial statements
For the year ended 31 December 2022

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SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
Consolidated report and financial statements
For the year ended 31 December 2022

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ORGANISATION INFORMATION

Board of Directors	:	Ms.Rachel W.Wanyoike
	:	Mr.Kamau Kuria
Organization secretaries	:	Kimamo and Associates
	:	P.O Box 4583-00100
	:	Nairobi
Auditors Kenya Office	:	MGK Associates LLP
	:	Certified Public Accountants
	:	Mayfair Business Centre, off Parklands Road
	:	P.O Box 6358-00100
	:	Nairobi
Tanzania Office	:	YM Associates
	:	Certified Public Accountants
	:	Mlimani Tower, 7th Floor,
	:	Plot No. 340, Sam Nujoma Rd
	:	P.O Box 36552
	:	Dar es salaam, Tanzania
Uganda Office	:	KAL Associates
	:	Certified Public Accountants
	:	Plot 61-67JP Plaza, Nkrumah Road,
	:	P.O Box 20084
	:	Kampala, Uganda
Ethiopia Office	:	Siyoun Tamene Chartered Certified Accountants and
	:	Authorized Auditors
	:	Chartered Certified Accountant and Authorized Auditor
	:	22 Mazoria, Gollagul Tower 4th Floor office #407
	:	P.O Box 1343
	:	Addis Ababa, Ethiopia

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
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Report of the directors

The Directors submit their report together with the consolidated financial statements for the year ended 31 December 2022, which disclose the state of affairs of the organization.

Directors

The directors who held office during the year and to the date of this report are listed on page 2.

Principal Activities

The organization is primarily engaged in administration of donor funds for projects on non profit making basis.

Financial Review

The financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Kenya Companies Act of 2015. The accounting policies have been applied consistently compared to the prior year.

The organization recorded Grants utilized during the year amounted to Euro 8,927,988. This represented an increase of 19% from the Grants utilized in the prior year of Euro 7,472,145.

Grants received increased by 95% from Euro 5,092,826 in the prior year to Euro 10,354,318 in the year ended 31 December 2022.

Statement as to disclosure to the company's auditor

With respect to each director at the time this report was approved:-

(a) there is, so far as the person is aware, no relevant audit information of which the company's auditor is unaware; and


(b) the person has taken all the steps that the person ought to have taken as a director so as to be aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Terms of appointment of auditors

MGK Associates LLP have expressed their willingness to continue in office in accordance Section 717 of the Kenya Companies Act of 2015. The directors monitor the effectiveness, objectivity and independence of the auditors. The directors also approve the annual audit engagement contract which sets out the terms of the auditor's appointment and the related fees. The agreed auditor's remuneration has been charged to statement of income and expenditure in the year.

By order of the board

.....
Secretary

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Nairobi; 30th June 2023

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
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Statement of directors responsibilities

The Kenyan Companies Act, 2015 requires the directors to prepare financial statements for each financial year that give a true and fair view of the financial position of the company as at the end of the financial year and of its profit or loss for that year. It also requires the directors to ensure that the company keeps proper accounting records that: (a) show and explain the transactions of the company; (b) disclose, with reasonable accuracy, the financial position of the company; and (c) enable the directors to ensure that every financial statement required to be prepared complies with the requirements of the Companies Act, 2015.

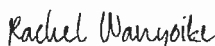
The directors accept responsibility for the preparation and presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and in the manner required by the Kenyan Companies Act, 2015. They also accept responsibility for:

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


Having made an assessment of the company's ability to continue as a going concern, the directors are not aware of any material uncertainties related to events or conditions that may cast doubt upon the company'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 board of directors on **30th June 2023** and signed on its behalf by:

DocuSigned by:

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Director Rachel Wanyoike


Director



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REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE FOR THE YEAR ENDED 31ST DECEMBER 2022.

