

**FINANCIAL
REPORT**

2018



FOR THE YEAR ENDED 31 DECEMBER 2018

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CORPORATE INFORMATION - YEAR ENDED 31 DECEMBER 2018

BOARD OF DIRECTORS

Dr. John Tabayi	Chairman
Dr. Vinand Nantulya	Member
Mr. Haron Wachira	Member
Mr. Mungule Chikoye	Member
Ms. Stella Biwaga	Member
Mrs. Margaret Oriaro	Treasurer
Mr Samuel Makome	Member
Mr. Leonard Logo	Member
Prof. Aggrey Abate	Member
Ms. Catherine Odoi	Member
Dr. Caroline Kisia	Secretary

MANAGEMENT TEAM

Dr. Caroline Kisia	Executive Director
Mr Basilio Okello	Program Director
Ms. Dinah Njoroge	Finance and Administration Director (left in Apr 2019)
Joseph Mbugua	Finance and Administration Director (joined in Jul 2019)

PLACE OF OPERATION

Nachu Plaza 7th Floor
Kiambere Road, Upper Hill
P. O. Box 76598 - 00508
NAIROBI
Telephone: +254 (0) 722 207726 / 737 207726
Email: headoffice@actionafricahelp.org
Website: www.actionafricahelp.org

INDEPENDENT AUDITOR

Crowe Erastus and Co
Certified Public Accountants
P.O. Box 55268 - 00200
NAIROBI, KENYA

PRINCIPAL BANKERS

Standard Chartered Bank of Kenya Limited
Yaya Centre Branch
NAIROBI

Eco Bank South Sudan Limited
Koita Complex - Ministries Road
JUBA

Standard Chartered Bank Zambia Limited
Standard House, Cairo Road
LUSAKA

Standard Chartered Bank Uganda
Kampala Branch
KAMPALA

REPORT OF THE DIRECTORS - YEAR ENDED 31 DECEMBER 2018

The directors submit their report and the audited financial statements for the year ended 31 December 2018, which disclose the state of affairs of the organisation.

Organisation and Principal Activities

Action Africa Help International (AAHI) is a non-profit organisation registered in Kenya and is dedicated to improvement of quality of life for livelihood challenged communities in Kenya, South Sudan, Uganda, Somalia, Djibouti, Ethiopia and Zambia.

Results

	2018	2017
	USD	USD
Balance for the year	<u>9,710</u>	<u>89,804</u>

Executive Committee

The directors who were in office at the date of this report are shown on page 2.

Independent Auditor

Crowe Erastus & Co., Certified Public Accountants have expressed their willingness to continue in office.

By Order of the Board

Dr. John Tabayi
Chairman

23rd Nov. 2019

Dr. Caroline Kisia
Secretary



STATEMENT OF DIRECTORS' RESPONSIBILITIES - YEAR ENDED 31 DECEMBER 2018

The directors are required to prepare financial statements which give a true and fair view of the state of affairs of the organisation as at the end of the financial year and of the results for that year. They are also required to ensure that the organisation maintains proper accounting records which disclose with reasonable accuracy the financial position of the organisation. The directors are also responsible for safeguarding the assets of the organisation.

The directors accept responsibility for the preparation and fair presentation of financial statements that are free from material misstatement whether due to fraud or error. They also accept responsibility for:

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


The directors are of the opinion that the financial statements give a true and fair view of the financial position of the organisation as at 31 December 2018 and of its financial performance and cash flows for the year then ended in accordance with applicable international financial reporting standards.

Having made an assessment of the organisation'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 organisation's ability to continue as a going concern. The directors acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the board of directors on 23rd Nov 2019 and signed by:



Dr. John Tabayi
Chairman



Dr. Caroline Kisia
Secretary



REPORT OF THE INDEPENDENT AUDITOR - YEAR ENDED 31 DECEMBER 2018

Opinion

We have audited the accompanying financial statements of Action Africa Help International set out on pages 7 to 26 which comprise the statement of financial position as at 31 December 2018, statement of income and expenditure, statement of changes in fund balances and statement of cash flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Action Africa Help International as at 31 December 2018 and of its financial performance and cash flows for the year then ended in accordance with generally accepted non-profit accounting principles and applicable international financial reporting standards.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (ISA). Our responsibilities under those standards are further described in the independent 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 ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The directors are responsible for the other information. The other information comprises report of the directors, statement of directors' responsibilities and schedule of programme and other expenditure that comprise the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance or 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 directors for the financial statements

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with the accounting policies set out on pages 11 and 12 and for such internal control as management 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 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 has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the organisation's financial reporting process.

REPORT OF THE INDEPENDENT AUDITOR - YEAR ENDED 31 DECEMBER 2018

Independent 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 International Standards on Auditing (ISA) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISA, we exercise professional 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 error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the organisation's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 controls that we identify during our audit.

