

**SOLIDARIDAD NETWORK WEST AFRICA**

**ANNUAL REPORTS AND AUDITED  
FINANCIAL STATEMENTS FOR THE YEAR ENDED  
31 DECEMBER 2022**

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FOR THE YEAR ENDED 31 DECEMBER 2022**

**I N D E X**

	<b>P a g e</b>
Executive Council, Official and Registered Office	2
Report of the Executive Council's Responsibilities	3
Report of the Executive Council Members to the donors	4
Independent Auditors' Report	5 - 7
Statement of Income and Expenditure	8
Statement of Accumulated Fund	9
Statement of Financial Position	10
Statement of Cash Flows	11
Notes Forming Part of the Audited Financial Statements	12 - 24
Appendixes	
I.    Fund and Disbursement Schedule	25
II.   Expenditure Per Programme	26

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

<b>Executive Council Member</b>	<p>Audrey Sitsofe Gadzekpo (Chairperson) Henry Kamau Kuria (Member) Isaac Kwadwo Gyamfi (Member)</p>
<b>Registered Office</b>	<p>Solidaridad Network West Africa Nico Roozen Heights Block 14, Nii Sai Road, East Legon PMB KD 11, Accra, Ghana</p>
<b>Secretary</b>	<p>Dehands Service Limited HNo.2<sup>nd</sup> Floor Opebiea House 37 Liberation Road P.O. Box CT 9347 Cantonment, Accra</p>
<b>Auditors</b>	<p>Mazars Chartered Accountants and Business Advisors Nos. 7/9 Nyame Adom Courts, Adonai Lane, Adjiringanor, East Legon DTD LG 20014 P. O. Box GP 2957 GD 165-5957 Accra TIN: C0003831337</p>
<b>Bankers</b>	<p>Ecobank Ghana Limited Bank of Africa Ghana Limited Fidelity Bank Ghana</p>
<b>Company Registration</b>	CG020892012
<b>Taxpayers Identification Number</b>	C0000895296

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

3.

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 31 December 2022 which disclose the state of the affairs of the Company.

**Statement of Executive Council's Responsibilities**

The Executive Council are responsible for the preparation and fair presentation of the financial statements, comprising the statement of income and expenditure for the year ended 31 December 2022, the statement of financial position as at 31 December 2022, 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 are 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 are 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 31 December 2022 are as set out below.

	2022	2021
	€	€
Excess Expenditure over Income	(74,455)	(56,713)
To which is added balance on Accumulated Fund Account brought forward of	1,753,493	1,810,206
Leaving a balance to be carried on the Accumulated Account of	1,679,038	1,753,493

**Events after the Reporting period**

The Executive Council are 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 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 €17,400 (2021: €15,950)

**Approval of Financial Statements**

The financial statements for the year set out on pages 8 to 26, which have been prepared on the going concern basis, were approved by the Executive Council Members on 12th May 2023 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 2022, 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 2022, 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 are 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 are 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 are responsible for overseeing the Company's financial reporting process.



**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**

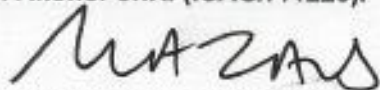
*Compliance with the requirements of Section 137 and seventh schedule of the Companies Act 2019, (Act 992).*

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/2023/079)**

Chartered Accountants and Business Advisors

7/9 Nyame Adom Courts Adonai Lane,

Adjiringanor, East Legon, Accra

GD-165-5957

PMB LG DTD 20014

Accra

12/05/2023



**SOLIDARIDAD NETWORK WEST AFRICA  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euros unless otherwise stated)

	Notes	2022	2021
<b>Income</b>			
Grants	5	12,303,316	12,471,084
Other Income	6	11,503	156,744
		<u>12,314,819</u>	<u>12,627,828</u>
<b>Expenditure</b>			
Travel and Living Expenses	7	1,248,195	1,089,260
Employee Expenses	8	2,571,541	2,526,249
Communication expenses	9	230,909	209,411
Office Expenses	10	583,706	613,886
Program Expenses	11	7,470,214	8,044,847
Professional Fees	12	150,447	147,855
Depreciation Expenses	13 & 14	134,262	53,033
		<u>12,389,274</u>	<u>12,684,541</u>
<b>Excess Expenditure over Income</b>		<u>(74,455)</u>	<u>(56,713)</u>
<b>Transferred to Accumulated Fund</b>		<u>=====</u>	<u>=====</u>

The notes and appendixes on pages 12 to 26 are integral part of these audited financial statements.