Opinion

We have audited the accompanying consolidated financial statements of Solidaridad East and Central Africa Expertise Centre (the organisation), set out on pages 7 to 18, which comprise the statement of financial position as at 31 December 2022, the statement of profit or loss and other comprehensive income and statements of changes in equity and cash flows for the year then ended, and notes, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying consolidated financial statements give a true and fair view of the financial position of the Organisation as at 31 December 2022 and of its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standards for Small and medium sized entities.

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 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 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. Other information comprises the information included in 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.

Directors' responsibility for the financial statements

The directors are responsible for the preparation and fair presentation of the financial statements that give a true and fair view in accordance with the International Financial Reporting Standards for Small and medium sized entities and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONTINUED).

Directors' responsibility for the financial statements (continued)

In preparing the financial statements, the directors are responsible for assessing the organisation'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 organisation or to cease operations, or have no realistic alternative but to do so.

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 scepticism 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 organisation'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 organisation'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 organisation 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 control that we identify during our audit.

The engagement partner responsible for the audit resulting in this independent auditor's report is CPA James Gichuru of Practising Certificate No. 2640.



For and on behalf of
MGK Associates LLP
Certified Public Accountants
Nairobi, Kenya

30th June 2023

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
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Consolidated Statement of Income and Expenditure

		2022	2021
		Euro	Euro
Grants income	5(a)	8,766,798	7,452,190
Other income	6	239,279	33,070
Total income		9,006,077	7,485,260
EXPENDITURE			
Projects expenses	7(a)	7,787,969	5,707,737
Administration expenses	7(b)	1,140,019	1,764,408
Total expenditure		8,927,988	7,472,145
Surplus for the year		78,089	13,115
Tax charge	13(a)	(9,565)	-
Net surplus for the year		68,524	13,115

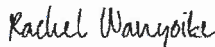
SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
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Consolidated Statement of Financial Position

	Notes	2022 Euro	2021 Euro
ASSETS			
Non-current assets			
Property and equipment	8	44,940	37,568
Current assets			
Deposits	10	6,691	6,863
Other receivables	9	620,210	728,665
Cash and cash equivalents	11	5,972,404	3,426,647
Tax receivable		859	-
Total current assets		6,600,164	4,162,175
Total assets		6,645,104	4,199,743
FUNDS AND LIABILITIES			
Reserve funds			
Office funds	13(a)	1,117,591	954,628
Deferred grants	13(b)	4,835,024	2,066,770
		5,952,615	3,021,398
Current liabilities			
Other payables	12	692,489	1,178,345
Total funds and Liabilities		6,645,104	4,199,743

The financial statements on pages 7 to 18 were approved for issue by the Board of Directors on **30th June 2023** and were signed on its behalf by:

DocuSigned by:

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Director Rachel Wanyoike


Director

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
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Reserve funds