FCPA Erastus K. Omolo practices in Crowe Erastus & Co. together with other partners. The engagement partner responsible for the audit resulting on this independent auditor's report is FCPA Erastus K. Omolo - Practising Certificate No. P/1164.


CROWE ERASTUS & Co.
Certified Public Accountants



Nairobi 3rd December, 2019

STATEMENT OF INCOME AND EXPENDITURE - YEAR ENDED 31 DECEMBER, 2018

	Note	2018 USD	2017 USD
INCOME			
Net funds income	2	26,332,701	30,387,640
Miscellaneous income	3	62,355	77,248
Total income		26,395,056	30,464,888
EXPENDITURE			
Programme expenditure			
Basic services - Primary health care, water and sanitation and education		3,891,883	7,500,376
Food and income security and environmental management and protection		887,098	1,461,638
Refugee management programme		18,564,807	17,716,714
Civil society strengthening and peace-building		338,172	465,099
Total programme expenditure		23,681,960	27,143,827
Administration and support costs		2,703,385	3,231,257
Total expenditure		26,385,345	30,375,084
Balance for the year		9,711	89,804

Report of the independent auditor - pages 5 and 6.

The notes on pages 11 to 26 form an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION - YEAR ENDED 31 DECEMBER, 2018

		2018	2017
	Note	USD	USD
ASSETS			
Non-current assets			
Property and equipment	5	425,673	390,769
Current assets			
Cash and bank balances	4	2,418,661	4,203,220
Accounts receivable	6	319,448	122,514
Property investment deposit	7	1,095,460	1,095,444
Project funds receivable	11	1,357,975	2,423,011
Total current assets		5,191,544	7,844,189
Current liabilities			
Accounts payable	8	1,619,602	2,755,936
Borrowings	9 (a)	70,455	63,220
Total current liabilities		1,690,057	2,819,156
Net current assets		3,5013,487	5,025,033
Total assets		3,927,160	5,415,802
NON-CURRENT LIABILITIES AND FUND BALANCES			
Non-current liabilities			
Borrowings	9 (b)	113,093	187,068
Gratuity fund	10	1,852,864	3,108,343
Total non-current liabilities		1,965,957	3,295,411
Fund balances			
Unspent fund balances	13	1,683,986	1,301,219
Capital fund (Page 9)		312,538	277,634
General fund (Page 9)		(35,321)	541,538
		277,217	819,172
Total fund balances		1,961,203	2,120,391
Total liabilities and fund balances		3,927,160	5,415,802

The financial statements on pages 7 to 26 were approved and authorised for issue by the board of directors on and were signed by:

Dr. John Tabayi
Chairman

Dr. Caroline Kisia
Secretary



Report of the independent auditor - pages 5 and 6.

The notes on pages 11 to 26 form an integral part of these financial statements.

STATEMENT OF CHANGES IN FUND BALANCES - YEAR ENDED 31 DECEMBER, 2018

	General Fund	Capital Fund	Total Fund
	USD	USD	USD
Year ended 31 December 2017			
At start of year	451,734	332,326	784,060
Balance for the year	89,804	-	89,804
Depreciation on property and equipment	-	(58,569)	(58,569)
At end of year	541,538	277,634	819,172
Year ended 31 December 2018			
At start of year	541,538	277,634	819,172
Fund adjustments (note 18)	(374,293)	21,103	(353,190)
Transfer from restricted funds (note 14)	(212,277)	-	(212,277)
Balance for the year	9,711	-	9,711
Assets additions	-	38,891	38,891
Depreciation on property and equipment	-	(25,090)	(25,090)
At end of year	(35,321)	312,538	277,217

Report of the independent auditor - pages 5 and 6.

The notes on pages 11 to 26 form an integral part of these financial statements.

STATEMENT OF CASH FLOWS - YEAR ENDED 31 DECEMBER, 2018

	Note	2018 USD	2017 USD
Cash flows from operating activities			
Balance for the year (page 7)		9,711	89,804
Adjustments for:			
General fund balance adjustment		(586,570)	0
Purchase of property and equipment		38,891	3,877
Working capital changes			
(Increase) / decrease in accounts receivable		(196,934)	36,131
Decrease / (increase) in project funds receivable		1,065,036	(948,122)
Increase / (decrease) in unspent fund balances		382,767	(872,250)
(Decrease) / increase in accounts payable		(1,136,334)	2,312,238
Net cash (used in) / generated from operating activities		(423,433)	621,678
Cash flows from investing activities			
Property investment deposit	7	(16)	(209,817)
Purchase of property and equipment	5	(38,891)	(3,877)
Gratuity provisions	10	1,085,165	1,166,846
Gratuity payments	10	(2,340,644)	(1,542,024)
Net cash used in investing activities		(1,294,386)	(588,872)
Financing activities			
Long term loan repayment		(66,740)	(63,220)
Net cash used in investing activities		(66,740)	(63,220)
Net decrease in cash and cash equivalents		(1,784,559)	(30,414)
Movement in cash and cash equivalents			
At start of year		3,818,220	3,848,634
Net decrease in cash and cash equivalents		(1,784,559)	(30,414)
At end of year	4	2,033,661	3,818,220

Report of the independent auditor - pages 5 and 6.