**SOLIDARIDAD NETWORK WEST AFRICA  
STATEMENT OF ACCUMULATED FUND  
FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euros unless otherwise stated)

	2022	2021
Balance at 1 January	1,753,493	1,810,206
Deficit Transferred from Income and Expenditure Statement	(74,455)	(56,713)
Balance at 31 December	<u>1,679,038</u> <u>=====</u>	<u>1,753,493</u> <u>=====</u>

The notes and appendixes on pages 12 to 26 are integral part of these audited financial statements.



**SOLIDARIDAD NETWORK WEST AFRICA  
STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2022**

(All amounts are expressed in Euros unless otherwise stated)

	Notes	2022	2021
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment	13	2,166,676	2,234,089
Investment Property	14	3,275,611	3,342,460
		<u>5,442,287</u>	<u>5,576,549</u>
<b>Current Assets</b>			
Accounts and Other Receivables	15	1,434,314	1,566,545
Prepayments	16	14,963	1,931
Deferred Expenses	17	-	-
Cash and Bank	18	666,487	1,893,991
		<u>2,115,764</u>	<u>3,462,467</u>
<b>Total Assets</b>		<u>7,558,051</u>	<u>9,039,016</u>
<b>Reserves and Liabilities</b>			
Accumulated Fund		1,679,038	1,753,493
Designated Fund	19	-	253,099
Other Reserves	20	282,793	656,367
<b>Total Reserves</b>		<u>1,961,831</u>	<u>2,662,959</u>
<b>Non-Current Liabilities</b>			
Long Term Loan	22	500,000	500,000
<b>Current Liabilities</b>			
Accounts Payables	23	1,820,437	1,291,451
Deferred Grants	24	3,275,783	4,584,606
		<u>5,096,220</u>	<u>5,876,057</u>
<b>Total Liabilities</b>		<u>5,596,220</u>	<u>6,376,057</u>
<b>Total Reserves and Liabilities</b>		<u>7,558,051</u>	<u>9,039,016</u>

These Financial Statements were approved on behalf of the Board on 12th May 2023 and signed on their behalf by:

  
EXECUTIVE COUNCIL MEMBER

  
EXECUTIVE COUNCIL MEMBER

The notes and appendices on pages 12 to 26 are integral part of these audited financial statements.

**SOLIDARIDAD NETWORK WEST AFRICA  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euros unless otherwise stated)

	2022	2021
<b>Operating Activities:</b>		
Deficit of Expenditure over Income	(74,455)	(56,713)
<b>Add/(Less):</b>		
Depreciation	134,262	53,033
	<u>59,807</u>	<u>(3,680)</u>
Change in Accounts Receivable	132,231	1,064,349
Change in Prepayments	(13,032)	442,851
Change in Deferred Expenses	-	29,819
Change in Accounts Payable	528,986	(2,004,865)
Change in Deferred Grant	(1,308,823)	1,070,003
<b>Net Cash Inflows from Operating Activities</b>	<u>(600,831)</u>	<u>598,477</u>
<b>Investing Activities:</b>		
Purchase of Property, Plant and Equipment	-	(2,478)
<b>Net Cash Inflow from Investing Activities</b>	<u>-</u>	<u>(2,478)</u>
<b>Financing Activities:</b>		
Change in Loan	-	(334,000)
Change in Designated Reserve	(656,367)	656,367
Change in Designated Fund	(253,099)	253,099
Change in Other Reserves	282,793	-
<b>Net Cash Flow from Financing Activities</b>	<u>(626,673)</u>	<u>575,466</u>
<b>Increase/(Decrease) in Cash and Cash Equivalent</b>	<u>(1,227,504)</u>	<u>1,171,465</u>
<b>Analysis of Changes in Cash and Cash Equivalent during the year:</b>		
Balance at 1 January	1,893,991	722,526
Net Cash Inflow/(Outflow)	(1,227,504)	1,171,465
Balance at 31 December	<u>666,487</u>	<u>1,893,991</u>
<b>Analysis of Cash and Cash Equivalents as stated in the Statement of Financial Position</b>		
Cash at Bank	666,487	1,893,991
	<u>666,487</u>	<u>1,893,991</u>

The notes and appendixes on pages 12 to 26 are integral part of these audited financial statements.