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Project Name	Balance on 1 January 2021	Grants received	Other receipts	Disbursements	Deferred
Data collection project – Acorn	4,696	30,382	-	(59,209)	(24,131)
Gold ECA FVO Project_ Realizing the Potential of Responsible ASGM Trade	32,242	91,809	-	(3,598)	120,452
Leather Initiative for Sustainable Employment in Ethiopia(LISEC)	635,212	-	-	(493,244)	141,968
Creating Shared Value in Maize Value Chain in Kenya(LDF)	(24,679)	-	-	(109,744)	(134,423)
EPRM - Lake Victoria Gold Program	2,292	7,382	-	(15,675)	(6,001)
RSI bundle - ECA (Reclaim Sustainability!)	542,761	2,067,637	-	(2,432,508)	177,891
Traceable Organic Coffee from Kenya	237,932	862,744	-	(471,866)	628,810
Passport to Coffee Export (PACE) Lot 3	461,459	1,860,392	-	(666,871)	1,654,979
Passport to Coffee Export (PACE) Lot 5	(309,174)	913,241	-	(621,191)	(17,125)
Climate smart Dairy, in Oromia, Ethiopia(World Bank)	-	124,555	-	(58,812)	65,743
REC EAF Catalyst for Business Driven and Climate Smart Dairy Farming	36,155	-	-	(189,255)	(153,100)
Bottom up Solidaridad Ethiopia	195,095	20,000	-	(271,132)	(56,036)
SDC-Tackling pollution from the cotton farm in water stewardship	38,271	34,221	-	(2,242)	70,250
FOSEK-ECA-Kenya	(229,615)	291,559	-	(1,958)	59,986
AgriCrowd PlusPlus Origination Fund	24,467	38,346	-	(540)	62,273
Development Initiative for Northern Uganda(DINU)	32,061	74,036	-	(165,770)	(59,673)
S4S Scaling Sustainable	49,178	128,647	-	(3,569)	174,256
PFC Extension - ECA	353,054	929,936	-	(798,431)	484,558
Artisanal and Small-Scale Diamond Mining Feasibility Study	-	28,653	-	(10,322)	18,331
Future Proof Coffee Uganda(MVO)	-	12,295	-	(26,586)	(14,291)
AFR100 Uganda	-	15,514	-	(51,309)	(35,796)
Dreamfund ECA Uganda project	-	2,434,802	-	(841,357)	1,593,444
Kenya Horticulture for growth (H4G)	-	134,560	-	(169,728)	(35,168)
Promoting Bananas Enterprise In Tanzania	-	3,246	-	(5,599)	(2,353)
Promoting Opportunities for Women Empowerment in ASGM (future proof)	-	41,173	-	(14,940)	26,233
SADC SIPS - Tanzania Sustainable leather sector	-	-	-	(36,029)	(36,029)
Dash Project SNV	-	209,189	-	(76,458)	132,731
Foundation for ASM Development (FADev)	(2,757)	-	-	-	(2,757)
General funds	942,747	-	364,868	(190,024)	1,117,591
Total	3,021,398	10,354,317	364,868	(7,787,968)	5,952,615

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Cashflow statement

	Notes	2022 Euro	2021 Euro
Cash flows from operating activities			
Grants received during the year	5(b)	10,354,318	5,092,826
Other receipts		21,576	33,070
Change in deposits and other receivables		108,627	(407,829)
Change in other payables		(485,856)	45,455
Project payments and administrative expenses		(7,432,537)	(6,264,798)
Net cashflow generated from/(used in) operating activities		<u>2,566,127</u>	<u>(1,501,276)</u>
Cash flow from investing activities:			
Assets additions	8	(20,369)	(15,083)
Net cash used in investing activities		<u>(20,369)</u>	<u>(15,083)</u>
Net increase/(decrease) in cash and cash equivalents		<u>2,545,758</u>	<u>(1,516,359)</u>
Movement in cash and cash equivalents			
At the start of the year		3,426,647	4,943,006
Increase/(decrease) in cash and cash equivalents		2,545,758	(1,516,359)
Cash and cash equivalents at the end of the year	11	<u>5,972,404</u>	<u>3,426,647</u>

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NOTES

1 General Information

Solidaridad East and Central Africa (the Organisation) is incorporated in Kenya under the Kenyan Companies Act, and is domiciled in Kenya. The address of its registered office and principal place of business and the company principal activities are set out on page 2.

2 Basis of preparation and summary of significant accounting policies

These financial statements have been prepared on a going concern basis and in compliance with the International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board. They are presented in Euros. The measurement basis used is the historical cost basis except where otherwise stated in the accounting policies below.

a) Revenue recognition

Grants

Grants income is recognized in the accumulated funds upon receipt. Subsequently, the amounts expended are transferred from the grant fund account to the statement of comprehensive income as grant income.

Interest income

Interest on bank deposit are credited to respective donors grants and are accounted for as an additional grants.

b) Property and equipment

All property and equipment are initially recorded at cost and subsequently stated at historical cost less accumulated depreciation and any impairment in value.