The notes on pages 11 to 26 form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

1. Significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of preparation

The financial statements are prepared on the historical cost basis in accordance with the accounting policies set by Action Africa Help International.

b) Income

Income comprises grants from various donors and other income. Grants are recognised when the organisation's right to receive the funds is established. Other income is recognised when it is earned.

Grants are classified as restricted funds. If part of a grant is expendable wholly at the discretion of management without restriction, that portion may be classified as unrestricted funds.

c) Expenditure

Expenditure comprises expenses incurred directly for projects activities and support costs. Expenditure is recognised and recorded on an accruals basis.

d) Property and equipment

Action Africa Help International's policy is to expense on acquisition assets purchased from restricted funds with a capital fund maintained for tracking purposes. Depreciation relating to assets purchased from restricted funds is transferred to the capital fund accounts. Assets purchased from unrestricted funds are capitalised and shown in the statement of financial position. Depreciation of property and equipment is calculated using the reducing balance method. The depreciation rates in use are as follows:

<u>Asset Category</u>	<u>Rate %</u>
Computer equipment	33.3
Motor vehicles	25
Furniture, fittings and equipment	12.5

Land and buildings are not depreciated. The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each statement of financial position date. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Disposal of any assets must be in line with the donor requirements. Gains and losses on disposal of property and equipment are determined by reference to their carrying amount and are taken into account in determining the balance / deficit for the year.

e) Translation of foreign currencies

The financial statements are presented in United States Dollar (USD). The local currencies of the program are Kenyan Shilling, South Sudanese Pound, Zambian Kwacha and Ugandan Shilling for Kenya, South Sudan, Zambia and Uganda, respectively.

Transactions in foreign currencies are converted into USD using the prevailing monthly rate. Balances at the statement of financial position date are converted into USD using the closing exchange rate. The resulting differences from conversion and translation are dealt with in the comprehensive income statement in the year in which they arise.

The rates used in translation of balances at the year end from the originating currency to USD were as follows:

	2018	2017
Kenyan Shilling	102.51	102.48
South Sudanese Pound	159.88	126.28
Zambian Kwacha	10.00	10.00
Ugandan Shilling	3,717.47	3,623.19
Euro	0.75	0.83
GBP	0.77	0.74

1. Significant accounting policies (continued)

f) Reserves

(i) Capital fund

This reserve represents the valuation of the fixed assets that were purchased and capitalised less the related depreciation on those assets.

(ii) Medical fund

This reserve relates to financial provisions for medicare of some staff.

(iii) General funds

These are unrestricted funds and represent the accumulated reserve that is available for use at the discretion of management in furtherance of the objectives of the organisation.

(iv) Unspent fund balances

Grant income is recognised when expenditure is incurred. Any funds received and not spent by the end of the year are recognised under unspent fund balances on the statement of financial position.

g) Trade receivables

Receivables comprise staff debtors, deposits, prepayments and other receivables and are recorded at net realisable value. No provisions have been made in these financial statements. However, an assessment is made on the recoverability of receivables to determine provisions and write-offs required.

h) Cash and cash equivalents

For the purposes of the statement of cash flows, cash and cash equivalents comprise cash in hand and deposits held at call with banks, net of bank overdrafts.

i) Trade payables

Payables are obligations on the basis of normal credit terms and do not bear interest.

j) Employee entitlements

The organisation operates a gratuity fund for its employees on confirmed employment contracts. The scheme is administered by an insurance company. The organisation's contributions to the fund are charged to the statement of income and expenditure in the year in which they relate. The organisation and its employees contribute to the statutory defined contribution scheme registered in the respective country. The organisation's contributions to the defined contribution scheme are charged to the statement of comprehensive income in the year in which they relate.

k) Taxation

No provision has been made for taxation in view of the nature of the organisation. An application for exemption from taxation has been made to the Kenya Revenue Authority and a reply is awaited. In the opinion of the management, an exemption is likely to be granted.

