

HATUA LIKONI ORGANIZATION

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

JOSIAH NJENGA & ASSOCIATES

Certified Public Accountants (K)



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**HATUA LIKONI ORGANIZATION
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017**

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**HATUA LIKONI ORGANIZATION
ORGANIZATION INFORMATION**

FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

1. **BOARD OF TRUSTEES** : Chairman - Mr. Benjamin Muli
: Treasurer - Mr. Stephen Njanje
: Secretary - Mr. Dancan Onyimbi

2. **ADDRESS** : P.O Box 96690-80110
Likoni, Mombasa

3. **INDEPENDENT AUDITOR** : Josiah Njenga & Associates
Mombasa Trade Centre, Phase 2, 2nd Floor
P.O. Box 41825-80100
MOMBASA.

4. **BANKERS** : Cooperative Bank
Likoni Branch,
P. O. Box 96056 – 80110 Likoni,
MOMBASA.

: Rafiki Bank
Likoni Branch,
P.O. Box 12755 – 80110 Likoni,
MOMBASA.

: Barclays Bank Of Kenya
Digo Branch,
P.O. BOX 90184 – 80100
MOMBASA.

5. **PRINCIPAL ACTIVITY** : Promoting education and employment
through scholarship, mentorship and
career guidance.

HATUA LIKONI ORGANIZATION
BOARD OF TRUSTEES REPORT
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

The Board of Trustees submit their report together with the audited financial statements for the year ended 30th September, 2017 which disclose the state of affairs of the organization.

General Review

The organization was registered on 9th December 2010. The constitution stipulates that the organization is to be controlled by the Board of Trustees who should administer all money obtained by way of donation, grants, loans or subsidies in such a manner as to further the objective of the organization subject to the terms of condition of the organization.

The principal activity

The principal activity of the organization is to promote education and employment through scholarship, mentorship and career guidance.

Financial result and state of affairs.

The financial results for the year under review are reflected in the statement of comprehensive income and statement of financial position as at 30th September, 2017.

Trustees.

The trustees who held office during the year are set out on page 1

Auditor:

Messrs. Josiah Njenga & Associates who held the office during the year express their willingness to continue in office.

By order of the organization

Secretary

Date:2017

MOMBASA.

HATUA LIKONI ORGANIZATION
STATEMENT OF BOARD OF TRUSTEES RESPONSIBILITIES
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

The Organization constitution requires the Board of trustees to prepare financial statements for each financial year that give a true and fair view of the financial position of the Organization as at the end of the financial year and of the profit or loss for that year. It also requires the Board of trustees to ensure the Organization maintains proper accounting records that are sufficient to show and explain the transactions of the Organization and disclose with reasonable accuracy the financial position of the Organization. The Board of trustees are also responsible for safeguarding the assets of the Organization and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Board of trustees accept responsibility for the preparation and fair presentation of financial statements in accordance with International Financial Reporting Standards and in the manner required by the Organization constitution.

They also accept responsibility for:

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

Having made an assessment of the Organization's ability to continue as a going concern, the Board of trustees are not aware of any material uncertainties related to events or conditions that may cast doubt upon the Organization's ability to continue as a going concern.

The Board of trustees acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the Board of trustees on2017 and signed on its behalf by:

.....
Mr. Benjamin Muli
CHAIRMAN BOARD OF TRUSTEES

.....
Mr. Stephen Njanje
TREASURER BOAD OF TRUSTEES

HATUA LIKONI ORGANIZATION**REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF HATUA LIKONI ORGANIZATION****FOR THE YEAR ENDED 30TH SEPTEMBER, 2017**

Opinion

We have audited the accompanying financial statements of Hatua Likoni Organization, set out on pages 6 to 16 which comprise the statement of financial position as at 30th September, 2017, and statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Organization as at 30th September, 2017, and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and the Organization Constitution.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditors Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Organization in accordance with the International Ethics Standards Board of 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 ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have is sufficient and appropriate to provide a basis for our opinion.

Other Information

The board of trustees are responsible for 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.