Depreciation is calculated on a reducing balance basis to write down the cost of each asset annually to their residual values over their estimated useful life as follows:-

Computers	30%
Furniture & fittings	12.5%

A full year's depreciation is charged in the year of acquisition. No depreciation is charged in the year of disposal.

Gains or deficits arising from disposal of property, plant and equipment are computed by reference to the sales proceeds and the net carrying amounts at the date of disposal. The gains or deficits are dealt with through the income statement.

c) Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand and bank balances.

d) Taxation

The organization has made an application for tax exemption to the Kenya Revenue Authority. As at the time of reporting no response has been received. The directors are of the opinion that the application will be granted, therefore, no tax provision has been made in the financial statements.

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
Consolidated report and financial statements
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NOTES (CONTINUED)

2 Basis of preparation and summary of significant accounting policies (continued)

e) Employee entitlements

Pension Obligation

The organization also contributes to a statutory defined contribution pension scheme, the National Social Security Fund(NSSF). Contributions are determined by local statute and are currently limited to 6% of basic pay per employee per month, with the organization contribution similar amount. The organization's contributions to the above scheme are charged to the income and expenditure account in the year to which they relate.

Other employee benefits

All employees are expected to take their annual leaves as and when it matures during the year up to a period of six months after such a date. The management must approve leave taken after six months have elapsed or otherwise stated.

f) Translation of foreign currencies

Income received in foreign currency is converted at an average rate determined at the beginning of the year, while expenses incurred are translated into Kenya shillings at the rate of exchange ruling at the statement of financial position date. Transactions during the year are translated at the rates ruling at the dates of the transactions. Gains and deficits arising from the translation are dealt with in the income statement.

g) Financial instruments

Financial assets and liabilities are recognized on the organization's statement of financial position when the organization has become a party to the contractual provisions of the instruments.

(i) Financial assets

The organization classifies its financial assets into the following categories: financial assets at fair value through Surplus or deficit; loans and receivables; held-to-maturity investments; and available-for-sale financial assets. Management determines the appropriate classification of its investments at initial recognition.

Financial assets at fair value through Surplus or deficit

This category has two sub-categories: Financial assets held for trading and those designated at fair value through Surplus or deficit at inception. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management. Gains and deficits arising from changes in fair value are recognized in the income statement.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the organization provides money, goods or services directly to a debtor with no intention of trading the receivable.

Held-to-maturity investments

Financial assets with fixed or determinable payments and fixed maturity where the bank has the positive intent and ability to hold to maturity other than loans and receivables originated by the bank are measured at amortized cost.

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
Consolidated report and financial statements
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NOTES (CONTINUED)

2 Basis of preparation and summary of significant accounting policies (continued)

h) Financial instruments (continued)

(ii) Financial liabilities

Grants payable and other payables

The liabilities for grants payables are carried the committed amount as per contract, which is measured at the fair or contractual value to be paid in respect of goods or services supplied to the organization, whether billed or not.

i) Provisions

Provisions for liabilities are recognized when there is a present obligation (legal or constructive) resulting from a past event, and it is probable that an outflow of economic resources will be required to settle the obligation and a reliable estimate can be made of the monetary value of the obligation.

j) Contingent liabilities

Contingent liabilities are possible obligations whose existence will be confirmed only by uncertain future events or present obligations where the transfer of economic benefit is uncertain or cannot be reliably measured. Contingent liabilities are not recognized but are disclosed unless they are remote.

3 Risk Management objectives and policies

a) Financial risks

The organization's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk.

The organization does not have any financial assets subject to price risk.

The organization's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the entity's financial performance.

Risk management is carried out by the management under policies approved by the board of directors. Management identifies, evaluates and hedges financial risks in close co-operation with various functions heads.

i) Market risk

- Foreign exchange risk

The organization is exposed to foreign exchange risk arising from various currency exposures primarily with respect to the Euro. The risk arises from future transactions, assets and liabilities in the statement of financial position.