l) Comparatives

Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

	USD 2018	USD 2017
2. Income		
Funds receivable at start of the year (note 11)	(2,423,010)	(1,474,889)
Net funds balance from the previous year (note 13)	1,301,219	2,173,469
Exchange difference	5,412	(13,258)
Grants received during the year (note 12)	27,562,814	28,580,527
Total funds available during the year	26,446,435	29,265,849
Add: Funds receivable during the year (note 11)	1,357,975	2,423,010
Unspent fund balances at year end (note 13)	(1,683,986)	(1,301,219)
Transfer to unrestricted funds	212,277	-
Net income during the year	26,332,701	30,387,640
3. Miscellaneous income		
Interest earned	11,544	12,808
Unrealized exchange (loss) / gain	(7,920)	27,925
Other income	58,731	36,515
Total miscellaneous income	62,355	77,248
4. Cash and bank balances		
Cash at bank and in hand	1,933,661	3,718,220
Short term bank deposit	485,000	485,000
Total cash and bank balances	2,418,661	4,203,220
For the purposes of the statement of cash flows, the year end cash and cash equivalents comprise the following:		
Cash at bank and in hand	2,418,661	4,203,220
Less: Short term bank deposit held under lien	(385,000)	(385,000)
	2,033,661	3,818,220

Short term bank deposit amounting to USD 385,000 were placed under lien in 2014.

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

2018
USD

2017
USD

5. Property and equipment

Property and equipment comprises the following:

a) Property and equipment - capital fund	312,538	227,634
b) Property and equipment - unrestricted	113,135	113,135
Total property and equipment	425,673	390,769

5 a) Property and equipment - capital fund

	Motor vehicles	Furniture, equipment and fittings	Computer equipment	Land and buildings	Total
Cost	USD	USD	USD	USD	USD
At start of year	318,260	84,532	112,657	158,757	674,206
Additions	15,657	22,338	896	-	38,891
Adjustment	(72,097)	1,517	(418)	-	(70,998)
At end of year	261,820	108,387	113,135	158,757	642,099
Depreciation					
At start of year	239,248	60,088	97,236	-	396,572
Adjustment on depreciation	(89,249)	1,150	(4,002)	-	(92,101)
Charge for the year	18,816	3,024	3,250	-	25,090
At end of year	168,815	64,262	96,484	-	329,561
Net book value 31-12-2018	93,005	44,125	16,651	158,757	312,538
Net book value 31-12-2017	79,012	24,444	15,421	158,757	277,634

5 b) Property and equipment - unrestricted

Land and buildings cost

At start and end of year	113,135	113,135
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This relates to land LR No. 23612546 in Uganda

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

	2018 USD	2017 USD
6. Accounts receivable		
Staff debtors	38,731	23,286
Other debtors	22,860	16,582
Security bond	3,953	3,953
Prepayments	55,154	10,402
Project debtors (net)	198,750	68,291
Total accounts receivable	319,448	122,514

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

7. Property deposit		
Property deposit	1,095,460	1,095,444

In the opinion of the directors, the carrying amount of investment deposit approximate to their fair value.

8. Accounts payable		
Payroll creditors	255,399	125,408
Project accruals	1,317,032	2,603,528
Project creditors (net)	47,171	27,000
Total accounts payable	1,619,602	2,755,936

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

9. Borrowings

The borrowings are made up as follows:

(a) Current

Bank loan payable within 1 year	70,455	63,220
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(b) Non-current

Bank loan - long-term	113,093	187,068
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Total borrowings	183,548	250,288
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The bank borrowings are secured by a pledge deposit amounting to USD 385,000.

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

10. Gratuity fund

At start of year	3,108,343	3,483,521
Provisions made during year	1,085,165	1,166,846
Payments made during the year	(2,340,644)	(1,542,024)
At end of year	1,852,864	3,108,343

In the opinion of the directors, the carrying amounts of the gratuity fund approximate to its fair value.

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

	2018 USD	2017 USD
11. Project funds receivable		
Karamoja Enterprise project Phase 1	866	795
Food basket (P284)	28,927	35,084
Food basket (P284D)	80,295	26,431
Karamoja Enterprise project Phase2	2,298	-
Environment CSEF	14,050	19,139
Havard Research	-	1,400
WRC Zambia project	330	-
Nchelenge Refugee Emergency	139,884	-
Humanitarian - ZHAP	3,473	-
Health pooled fund (HPF) - Yei	81,687	55,658
Health pooled fund (HPF) - Ibba	38,753	38,205
Health pooled fund (HPF) - Mundri West	35,733	15,352
Health pooled fund (HPF) - Morobo	5,312	6,157
Health pooled fund (HPF) - Maridi	62,775	62,782
Health pooled fund (HPF) - Lot 20/ Yei/Morobo/Lainya/Kkeji (P128F)	72,513	715,665
Health pooled fund (HPF) - Lot 21/ Maridi/Mundri E/ Mundri W/Mvolo	-	520,532
Health pooled fund (HPF) - Lot 23/ Ibba County	17,459	17,357
Health pooled fund (HPF) - Lot 20/ Yei/Morobo/Lainya/Kkeji	561,103	-
Photovoltaic Solar Project	-	4,298
CAPOR IV 2015	17,194	31,526
WFP South Sudan 2018	15,328	-
WFP South Sudan 2019	20,518	-
Regional Primary Health Care 2016	44,871	44,077
Regional Primary Health Care 2017	4,748	-
School feeding program Cuibet	7,565	56,234
UNHCR Logistics 2016	-	53,599
Logistics support Mogadishu 2015	20,080	11,639
Hargeisa project 2018	37,274	-
UNHCR provision logistics 2016	4,111	-
Livelihoods GIZ	-	3,920
SPARK	635	480,898
Energy 4 Impact project	356	-
Emergency Health Services - Yei 2016	-	9,812