Director's Responsibility for the Financial Statements

The board of trustees are responsible for the preparation and fair presentation of the financial statements that give a true and fair view in accordance with International Financial Reporting Standards and the requirements of the Organization's constitution, and for such internal controls as the board of trustees determine is necessary to enable the preparation of the financial statements that are free from material misstatements, whether due to fraud or error.

In preparation the financial statements, the board of trustees are responsible for assessing the Organization's ability to continue as a going concern and using the going concern basis of accounting unless the board of trustees either intend to liquidate the Organization or to cease operations, or have no realistic alternatives but to do so.

Auditor's Responsibility 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.

HATUA LIKONI ORGANIZATION

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF HATUA LIKONI
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

Auditor's Responsibility for the audit of the financial statements (continued)

As part of an audit in accordance with ISAs, we exercise professional judgement 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 an 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 Organization's internal control.
- . Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- . Conclude on the appropriateness of the 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 Organization'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. However, future events or conditions may cause the Organization 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.

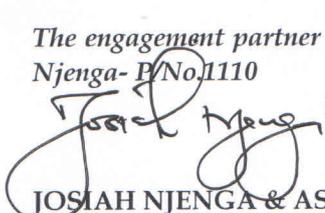
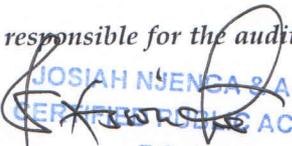
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on other Legal Requirements

As required by the Kenyan Companies Act we report to you, based on our audit, that

- (i) We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (ii) In our opinion proper books of accounts have been kept by the Organization, so far as appears from our examination of those books; and
- (iii) The Organization's statement of financial position and statement of comprehensive income are in agreement with the books of account.

The engagement partner responsible for the audit resulting in this independent auditor's report was CPA Josiah K. Njenga- P/No.1110

 
JOSIAH NJENGA & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS
 P.O. BOX 41825
MOMBASA.

JOSIAH NJENGA & ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS (K)

DATE: 21/12/2017

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HATUA LIKONI ORGANIZATION
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

| | <u>NOTES</u> | 2017 <u>KSHS</u> | 2016 <u>KSHS</u> |
|--|--------------|--------------------------|--------------------------|
| <u>INCOMING RESOURCES</u> | | | |
| Grants and donations | 3. | 29,639,790 | 24,875,308 |
| Hatua Likoni Incomes | 4. | <u>139,913</u> | <u>123,883</u> |
| | | <u>29,779,702</u> | <u>24,999,191</u> |
| <u>RESOURCES EXPENDED</u> | | | |
| Program costs | | 26,913,239 | 21,578,682 |
| Management costs | | 2,017,627 | 1,727,747 |
| Fundraising costs | | 694,988 | 395,653 |
| Income generating activities | | 541,750 | 522,004 |
| Depreciation | | <u>412,176</u> | <u>412,697</u> |
| Total resources expended | | <u>30,579,780</u> | <u>24,636,783</u> |
| <u>(DEFICIT)/SURPLUS FOR THE YEAR</u> | | (800,077) | 362,408 |
| TAXATION | 10. | <u>-</u> | <u>-</u> |
| <u>SURPLUS AFTER TAXATION</u> | | <u>(800,077)</u> | <u>362,408</u> |
| <u>NET CHANGE IN RESERVES</u> | | | |
| ACCUMULATED FUNDS | | <u>(800,077)</u> | <u>362,408</u> |
| | | <u>(800,077)</u> | <u>362,408</u> |