The carrying amounts of the company's foreign currency denominated monetary assets at the balance sheet date are as follows:

	2022	2021
	Euro	Euro
Bank balances	<u>5,972,404</u>	<u>3,426,647</u>

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NOTES (CONTINUED)

3 Risk Management objectives and policies (continued)

a) Financial risks

i) Market risk (continued)

In management's opinion, the sensitivity analysis is unrepresentative of the inherent foreign exchange risk as the year end exposure does not reflect the exposure during the year.

ii) Credit risk

Credit risk arises from cash and cash equivalents and deposits with banks and financial institutions.

None of the financial assets that are fully performing has been renegotiated in the last year.

The Organization's cash and cash equivalents and short term deposits are placed with reputable financial institutions.

4 Critical Accounting estimates and judgments

Estimates and judgments 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:

i) Critical accounting estimates and assumptions

Property and equipment

Critical estimates are made by the management in determining depreciation rates for the property, plant and equipment. The rates are set out in note 2 (b) above.

ii) Critical judgments in applying the entity's accounting policies

In the process of applying the organization's accounting policies, management has made judgments in determining:

- Whether assets are impaired
- The classification of financial assets and leases
- Contingencies and commitments

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE
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NOTES (CONTINUED)

	2022	2021
	Euro	Euro
5 Grants		
(a) Grants income recognized		
Amounts transferred from accumulated grants fund	<u>8,766,798</u>	<u>7,452,190</u>
(b) Amounts received during the year transferred to accumulated grants fund		
	2022	2021
	Euro	Euro
RVO Netherlands	74,533	-
Alliance for water stewardship	34,221	36,124
Assheton carter Limited	7,382	4,274
Comic Relief	-	32,316
DANIDA	852,840	448,911
Coffee Roasters	9,904	-
EA Fruits Farm and Company Limited	3,246	-
European Commission	2,773,632	-
Louis Dreyfus Foundation	-	20,101
Dash Project SNV	209,189	-
One Tree Planted Inc	15,514	-
Responsible Business Alliance, INC	41,173	-
Stichting MVO Nederland	303,854	-
World Bank Group	124,555	-
Zedra Trust Company (UK) Limited	28,653	-
Others	7,580	19,694
People in Need	-	801,981
Rabo Bank Nederland	30,382	23,425
Solidaridad Europe	5,837,661	3,666,618
WOTRO	-	39,382
Total transferred to accumulated grants fund	<u>10,354,318</u>	<u>5,092,826</u>
6 Other income		
Foreign exchange gain	199,014	-
Interest income	18,299	17,826
Sundry income	3,277	15,244
Insurance claim	18,689	-
	<u>239,279</u>	<u>33,070</u>
7 Expenditure		
(a) Programme expenses		
Coffee Programs	4,111,618	3,213,386
Cotton and Textile	517,437	-
Dairy and Leather program	864,025	141,188
Food Security	-	851,488
General office costs	-	54,613
Gold	607,680	139,407
Horticulture (Fruits and Vegetables)	861,263	205,825
Knowledge and research	503,777	9,115
Practice for Change (PFC)	-	1,030,881
Tea Programs	322,169	61,834
	<u>7,787,969</u>	<u>5,707,737</u>

SOLIDARIDAD EAST AND CENTRAL AFRICA EXPERTISE CENTRE**16****Consolidated report and financial statements****For the year ended 31 December 2022****NOTES (CONTINUED)**

	2022	2021
	Euro	Euro
(b) General and administration expenses		
Audit fees	6,431	12,466
Bank charges	8,177	9,695
Depreciation	11,041	11,433
Foreign exchange losses	3,152	74,223
Insurance expense	25,834	13,624
Income tax expense	-	4,634
Legal and professional fees	85,791	8,962
Licenses and subscriptions	27,033	4,800
Meeting expenses	33,237	1,745
Motor vehicles expenses	-	48,424
Office expense	2,452	37,049
Other administration expenses	116,067	-
Penalties	-	50
Postage, stationery and printing	6,721	4,172
Rent and rates	102,429	41,780
Repairs and maintenance	-	19,531
Salaries and wages	502,054	1,378,783
Staff medical	91,881	46,900
Staff training and welfare	6,333	11,500
Telephone and internet	26,470	33,069
Travel and meetings	80,815	1,568
Communication and Publicity	4,103	-
	<u>1,140,019</u>	<u>1,764,408</u>