**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

**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 AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

**(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%
Investment Property	-	2%

***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.



14.

**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

**(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.

**(j) 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 AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

(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.

	2022	2021
<b>5. Grants Revenue</b>		
Cocoa Programme	5,452,786	4,595,647
Oil Palm Programme	3,804,634	5,175,087
Gold Programme	1,500,842	761,768
Food Security Program	1,527,690	859,817
Landscape and Climate Change Programme	17,364	964,851
Other Projects	-	113,914
	<u>12,303,316</u>	<u>12,471,084</u>
<b>6. Other Income</b>		
Other Income	-	12,782
Staff Coverage	11,294	25,576
Ops Coverage	-	118,345
Interest Income on Bank Accounts	47	41
Write off small payment differences	162	-
	<u>11,503</u>	<u>156,744</u>
<b>7. Travel and Living Expenses</b>		
Car Fuel	210,650	150,012
Car Maintenance	149,188	152,334
Car Mileage Expenses	1,452	16,183
Car Rental	27,851	22,661
Accommodation Expenses	139,228	193,724
Per Diems	303,095	238,060
Meals	42,577	28,882
Public Transport	100,399	151,798
Car Insurance	7,082	23,272
Domestic Flight Cost	50,184	20,197
International Flight cost	200,284	68,305
Travel & Accommodation Receipts Staff	16,205	22,571
Car Taxes	-	251
Equipment Rental	-	718
Other Rentals	-	292
	<u>1,248,195</u>	<u>1,089,260</u>



16.

**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euros unless otherwise stated)

	2022	2021
<b>8. Employees Expenses</b>		
Associate Consultants	-	19,803
Staff Costs	2,360,850	2,261,238
Director's Remuneration (8b)	124,346	124,346
Recruitment Expenses	310	6,078
Employee Training / Education and Seminars	4,521	14,772
Other Employee Expenses	525	2,354
Employee Insurance	31,350	35,318
Employees' Health Costs	45,905	54,226
Internship/Volunteers/National Service	3,734	7,317
Paid Leave Expenses	-	797
	<u>2,571,541</u>	<u>2,526,249</u>
	=====	=====
<b>8b. Director's Remuneration</b>		
Gross Salary	107,000	107,000
Other Employment Costs:		
Employer Pension Contribution (Tier 2)	8,346	8,346
Employer Pension Contribution (Tier 3)	9,000	9,000
	<u>124,346</u>	<u>124,346</u>
	=====	=====
<b>9. Communication Expenses</b>		
Internet Costs	73,616	63,135
Publication Expenses	86,845	49,559
Advertisements	156	586
Communication Expenses	50,076	68,050
Telephone expenses	20,216	28,081
	<u>230,909</u>	<u>209,411</u>
	=====	=====



**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euro unless otherwise stated)

	2022	2021
<b>10. Office Expenses</b>		
Office Cleaning	6,996	22,444
Office Rent	69,359	129,339
Office Repair and Maintenance	75,157	54,772
Office Supplies	120,477	107,493
Other Office Costs	4,333	-
Utilities	68,585	117,269
Hospitality Expenses	10,396	58
Software Licenses	-	2,104
Subscription	10,495	42,976
IT Support	478	-
Insurance Cost	84,928	51,950
Postage and Courier Expenses	375	5,251
Interest Expenses on Loans	1	4
General Office Cost	-	5,382
Write Off Small Payment Differences	-	37,950
Foreign Exchange Gain and Loss	99,111	36,894
Ops Coverage	33,015	-
	<u>583,706</u>	<u>613,886</u>
	=====	=====
<b>11. Programme Expenses</b>		
Project Implementation Cost-Domestic Consultants	2,494,236	3,034,562
Project Implementation Cost-Partner Contract	203,296	139,686
Baselines & Evaluations	287,256	226,114
Program Materials and Input	1,597,271	1,760,384
Workshops/ Training and Conferences	1,780,138	1,688,638
Bank Charges	82,891	78,901
Field Preparation Expenses	810,370	890,048
Expense Solidaridad Entities	214,756	226,514
	<u>7,470,214</u>	<u>8,044,847</u>
	=====	=====
<b>12. Professional Fees</b>		
Business Registration Fees	4,882	589
Audit Fees	119,361	127,346
Legal Fees	26,204	19,920
	<u>150,447</u>	<u>147,855</u>
	=====	=====

**SOLIDRIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euro unless otherwise stated)

**13. Property, Plant and Equipment**

2022	Land	Office Building	Motor Vehicles	Computers and Software	Furniture and Equipment	Total
Cost						
Balance at 01/01	183,275	2,076,864	106,716	69,072	85,689	2,521,616
Additions	-	-	-	-	-	-
Balance at 31/12	183,275	2,076,864	106,716	69,072	85,689	2,521,616
Depreciation						
Balance at 01/01	-	61,951	76,586	67,214	81,776	287,527
Charge for the year	-	41,537	21,343	620	3,913	67,413
Balance at 31/12	-	103,488	97,929	67,834	85,689	354,940
Carrying Amount	183,275	1,973,376	8,787	1,238	-	2,166,676

**SOLIDRIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euro unless otherwise stated)

**13. Property, Plant and Equipment**

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



20.

**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euro unless otherwise stated)

	2022	2021
<b>14. Investment Property</b>		
<b>Cost</b>		
Balance at 1 January	3,342,460	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	66,849	-
Balance at 31 December	<u>66,849</u>	-
Net Book Value		
Balance at 31 December	<u>3,275,611</u>	<u>3,342,460</u>

It is the policy of the company to measure its investment property using the cost model. The investment property was initially measured at cost and subsequently measured at cost less accumulated depreciation.

<b>15. Account and Other Receivables</b>			
Grant Receivable	15a	909,619	729,982
Other Receivables	15b	477,438	393,606
Account Receivables	15c	47,257	442,957
		<u>1,434,314</u>	<u>1,566,545</u>

<b>15a. Grants Receivables</b>			
SECO	-	87,910	
EU – LICSIIP	-	365,995	
Solidaridad NL Europe	383,569	276,077	
Subtotal from other companies	<u>526,050</u>	-	
	<u>909,619</u>	<u>729,982</u>	

**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

21.

(All amounts are expressed in Euro unless otherwise stated)

	2022	2021
<b>15b. Other Receivables</b>		
Guarantees and Deposits	7,817	7,817
Temporary Restricted Funds	94	94
Intercompany Control Account	362,450	362,450
Advances to Partners	22,166	23,245
Advances to Employees	84,911	-
	<u>477,438</u>	<u>393,606</u>
	<u>=====</u>	<u>=====</u>
<b>15c. Account Receivables</b>		
Account Receivables	47,257	442,957
	<u>47,257</u>	<u>442,957</u>
	<u>=====</u>	<u>=====</u>
<b>16. Prepayments</b>		
Other Prepayments	14,963	1,931
	<u>14,963</u>	<u>1,931</u>
	<u>=====</u>	<u>=====</u>
<b>17. Deferred Expenses</b>		
Opening Balance as at 1 January	-	29,819
Expenses	-	(29,819)
	<u>-</u>	<u>-</u>
	<u>=====</u>	<u>=====</u>
<b>18. Cash and Bank</b>		
Cash at bank	666,487	1,893,991
	<u>666,487</u>	<u>1,893,991</u>
	<u>=====</u>	<u>=====</u>



**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euro unless otherwise stated)

		2022	2021
<b>19. Designated Fund</b>			
Opening balance as 1 January		253,099	-
Movement during the period		(253,099)	253,099
		<u>          </u>	<u>          </u>
Closing balance as at 31 December		-	253,099
		<u>=====</u>	<u>=====</u>
<b>20. Other Reserve</b>			
Balance during the period		492,000	-
Transfer from designated reserve		(209,207)	-
		<u>          </u>	<u>          </u>
Closing balance as at 31 December		282,793	-
		<u>=====</u>	<u>=====</u>
<b>20a. Designated Reserve</b>			
Opening balance as 1 January		656,367	-
Movement during the period		(865,574)	656,367
		<u>          </u>	<u>          </u>
Closing balance as at 31 December		(209,207)	656,367
		<u>=====</u>	<u>=====</u>
<b>21. Loan</b>			
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.			
		2022	2021
Long Term Loan		500,000	500,000
		<u>          </u>	<u>          </u>
		500,000	500,000
		<u>=====</u>	<u>=====</u>
<b>22. Accounts and Other Payables</b>			
Accounts Payables	22a	1,701,412	1,059,242
Accruals	22b	119,025	232,209
		<u>          </u>	<u>          </u>
		1,820,437	1,291,451
		<u>=====</u>	<u>=====</u>