Notes 1 to 11 form an integral part of these financial statements

HATUA LIKONI ORGANIZATION
STATEMENT OF FINANCIAL POSITION
AS AT 30TH SEPTEMBER, 2017

| | <u>NOTES</u> | 2017 <u>KSHS</u> | 2016 <u>KSHS</u> |
|-----------------------------------|--------------|---------------------|---------------------|
| <u>ASSETS</u> | | | |
| <u>NON CURRENT ASSETS</u> | | | |
| Property, plant & equipment | 5. | <u>14,649,259</u> | <u>14,895,090</u> |
| <u>CURRENT ASSETS</u> | | | |
| Receivable and prepayments | 6. | - | 17,444 |
| Cash and bank | 9. | <u>186,395</u> | <u>1,606,191</u> |
| | | <u>186,395</u> | <u>1,623,635</u> |
| <u>CURRENT LIABILITIES</u> | | | |
| Payable and accruals | 7. | <u>47,500</u> | <u>930,494</u> |
| | | <u>47,500</u> | <u>930,494</u> |
| <u>NET CURRENT ASSETS</u> | | <u>138,895</u> | <u>693,141</u> |
| <u>NET ASSETS</u> | | <u>14,788,154</u> | <u>15,588,231</u> |
| <u>FINANCED BY:</u> | | | |
| <u>Accumulated fund</u> | | | |
| General Reserve | | <u>14,788,154</u> | <u>15,588,231</u> |
| | | <u>14,788,154</u> | <u>15,588,231</u> |

The financial statements on pages 6 to 16 were approved by the Board of Trustees

on2017 and were signed on its behalf by:

.....
Mr. Benjamin Muli
CHAIRMAN BOARD OF TRUSTEES

.....
Mr. Stephen Njanje
TREASURER BOAD OF TRUSTEES

HATUA LIKONI ORGANIZATION
 STATEMENT OF CHANGES IN EQUITY
 FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

| | | Grants (donations in kind) | Accumulated fund | Total |
|-----------------------------------|--------------|----------------------------------|--------------------------|--------------------------|
| | <u>NOTES</u> | <u>KSHS.</u> | | <u>KSHS.</u> |
| As at 1st October, 2015 | | - | 14,385,823 | 14,385,823 |
| Prior year adjustment | | - | (30,000) | (30,000) |
| Grants (donations in kind) | 11. | 870,000 | - | 870,000 |
| Surplus for the year | | - | 362,408 | 362,408 |
| As at 30th September, 2016 | | <u>870,000</u> | <u>14,718,232</u> | <u>14,718,232</u> |
| As at 1st October, 2016 | | 870,000 | 14,718,232 | 14,718,232 |
| (Deficit) for the year | | - | (800,077) | (800,077) |
| As at 30th September, 2017 | | <u>870,000</u> | <u>13,918,154</u> | <u>14,788,154</u> |

HATUA LIKONI ORGANIZATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

| | | 2017 | 2016 |
|--|--------------|------------------------------|--------------------------------|
| | <u>NOTES</u> | <u>KSHS.</u> | <u>KSHS.</u> |
| <u>CASH FLOW FROM OPERATING ACTIVITIES</u> | | | |
| (Deficit)/Surplus for the year | | (800,077) | 362,408 |
| Adjustments for: Depreciation | 6. | 412,176 | 412,697 |
| Prior year adjustment | 8. | - | (30,000) |
| (Deficit)/Surplus before working capital changes | | (387,902) | 745,105 |
| <u>Working capital changes</u> | | | |
| Decrease/ (increase) in receivable and prepayments | | 17,444 | (17,444) |
| (Decrease)/ increase in payables and accruals | | (882,994) | 930,494 |
| Net cash flow from operating activities | | <u>(1,253,452)</u> | <u>1,658,155</u> |
| <u>CASH FLOW FROM INVESTING ACTIVITIES</u> | | | |
| Purchase of assets | | (166,345) | (1,218,730) |
| Net cash flow from investing activities | | <u>(166,345)</u> | <u>(1,218,730)</u> |
| Net (decrease)/ increase in cash and cash equivalents | | (1,419,797) | 439,425 |
| Cash and cash equivalents at the beginning of the year | | <u>1,606,191</u> | <u>1,166,766</u> |
| Cash and cash equivalents at the end of the year | 9. | <u><u>186,394</u></u> | <u><u>1,606,191</u></u> |

HATUA LIKONI ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

1. GENERAL INFORMATION

Hatua Likoni Organization was registered by the NGO Coordination Board of Kenya on December 9, 2010 and is domiciled in Kenya.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

The accompanying financial statements have been prepared on the accrued basis of accounting and comply with International Financial Reporting Standards (IFRS). Accordingly, revenues and assets are recognized when earned and incurred respectively

(b) Unrestricted Funds - Organisation Collection

The unrestricted funds for Hatua Likoni Organization arise from:-

- Income from computer lab, library registration and photocopy services.