8 Tangible fixed assets

	Furniture & Fittings	Computers & equipment	Total
	Euro	Euro	Euro
2022			
Cost			
As at 1 January	43,218	78,650	121,868
Additions	7,421	12,948	20,369
As at 31 December	<u>50,639</u>	<u>91,598</u>	<u>142,237</u>
Depreciation			
As at 1 January	21,731	62,569	84,300
Charge for the year	3,962	9,035	12,997
As at 31 December	<u>25,693</u>	<u>71,604</u>	<u>97,297</u>
Net Book Value			
31st December 2022	<u>24,946</u>	<u>19,993</u>	<u>44,940</u>
31st December 2021	<u>21,487</u>	<u>16,081</u>	<u>37,568</u>

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	2022	2021
	Euro	Euro
9 Receivables		
Due from donors	-	91,384
Due from partners and related parties	531,948	569,130
Prepaid expenses	3,026	970
Staff receivables	32,436	61,765
Other receivables	52,800	5,416
	<u>620,210</u>	<u>728,665</u>
10 Deposits and prepayments		
Rent	6,086	6,242
Telephone	529	543
Utilities	76	78
	<u>6,691</u>	<u>6,863</u>
11 Cash and cash equivalents		
For the purpose of cash flow statement, the year end cash and cash equivalents comprise of the following:-		
	2022	2021
	Euro	Euro
Bank balance	5,972,321	3,426,721
Petty cash balance	83	-74
	<u>5,972,404</u>	<u>3,426,647</u>
12 Trade and other payables		
Trade payables	49,653	-
Due to project partners	386,430	1,064,892
Payroll liabilities	83,683	74,445
Accrued expenses	50,358	14,210
Other payables	103,261	20,197
Withholding tax payable	1,979	1,545
Income tax payable	17,126	3,056
	<u>692,489</u>	<u>1,178,345</u>
13 Reserve funds	2022	2021
	Euro	Euro
(a) Office funds		
Balance brought forward	954,628	1,139,118
Grants received during the year	121,433	-
Transfers from projects/(grants utilized during the year)	(26,994)	(197,605)
Surplus	68,524	13,115
Balance carried forward	<u>1,117,591</u>	<u>954,628</u>
(b) Deferred income		
Balance brought forward	2,066,770	3,032,615
Grants received during the year	10,354,317	5,092,826
Transfers (to) office funds	201,905	(34,403)
Grants utilized during the year	(7,787,968)	(6,024,267)
Balance carried forward	<u>4,835,024</u>	<u>2,066,770</u>
Total reserve funds	<u>5,952,615</u>	<u>3,021,398</u>

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14 Fund and Cash reconciliation

	2022	2021
	Euro	Euro
Bank balance as per the financial statements	5,972,404	3,426,647
Fund balance	<u>(5,952,615)</u>	<u>(3,021,398)</u>
Variance	<u>19,789</u>	<u>405,249</u>
Represented by:		
Deposits and other receivables	626,901	735,528
Funds used on fixed assets(Net book value)	31,942	26,135
Other payables and income tax	(691,629)	(1,178,345)
Non cash expenses(accumulated depreciation)	12,997	11,433
	<u>(19,789)</u>	<u>(405,249)</u>

15 Events after the year end

Since the end of the financial period, no matter or circumstances have occurred that have or may significantly affect the operations or the state of affairs of the Company in subsequent financial years.

16 Contingent Liabilities

The Company has no legal matters either for or against pending in any courts.

17 Capital Commitments

The Company has no capital commitments, whether authorized and contracted or authorized and not contracted.