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

	2018 USD	2017 USD
11. Project funds receivable (continued)		
Emergency Health Services - Yei 2017	1,792	-
Seed distribution	2,494	2,560
Safety nets and skills development	20,008	200,225
Urban Project Zambia	-	5,893
Self reliance and livelihood 2015	7,361	-
Somalia project 2017	4,862	-
Logistics support 2016	3,318	3,772
Maara division enterprise and market development	-	1
Health systems strengthening	2	-
Total project funds receivable	1,357,975	2,423,011

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

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

	2018 USD	2017 USD
12. Grants received (analysis by donor)		
Bread for the World	1,852,074	2,045,164
United Nations for Human Rights Commission (UNHCR)	19,184,233	18,497,764
United Nations Children's Fund (UNICEF)	(15,032)	860,303
Multi Donor Trust Fund (MDTF) / Ministry of Agriculture and Forestry - South Sudan (MAF)	881,700	535,031
UN FAO	148,405	66,237
United Nations Women (UNWomen)	95,441	48,760
United Nations World Food Program (UNWFP)	538,983	274,035
Crown Agents (DFID)	3,924,738	5,669,604
Norwegian Refugee Council (DFID)	603,593	265,167
Civil Society Environment Fund (CSEF)	15,452	39,119
Harvard University	-	3,080
IOM	-	11,483
Oxfam	55,088	132,075
Catholic Mission Medical Board (CMMB)	-	132,705
Julia Taft	12,489	-
Energy 4 Impact	13,138	-
USAID	24,422	-
GIZ	4,543	-
Diakonie	48,670	-
ENABEL	174,877	-
Total grants received (note 2)	27,562,814	28,580,527

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

	2018 USD	2017 USD
13. Unspent Fund Balances		
UNHCR Uganda	53,043	-
Multi Sectoral Refugee Management (P283B)	68,311	324,595
Multi Sectoral Refugee Management (P283C)	188,914	-
Food Basket Palabek	91,631	42,240
ENABEL-Uganda 2018	29,449	-
Uganda ASARECA Project	35,841	-
Urban Refugees GBV Project	-	452
Community-led Prevention Initiative (COPI) Extension	34,482	43,685
Urban Refugee Management 2016	5	13,023
COR Shelter Construction	-	3,109
WRC Zambia Project	-	4,321
Urban project Zambia	36,388	
HUMANITARIAN - ZHAP	-	4,255
NCHELENCE Refugee Emergency	-	43,405
NCHELENCE Food Distribution	67,182	3,961
Urban project Zambia	73,943	-
PAMO USAID (P461)	803	-
Regional Primary Health Care / RPHC (P121/121B)	-	127,909
Regional Primary Health Care / RPHC (P121C)	361,838	
Maridi Nurses Training School (MNTS)	30,906	40,311
Safety nets and skills development	-	1,185
Health Pooled Fund (HPF)	107,797	-
Emergency Health Services - Yei	5,560	-
UNICEF Logistics Support	9,379	132,533
UNHCR logistics	232,023	142,568
Emergency Health Services Yei 2017	-	6,084
FAO 2018	64,879	-
Maara Division Enterprise and Market Development	43,266	117,121
UNHCR Kakuma (P616)	-	279
UNHCR Kakuma (P616C)	1,987	26,770
UNHCR Kakuma (P616D)	13,209	-
Support to Refugees and Host Community	504	-
Julia Tuft GBV	12,489	-
Provision logistics 2016	-	176
Health systems strengthening	-	3,056
Logistics support Mogadishu 2018 (P512G)	9,505	4,891
Logistics support Mogadishu 2018 (P512I)	4,247	-
Self reliance and livelihoods Somalia (P511)	504	504
Self reliance and livelihoods Somalia (P511B)	-	584
Somali returnees	6,166	550
Self reliance and livelihoods Somalia (P511D)	420	40,456

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

	2018 USD	2017 USD
13. Unspent Fund Balances		
Self reliance and livelihoods Somalia (P511E)	-	131
Somali returnees	6,760	5,687
Logistics Somalia	4,613	1,812
Yemeni returnees	21,593	31,193
UNHCR Somalia Mogadishu	659	659
El Wak Food Security 2015-2018	65,690	133,714
Total unspent fund balances	1,683,986	1,301,219
Reconciliation of unspent fund balances		
Funds receivable (note 11)	(1,357,975)	(2,423,011)
Unspent fund balances	1,683,986	1,301,219
Net movement in restricted funds	133,742	(1,121,792)