(c) Foreign Currency Transactions

Hatua Likoni Organization financial statements are expressed in Kenya Shillings.

Transactions in other currencies have been treated as follows:-

- (i) Grant and donations are converted to Kenya shillings at the rate of exchange prevailing on the date of receipts.
- (ii) Expenditure are in local currencies i.e. Kenya Shillings.
- (iii) Assets and liabilities at the statement of financial position date which are expressed in foreign currency are converted at the appropriate rate of exchange ruling at the year end. The resulting difference from translation and conversion are dealt with in the statement of comprehensive income in the year which they arise.

(d) Donor Funds

The grants were recognized as income when received by Hatua Likoni Organization.

Though accrual method is generally adopted, grants expenses have been recognized and recorded when paid out to the recipients. Balance of unutilized/over utilized funds has been carried forward under reserves and as covered by Bank balance and property, plant and equipments.

(e) Property, plant and equipment

The organization property, plant and equipment are depreciated on a reducing balance method based on the estimated working life of the assets and charging a full year's depreciation in the year of introduction into service and no charge in the year of sale. The following rates of depreciation have been applied:-

| | |
|------------------------------------|-------|
| Land and buildings | 2.5% |
| Computers and electronic equipment | 30% |
| Furniture and fittings | 12.5% |
| Office equipment | 12.5% |
| Kitchen equipment | 30% |

HATUA LIKONI ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

(f) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand, unutilized donor funds and demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value net of bank overdrafts.

(g) Receivables and Prepayments

Receivables and prepayments are recognized at fair values.

(h) Trade and other Payables

Trade and other payables are stated at their nominal values.

| | 2017 | 2016 |
|--|--------------------------|--------------------------|
| | <u>KSHS.</u> | <u>KSHS.</u> |
| 3. <u>GRANTS AND DONATIONS RECEIVED</u> | | |
| Segal Family Foundation,US | 5,207,593 | 5,653,978 |
| International Individual Donors | 6,097,581 | 7,588,399 |
| Base Titanium Limited, Kenya | 6,000,000 | 7,100,000 |
| Rotary Club Of Mombasa, Kenya | 2,116,708 | 2,427,235 |
| Total Tennis Ltd, US | - | 744,600 |
| Kuza Project, Kenya | 3,786,290 | 696,744 |
| Pawa 254 Initiative, Kenya | 10,000 | 354,950 |
| Mamujee Brothers Foundation, Kenya | 100,250 | 113,950 |
| Kenyan Individual Donors | 65,189 | 100,453 |
| Aall Foundation | 2,050,461 | - |
| EdVillage | 1,546,349 | - |
| SDL Foundation, UK | 2,641,868 | - |
| Aid4Orphans, UK | 17,500 | 95,000 |
| | <u>29,639,790</u> | <u>24,875,308</u> |
| 4. <u>HATUA LIKONI ORGANIZATION INCOMES</u> | | |
| Hatua Likoni Computer Laboratory | 115,927 | 113,795 |
| Hatua Likoni Library | 3,450 | 2,650 |
| Interest received | 5,036 | 7,438 |
| Tuition Fee | 1,500 | - |
| Hatua Likoni Volunteer Programmes | 14,000 | - |
| | <u>139,913</u> | <u>123,883</u> |

HATUA LIKONI ORGANIZATION
 NOTES TO THE FINANCIAL STATEMENTS (Continued)
 FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