**SOLIDARIDAD NETWORK WEST AFRICA**  
**NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euro unless otherwise stated)

**22a. Accounts Payables**

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

	2022	2021
Payables to Solidaridad Entities	450,767	450,767
Payables to Project Partners	830,871	484,370
Other Payables	419,774	124,105
	<u>1,701,412</u>	<u>1,059,242</u>
	=====	=====

**22b. Accruals**

Statutory Deduction	11,548	140,313
Withholding Tax	100,044	59,089
Salaries Payables	6,998	32,629
Welfare	-	-
Other Creditors	435	178
	<u>119,025</u>	<u>232,209</u>
	=====	=====

**23. Deferred Grant**

Dutch Embassy SWAPP II Grant	229,333	1,348,403
Solidaridad	307,902	1,805,393
Subtotal from other companies	608,430	-
DISCA-VC Sierra Leone	158,514	-
Boosting Agric Food Security (EU)	70,120	634,794
Cocoa Value Chain Dev't program (EU)	1,218,364	170,770
World Bank	-	9,000
Mondelez	497,274	402,536
Other Minor Grant	185,846	213,709
	<u>3,275,783</u>	<u>4,584,605</u>
	=====	=====

**24. Contingent Assets or Liabilities**

There were no contingent assets or liabilities at the reporting date and at 31 December, 2022.

**25. Legal Proceedings**

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



**SOLIDARIDAD NETWORK WEST AFRICA  
NOTES FORMING PART OF THE AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2022**

(All amounts are expressed in Euro unless otherwise stated)

**26. 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.

**27. Events after the Reporting period**

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

**28. Comparatives**

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

**29. Completed Projects**

At the end of the reporting period, nine (9) 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)

Donors	Grant Receivable	Opening Deferred Grant	Adjustment	Receipts	Total Receipts	Disbursement	Deferred Grant	Grant receivables
Solidaridad	(190,003)	505,399	23,830	3,934,641	4,273,867	4,349,532	307,902	(383,567)
Dutch Embassy-SWAPP II		1,348,403	(521,490)		826,913	597,580	229,333	
SECO SWAPP II	(87,910)		-	230,000	142,090	142,090		-
Grant from other Organization	(86,095)	1,336,877	-	2,387,156	3,637,938	3,476,080	687,909	(526,051)
DISCA-VC Sierra Leone Grant	(365,995)	-	-	655,324	289,329	130,814	158,515	-
COVADEP Liberia Grant	-	170,770	-	2,286,066	2,456,836	1,238,472	1,218,365	-
Boosting Agric Food Security Grant	-	634,794	-	-	634,794	564,674	70,120	-
Mondelez	-	402,537	-	1,898,811	2,301,348	1,804,074	497,274	-
Operational Project REC WAF(Minor projects)	-	106,367	-	-	106,367	-	106,367	-
DISCA-VC Sierra Leone - SWA Contribution	-	-	-	-	-	32,704	-	-
COVADEP Liberia Grant - SWA Contribution	-	-	-	-	-	309,618	-	-
Boosting Agric Food Security Grant - SWA Contribution	-	-	-	-	-	141,169	-	-
<b>Total</b>	<b>(730,003)</b>	<b>4,505,147</b>	<b>(497,660)</b>	<b>11,391,998</b>	<b>14,748,961</b>	<b>12,786,806</b>	<b>3,275,783</b>	<b>(909,618)</b>



## Appendix II

## SOLIDARIDAD NETWORK WEST AFRICA

## EXPENDITURE PER PROGRAMME

(All amounts are expressed in Euro unless otherwise stated)

	2022	2021
Cocoa Programme	6,257,637	6,450,954
Oil Palm Programme	4,108,630	3,757,448
Gold Programme	892,849	725,113
Food Security, Landscape and Climate Change Programme and Other Project	1,527,690	1,537,569
<b>Total Project Costs</b>	<b>12,786,806</b>	<b>12,471,084</b>