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

14. Restricted Funds Balances

Project Title	AAH-I Project No.	Donor	Unspent funds/ (receivable) as at 01-01-2018	Receipts / (refunds) during the period	Expenditure During the period	EX Diff Gains/(Losses) & Bank Interest	Fund adjustment	Transfer to unrestricted funds	Unspent funds/ (receivable) as at 31-12-2018
South Sudan Country Programme			USD	USD	USD	USD	USD	USD	USD
Photovoltaic- solar projects	P117	BftW	(4,298)	-	-	-	4,298	-	-
Capor	P118	BftW	(31,526)	16,988	(1,015)	(1,642)	1	-	(17,194)
Regional Primary Health Care 2016	P121	BftW	(44,077)	-	-	(257)	(537)	-	(44,871)
Regional Primary Health Care 2017	P121B	BftW	127,909	180,939	313,505	(91)	-	-	(4,748)
Regional Primary Health Care 2018	P121C	BftW	-	738,228	376,390	-	-	-	361,838
Maridi nurse training School	P122	BftW	40,311	355,461	364,864	-	(2)	-	30,906
Safety network and skills development (SNSDP)	P124	MAF	1,185	-	-	(1,184)	(1)	-	-
Safety network and skills development (SNSDP) 2017	P124B	MAF	(200,225)	881,700	701,067	(416)	-	-	(20,008)
School Feeding - Cuibet	P126	Diakonie	(56,234)	48,670	-	-	(1)	-	(7,565)
Logistics Support -2016	P127	UNHCR	(53,599)	-	-	(2)	26,262	27,339	-
Health Pooled Fund -Yei	P128A	Crown Agents	(55,658)	-	-	(182)	(25,847)	-	(81,687)
Health Pooled Fund -Ibba	P128B	Crown Agents	(38,205)	-	-	-	(548)	-	(38,753)
Health Pooled Fund Mundri West	P128C	Crown Agents	(15,352)	-	-	-	(20,381)	-	(35,733)
Health Pooled Fund Morobo	P128D	Crown Agents	(6,157)	-	-	-	845	-	(5,312)
Health Pooled Fund Maridi	P128E	Crown Agents	(62,782)	-	-	-	7	-	(62,775)
Health Pooled Fund Lot 20/Yei/Morobo/Lainya/ Kkeji	P128F	Crown Agents	(715,665)	3,284,054	2,668,634	27,734	(2)	-	(72,513)
Health Pooled Fund Lot 21/Maridi/Mundri E/ Mundri W/Mvolo	P128G	Crown Agents	(520,532)	640,684	14,340	1,982	3	-	107,797
Health Pooled Fund Lot 23/Ibba County	P128H	CMMB	(17,357)	-	102	-	-	-	(17,459)
Health Pooled Fund Lot 20/Yei/Morobo/Lainya/ Kkeji	P128I	Crown Agents	-	-	561,096	(7)	-	-	(561,103)
Emergency Health Services (2016)	P130	UNICEF	(9,812)	15,372	-	-	-	-	5,560
Emergency Health Services (2017)	P130B	UNICEF	6,084	15,741	22,003	(1,663)	49	-	(1,792)

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

14. Restricted Funds Balances (continued)

Project Title	AAH-I Project No	Donor	Unspent funds/ (receivable) as at 01-01-2018	Receipts / (refunds) during the period	Expenditure During the period	EX Diff Gains/(Losses) & Bank Interest	Fund adjustment	Transfer to unrestricted funds	Unspent funds/ (receivable) as at 31-12-2018
South Sudan Country Programme			USD	USD	USD	USD	USD	USD	USD
Logistics Support 2017	P131	UNHCR	142,568	(309,361)	4,212	(1)	(13,932)	184,938	-
Logistics Support 2017	P132	UNICEF	132,533	(46,145)	64,678	-	(12,331)	-	9,379
Seed Distribution	P133	FAO	(2,560)	-	-	-	66	-	(2,494)
Seed Distribution	P133B	FAO	-	148,446	83,567	-	-	-	64,879
UNHCR Logistics 2017	P135	UNHCR	-	12,668,106	12,435,583	(500)	-	-	232,023
WFP South Sudan 2018	P137	WFP	-	211,610	226,965	27	-	-	(15,328)
WFP South Sudan 2019	P137A	WFP	-	-	20,518	-	-	-	(20,518)
Sub-total - South Sudan			(1,383,449)	18,850,493	17,858,539	23,798	(42,051)	212,277	(197,471)