5. PROPERTY, PLANT AND EQUIPMENT

| | Land & Buildings <u>KSHS.</u> | Furniture & Fittings <u>KSHS</u> | Kitchen Equipment <u>KSHS</u> | Library <u>KSHS</u> | Office tools & Equipment <u>KSHS</u> | Electronic Equipments <u>KSHS</u> | Computers Office <u>KSHS</u> | Total <u>KSHS</u> |
|--|-------------------------------------|--|-------------------------------------|----------------------------|--|---|------------------------------------|----------------------|
| <u>At 1st October 2015</u> | | | | | | | | |
| Cost / Valuation | 2,700,497 | 402,024 | 50,233 | 10,773,263 | 93,213 | 255,500 | 227,015 | 14,501,745 |
| Accumulated deprec | - | 173,181 | 36,966 | 739,985 | 39,900 | 92,290 | 200,365 | 1,282,688 |
| Net book amount | 2,700,497 | 228,843 | 13,267 | 10,033,278 | 53,313 | 163,210 | 26,650 | 13,219,057 |
| <u>At 30th September 2016</u> | | | | | | | | |
| Opening balance | 2,700,497 | 228,843 | 13,267 | 10,033,278 | 53,313 | 163,210 | 26,650 | 13,219,057 |
| Addition | 699,868 | 307,399 | 18,995 | 906,578 | 47,990 | 62,500 | 45,400 | 2,088,730 |
| Depreciation charge | - | 67,030 | 9,678 | 273,496 | 12,663 | 28,214 | 21,615 | 412,697 |
| Net book amount | 3,400,365 | 469,211 | 22,583 | 10,666,360 | 88,640 | 197,496 | 50,435 | 14,895,090 |
| <u>At 30th September 2016</u> | | | | | | | | |
| Cost / Valuation | 3,400,365 | 709,423 | 69,228 | 11,679,841 | 141,203 | 318,000 | 272,415 | 16,590,475 |
| Accumulated deprec | - | 240,212 | 46,645 | 1,013,482 | 52,563 | 120,503 | 221,980 | 1,695,385 |
| Net book amount | 3,400,365 | 469,211 | 22,583 | 10,666,360 | 88,640 | 197,496 | 50,435 | 14,895,090 |
| <u>Year ended 30th September 2017</u> | | | | | | | | |
| Opening balance | 3,400,365 | 469,211 | 22,583 | 10,666,360 | 88,640 | 197,496 | 50,435 | 14,895,090 |
| Addition | - | - | - | - | 23,995 | 94,350 | 48,000 | 166,345 |
| Depreciation charge | - | 58,651 | 6,775 | 266,659 | 14,079 | 36,481 | 29,530 | 412,176 |
| Net book amount | 3,400,365 | 410,560 | 15,808 | 10,399,701 | 98,556 | 255,365 | 68,904 | 14,649,259 |
| <u>At 30th September 2017</u> | | | | | | | | |
| Cost / Valuation | 3,400,365 | 709,423 | 69,228 | 11,679,841 | 165,198 | 412,350 | 320,415 | 16,756,820 |
| Accumulated deprec | - | 298,863 | 53,420 | 1,280,141 | 66,642 | 156,984 | 251,511 | 2,107,561 |
| Net book amount | 3,400,365 | 410,560 | 15,808 | 10,399,701 | 98,556 | 255,365 | 68,904 | 14,649,259 |

HATUA LIKONI ORGANIZATION
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

| | 2017 <u>KSHS.</u> | 2016 <u>KSHS.</u> |
|---|----------------------|----------------------|
| 6. <u>RECEIVABLES AND PREPAYMENTS</u> | | |
| Other receivables | - | 17,444 |
| | <u>-</u> | <u>17,444</u> |
| 7. <u>PAYABLES AND ACCRUALS</u> | | |
| Loan due to directors | - | 880,494 |
| Audit fees | 47,500 | 50,000 |
| | <u>47,500</u> | <u>930,494</u> |
| 8. <u>PRIOR YEAR ADJUSTMENT</u> | <u>-</u> | <u>(30,000)</u> |
| This refers to audit fees accrued for 2016 initially omitted in the books. | | |
| 9. <u>CASH AND CASH EQUIVALENTS</u> | | |
| For the purposes of the cash flow statement, cash and cash equivalents comprise the following: | | |
| Cash in hand | 11,599 | 25,323 |
| Cash at bank | 174,795 | 1,580,868 |
| | <u>186,395</u> | <u>1,606,191</u> |
| 10. <u>TAX STATUS</u> | | |
| Hatua Likoni Organization is tax exempt under the income tax Act, Income tax exemptions certificate No.20131112/3696. | | |
| 11. <u>DONATION IN KIND</u> | <u>-</u> | <u>870,000</u> |
| These refers to donations received in non monetary terms. They include textbooks and furniture. | | |

HATUA LIKONI ORGANIZATION
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

TOTAL RESOURCES EXPENSED

| Program costs | 2017 | 2016 |
|---|--------------------------|--------------------------|
| <u>HATUA SCHOLARSHIP FUNDS</u> | <u>KSHS.</u> | <u>KSHS.</u> |
| College/ university room, board and transport | 1,733,561 | 908,784 |
| College/ university fees | 6,001,525 | 5,098,871 |
| Computer classes | 77,750 | 114,450 |
| New students welcome ceremony | 2,700 | 4,380 |
| Primary school fees | 32,400 | 49,800 |
| Printing and stationary | 21,900 | 14,219 |
| Salaries,taxes and benefits | 1,214,060 | 926,792 |
| Secondary books and stationary | 232,773 | 170,030 |
| Secondary school fees | 8,702,008 | 8,459,434 |
| Secondary school shopping | 22,470 | 10,350 |
| Secondary student hostel | 72,420 | 57,540 |
| Secondary student transport | 31,622 | 4,100 |
| Secondary tution | 28,800 | 18,915 |
| Secondary uniforms and shoes | 466,650 | 376,910 |
| Staff airtime and transport | 67,915 | 90,758 |
| Staff benefits | 139,404 | - |
| Staff development | 72,680 | - |
| Staff training and conference | 97,562 | - |
| Student medical | 76,830 | 13,850 |
| Sub total Hatua scholarship funds | <u>19,095,030</u> | <u>16,319,183</u> |
| <u>MENTORING</u> | | |
| Career trips | 1,500 | - |
| Consultancy fee | 219,240 | - |
| Gap year mentoring | 69,660 | 72,400 |
| Malala project | - | 181,210 |
| Hatua students unions | 3,794 | - |
| Printing and stationary | 4,730 | - |
| Professional mentoring | 148,660 | - |
| Salaries, taxes and benefits | 857,280 | 168,627 |
| Schools outreach | 986,704 | 980,462 |
| Secondary mentoring | 444,650 | 247,350 |
| Staff airtime and transport | 45,510 | 8,000 |
| Staff benefits | 139,404 | - |
| Staff development | 1,500 | 60,000 |
| Students annual trips | 273,378 | - |
| University mentoring | 184,895 | 89,850 |
| Sub total mentoring | <u>3,380,905</u> | <u>1,807,899</u> |

HATUA LIKONI ORGANIZATION
SUPPLEMENTARY INFORMATION (Continued)
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