Project Title	AAH-I Project No	Donor	Unspent funds/ (receivable) as at 01-01-2017	Receipts / (refunds) during the period	Expenditure during the period	Exchange difference gains/(losses) and bank interest	Fund adjustment	Transfer to unrestricted funds	Unspent funds/ (receivable) as at 31-12-2018
Uganda Country Programme			USD	USD	USD	USD	USD	USD	USD
Multi-Sector Assistance M/A/K 2016 (UGX)	P283	UNHCR	-	-	(18,108)	36	34,899	-	53,043
Multi-Sector Assistance M/A/K 2017 (UGX)	P283B	UNHCR	324,595	-	84,172	(288)	(171,824)	-	68,311
Multi-Sector Assistance M/A/K 2018 (UGX)	P283C	UNHCR	-	3,520,133	3,331,383	766	(602)	-	188,914
Food basket	P284	UNWFP	(35,084)	-	(1,223)	-	4,934	-	(28,927)
Food basket	P284C	UNWFP	42,240	130,233	81,223	-	381	-	91,631
Food basket	P284D	UNWFP	(26,431)	23,536	77,400	-	-	-	(80,295)
UN Women Uganda	P285	Un Women	(795)	-	-	(71)	-	-	(866)
UN Women Uganda	P285A	Un Women	-	95,441	92,426	(5,313)	-	-	(2,298)
ENABEL-Uganda 2018	P286	BTC	-	174,877	143,213	(2,817)	602	-	29,449
Uganda ASARECA PROJECT	P288	ASARECA	-	-	-	-	35,841	-	35,841
Sub-total - Uganda			304,525	3,944,220	3,790,486	(7,687)	(95,769)	-	354,803

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

14. Restricted Funds Balances (continued)

Project Title	AAH-I Project No.	Donor	Unspent funds/ (receivable) as at 01-01-2018	Receipts / (refunds) during the period	Expenditure during the period	Exchange difference gains/(losses) and bank interest	Fund adjustment	Transfer to unrestricted funds	Unspent funds/ (receivable) as at 31-12-2018
Zambia Country Programme			USD	USD	USD	USD	USD	USD	USD
Urban Refugee Management (Zkw) 2016	P448	UNHCR	13,023	-	-	-	(13,018)	-	5
Community-led Prevention Initiative (COPI) Extension	P450	PACF	43,685	-	-	-	(9,203)	-	34,482
Gender Based Violence	P451	IOM	452	-	-	-	(452)	-	-
Sustaining Environment and Natural Resources In Kawambwa District (Senark)	P452	CESF	(19,139)	15,452	17,443	-	7,080	-	(14,050)
Shelter	P453	USAID	3,109	-	-	-	(3,109)	-	-
Research	P454	HARVARD	(1,400)	-	-	-	1,400	-	-
Global Youth Refugee Consultations	P455	WRC	4,321	-	-	-	(4,651)	-	(330)
Urban Refugee Management (Zkw) 2017	P456	UNHCR	(5,893)	-	-	-	42,281	-	36,388
Humanitarian - Zhap	P457	OXFAM	4,255	10,228	9,048	-	(8,908)	-	(3,473)
Oxfam Nchelenge Refugee Emergency	P458	OXFAM	43,405	44,860	151,708	-	(76,441)	-	(139,884)
Food Distribution WFP	P459	UNWFP	3,961	173,603	148,853	8,765	29,706	-	67,182
Urban Refugee Management (Zkw) 2018	P460	UNHCR	-	536,837	516,938	-	54,044	-	73,943
PAMO- USAID	P461	USAID	-	24,422	23,618	-	(1)	-	803
Sub-total - Zambia			89,779	805,402	867,608	8,765	18,728	-	55,066

Project Title	AAH-I Project No.	Donor	Unspent funds/ (receivable) as at 01-01-2018	Receipts / (refunds) during the period	Expenditure during the period	Exchange difference gains/(losses) and bank interest	Fund adjustment	Transfer to unrestricted funds	Unspent funds/ (receivable) as at 31-12-2018
Kenya Country Programme			USD	USD	USD	USD	USD	USD	USD
Mara Enterprise and Market Development Phase 2	P615	BftW	(1)	-	-	-	1	-	-
Mara Enterprise and Market Development Phase 3	P615A	BftW	117,121	236,525	310,487	107	-	-	43,266
Livelihood- Kakuma 2015	P616	UNHCR	279	-	642	362	1	-	-
Krap & Logistics Project 2017	P616C	UNHCR	26,770	(25,816)	-	1,033	-	-	1,987
Krap & Logistics Project 2018	P616D	UNHCR	-	1,085,542	1,072,772	439	-	-	13,209
Livelihoods	P617	GIZ	(3,920)	4,543	118	-	(1)	-	504
Spark	P618	DFID	(480,898)	603,593	122,734	(596)	-	-	(635)
MEI Solar for Entrepreneurs	P619	E4I/DFID	-	13,138	13,504	10	-	-	(356)
Julia Taft GBV	P620	BPRM/ Julia Taft	-	12,489	-	-	-	-	12,489
Sub-total - Kenya			(340,649)	1,930,014	1,520,257	1,355	1	-	70,464