TOTAL RESOURCES EXPENSED

| | 2017 | 2016 |
|--------------------------------------|--------------------------|--------------------------|
| | <u>KSHS.</u> | <u>KSHS.</u> |
| <u>LIBRARY</u> | | |
| Books cataloguing and maintenance | 500 | - |
| Books transport | 4,500 | 19,350 |
| Building maintenance | 143,260 | 114,840 |
| Cleaning | 29,850 | 189,108 |
| Daily newspapers | 35,760 | 35,160 |
| Electricity | 144,089 | - |
| Library assistants | 173,000 | 148,000 |
| Library association membership | 20,600 | - |
| Printing and stationary | 6,080 | 10,445 |
| Salaries, taxes and benefits | 933,336 | 463,954 |
| Sate lite library | 127,160 | - |
| Security | 17,850 | 166,840 |
| Staff benefits | 252,114 | - |
| Staff development | 75,000 | 75,000 |
| Staff transport and airtime | 26,810 | 22,200 |
| Training and conferences | 15,000 | 24,700 |
| Water bill | 12,684 | 3,233 |
| Sub total library | <u>2,017,593</u> | <u>1,272,830</u> |
| <u>IMARISHA VIJANA</u> | | |
| Salaries,taxes and benefits | 613,200 | 943,200 |
| Communication | 28,000 | 46,000 |
| Internet | 65,000 | 71,000 |
| Labour market info training | - | 348,780 |
| Local transport | 3,190 | 35,400 |
| Office utilities and consumables | 66,450 | 121,160 |
| Stationery | 26,170 | 4,300 |
| Support service: mobilization | 63,000 | - |
| Trainings: computer training and CST | 1,088,946 | - |
| Printing and distribution | - | 14,200 |
| Sub total Imarisha | <u>1,953,956</u> | <u>1,584,040</u> |
| <u>COMPUTER LABORATORY</u> | | |
| Technology and maintenance | 67,340 | 49,965 |
| Lab assistant | 137,534 | 160,590 |
| Internet | 59,600 | - |
| Staff benefits | 78,506 | - |
| Photocopy supplies | 80,445 | 73,635 |
| Sub total Computer laboratory | <u>423,425</u> | <u>284,190</u> |
| <u>PROJECT AND EVENTS</u> | | |
| Charitable contribution | 16,080 | 4,580 |
| Civic education | 11,000 | - |
| Community events | 15,250 | 10,730 |
| Medical camp | - | 295,230 |
| Subtotal Projects and events | <u>42,330</u> | <u>310,540</u> |
| Total program costs | <u>26,913,239</u> | <u>21,578,682</u> |

HATUA LIKONI ORGANIZATION
SUPPLEMENTARY INFORMATION (Continued)
FOR THE YEAR ENDED 30TH SEPTEMBER, 2017

TOTAL RESOURCES EXPENSED

| | 2017 | 2016 |
|---|-------------------------|-------------------------|
| | <u>KSHS.</u> | <u>KSHS.</u> |
| Management costs | | |
| Auditor's fees | 50,000 | 50,000 |
| Bank fees and safety deposit box | 48,305 | 35,982 |
| Internet | 49,300 | 10,450 |
| Legal fees | 22,045 | 20,000 |
| Meeting expenses | 157,160 | 42,330 |
| Office maintenance | 33,064 | 238,405 |
| Office refreshment | 36,241 | - |
| Postage | 400 | 7,530 |
| Printing and stationary | 26,618 | 5,949 |
| Registrations | 6,060 | 3,571 |
| Salaries,taxes and benefits | 1,315,738 | 1,075,210 |
| Staff airtime and tranport | 55,250 | 40,130 |
| Staff benefiits | 140,250 | - |
| Staff developments | 7,740 | - |
| Team building and staff appreciation | 36,500 | 21,145 |
| Technology | 22,956 | 52,075 |
| Trainings and conferences | 10,000 | 124,970 |
| Total management costs | <u>2,017,627</u> | <u>1,727,747</u> |
| Fundraising costs | | |
| 10/- Campaign | 23,838 | 18,477 |
| Consultancy services | 104,000 | - |
| Event | 5,000 | 94,667 |
| Internet | 81,600 | 28,000 |
| Postages | - | 6,252 |
| Printing and stationary | 49,000 | 81,806 |
| Recruitment cost | 10,950 | - |
| Salaries,taxes and benefits | 19,000 | - |
| Staff airtime and transport | 257,600 | 76,450 |
| Stipend | 144,000 | 90,000 |
| Total Fundraising costs | <u>694,988</u> | <u>395,653</u> |
| Income generating activities | | |
| Land registration | - | 5,500 |
| Legal fees | - | 40,000 |
| Property maintenance and fencing | 159,220 | 51,655 |
| Volunteer program | 382,530 | 424,849 |
| Total Income generating activities costs | <u>541,750</u> | <u>522,004</u> |