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

14. Restricted Funds Balances (continued)

Project Title	AAH-I Project No.	Donor	Unspent funds/ (receivable) as at 01-01-2018	Receipts / (refunds) during the period	Expenditure during the period	Exchange difference gains/(losses) and bank interest	Fund adjustment	Transfer to unrestricted funds	Unspent funds/ (receivable) as at 31-12-2018
Somalia Country Programme			USD	USD	USD	USD	USD	USD	USD
Livelihoods- Hargeisa	P511	UNHCR	504	-	-	-	-	-	504
Logistics -Somalia	P512	UNHCR	-	-	-	-	-	-	-
Livelihoods- Hargeisa	P511B	UNHCR	584	-	-	(21,051)	13,106	-	(7,361)
Livelihoods- Hargeisa	P511C	UNHCR	550	-	-	-	5,616	-	6,166
Livelihoods- Hargeisa	P511D	UNHCR	40,456	-	-	-	(40,036)	-	420
Livelihoods- Hargeisa	P511E	UNHCR	131	(151)	(1,117)	-	(5,959)	-	(4,862)
Livelihoods- Hargeisa	P511F	UNHCR	5,687	(4,895)	-10	-	5,958	-	6,760
Livelihoods- Hargeisa	P511G	UNHCR	-	702,241	739,515	-	-	-	(37,274)
Logistics - Mogadishu	P512B	UNHCR	1,812	-	-	-	2,801	-	4,613
Logistics - Mogadishu	P512C	UNHCR	31,193	-	-	-	(9,600)	-	21,593
Logistics - Mogadishu	P512D	UNHCR	(11,639)	-	-	-	(8,441)	-	(20,080)
Logistics - Mogadishu	P512E	UNHCR	659	-	-	-	-	-	659
Logistics - Mogadishu	P512F	UNHCR	(3,772)	-	(453)	-	1	-	(3,318)
Logistics - Mogadishu	P512G	UNHCR	4,891	(392)	(305)	-	4,701	-	9,505
Logistics - Mogadishu	P512H	UNHCR	176	(240)	-	-	(4,047)	-	(4,111)
Logistics - Mogadishu	P512I	UNHCR	-	916,077	911,830	-	-	-	4,247
Livelihoods-Elwak	P513	BftW	133,714	323,933	391,833	(124)	-	-	65,690
Sub-total -Somalia			204,946	1,936,573	1,936,573	(21,175)	(35,900)	-	43,151
Djibouti Country Programme									
Health Systems 2017	P701	UNHCR	3,056	96,112	99,401	356	(125)	-	(2)
Restricted funds			(1,121,792)	27,562,814	26,177,584	5,412	(155,116)	212,277	326,011

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NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

15. Schedule of programme and other expenditure

Program expenditure	South Sudan USD	Uganda USD	Zambia USD	Somalia USD	HQ USD	Kenya USD	Djibouti USD	Ethiopia USD	2018	2017
									Total USD	Total USD
Basic services - Primary health care, water and sanitation, and education	3,777,593	89,314	23,618	-	-	-	1,358	-	3,891,883	7,500,376
Food and income security and environment management and protection	495,242	-	-	391,833	-	23	-	-	887,098	1,461,638
Humanitarian response and refugee management	11,721,970	3,423,303	704,707	1,549,683	-	1,070,971	94,173	-	18,564,807	17,716,714
Civil society strengthening and peace building	1,015	60,652	17,826	-	-	258,679	-	-	338,172	465,099
	15,995,820	3,573,269	746,151	1,941,516	-	1,329,673	95,531	-	23,681,960	27,143,827
Administration and support costs	837,921	161,174	126,878	2,835	1,381,101	193,476	-	-	2,703,385	3,231,257
Total	16,833,741	3,734,443	873,029	1,944,351	1,381,101	1,523,149	95,531	-	26,385,345	30,375,084

NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED 31 DECEMBER, 2018

16. Taxation

No provision for taxation has been made in these financial statements as directors of the organisation consider it to be exempt from tax on its entire income. In arriving at this conclusion, the directors have taken into consideration Section 10 of the First Schedule to the Kenya Income Tax Act Section 10 exempts organisations that are established solely for the purpose of relief of poverty or distress of the public or for advancement of religion or education for the benefit of the public. The organization has also considered the fact that part of the income (charitable grants and donations) is for activities in other countries.

17. Incorporation

Action Africa Help International (AAH-I) is a non-governmental organization registered in Kenya in December 2003 under Section 10 of the Kenya Non-Governmental Organizations Co-ordination Act of 1990.

18. Fund adjustments

Following a reconciliation exercise undertaken during the year, the directors approved the write-off of book balances amounting to USD 353,189 against general reserves.

19. Presentation currency

The financial statements are presented in USD.