



Financial Statements FY 2010

July 1, 2009 - June 30, 2010

Executive Director's Message

Fiscal Year 2010 was a good, yet challenging year for Amsha Africa Foundation, full of change and progress. We welcomed new volunteer staff and new Board members, streamlined our programs, improved efficiency, transparency and financial accountability, and have been building partnerships that will have a lasting and positive impact for the communities we serve.

I offer my sincere thanks to each and every one who has supported Amsha Africa Foundation, whether it be through funds, services, the gift of time, expertise or any combination of the above.

To the dedicated staff who have embraced change exceptionally well, and at a great pace, I say thank you and well done!

Our success is the community's success. With the ongoing support of our donors, partners, Board and volunteers, Amsha Africa Foundation is ready for the challenges and achievements ahead in 2011 and beyond.



A handwritten signature in blue ink, consisting of a stylized 'T' followed by a long horizontal stroke.

Tony Abuta
Executive Director &
Founder


Income Statement - Revenue & Support




FY 2009- 2010 Financial Report

	FY 2010 July 1, 2009- June 30, 2010 Total	FY 2009 July 1, 2008- June 30, 2009 Total
REVENUE AND SUPPORT		
Individual donations (Website Donate Now, Paypal, checks, cash, etc)	\$ 8,446.00	\$ 5,275.00
Grants (Corporations/Governments)	\$ -	\$ -
Donated services and materials	\$ 4,378.00	\$ 9,279.00
Investment income and other	\$ 3,150.00	\$ -
Interest received	\$ -	\$ -
Fundraising/Special Events	\$ 6,725.00	\$ 3,220.00
Bequests	\$ 2,250.00	\$ -
Other revenue	\$ -	\$ -
TOTAL REVENUE AND SUPPORT	\$ 24,949.00	\$ 17,774.00


Income Statement – Program Services Expenses

 FY 2009- 2010 Financial Report		
	FY 2010 July 1, 2009- June 30, 2010 Total	FY 2009 July 1, 2008- June 30, 2009 Total
EXPENSES		
Program Services Expenses		
Water Sanitation & Hygiene (WASH) Program		
> Cost of materials (local & imported)	\$ 3,657.00	\$ 2,277.00
> Transportation costs (import, storage, etc)	\$ 635.00	\$ 286.00
> Government inspection and permitting expenses	\$ 450.00	\$ 150.00
> Labor costs (wages/training, etc)	\$ 920.00	\$ 320.00
> Project maintenance & repair costs	\$ 350.00	\$ 50.00
> Administration fees (project mgmt/office space& equipment/utilities/travel, etc)	\$ 305.00	\$ 487.00
Total for expenses for WASH Program	\$ 6,317.00	\$ 3,570.00
Prevention and Protection against Child Abuse and Neglect Program		
> Research activities	\$ 120.00	\$ 525.00
> Healthcare costs (hospitalization, mental healthcare system)	\$ 1,900.00	\$ 720.00
> Law Enforcement (Police services intervention, lawyer fees)	\$ 250.00	\$ 125.00
> Special education for maltreated children	\$ 632.00	\$ 510.00
> Foster homes & family expenses	\$ 500.00	\$ 250.00
> Administration fees (project management/travel to project locations, etc)	\$ 70.00	\$ 155.00
Total for expenses for Child Abuse Program	\$ 3,472.00	\$ 2,285.00
Sponsor an Orphan Program		
> Cost of school fees (orphanage, exam fees, etc)	\$ 1,305.00	\$ 2,720.00
> Cost of uniforms & school supplies	\$ 1,195.00	\$ 1,650.00
> Costs of basic living expenses & transportation to & from school	\$ 200.00	\$ 925.00
> Healthcare costs	\$ 427.00	\$ 1,227.00
> Administration fees (scanning photos/postage/messengers, etc)	\$ 65.00	\$ 225.00
Total for expenses for Sponsor an Orphan Program	\$ 3,192.00	\$ 6,747.00
Dear Friend Program		
> Cost of postage and stationery	\$ -	\$ -
> Administration fees (project management/office space & equipment/utilities/travel, etc)	\$ 835.00	\$ -
Total for expenses for Dear Friend Program	\$ 835.00	\$ -
Other Development Programs		
> Cost of materials (local & imported)	\$ 625.00	\$ 225.00
> Transportation costs (import, storage, etc)	\$ 157.00	\$ 105.00
> Government inspection and permitting expenses	\$ 50.00	\$ 90.00
> Labor costs (wages/training, etc)	\$ 302.00	\$ 225.00
> Project maintenance & repair costs	\$ 68.00	\$ 105.00
> Administration fees (project management/office space& equipment/utilities/travel, etc)	\$ 25.00	\$ 125.00
Total for expenses for Other Programs	\$ 1,227.00	\$ 875.00
Total Program Services Expenses	\$ 15,043.00	\$ 13,477.00

Income Statement – Support Services Expenses


				
FY 2009- 2010 Financial Report				
	FY 2010 July 1, 2009- June 30, 2010 Total		FY 2009 July 1, 2008- June 30, 2009 Total	
Support Services Expenses				
> Management and general expenses	\$	358.00	\$	725.00
> Fundraising Expenses (Advertising and promotion)	\$	385.00	\$	428.00
> Bank charges - general	\$	78.00	\$	92.00
> Legal costs	\$	140.00	\$	220.00
> Market research	\$	150.00	\$	350.00
> Motor vehicle expenses	\$	1,128.00	\$	450.00
> Postage	\$	150.00	\$	95.00
> Printing and stationary	\$	228.00	\$	125.00
> Security	\$	400.00	\$	789.00
> Website costs	\$	275.00	\$	875.00
Total Support Services Expenses	\$	3,292.00	\$	4,149.00

Total Expenses= Programs Services Expenses + Support Services Expenses

				
FY 2009- 2010 Financial Report				
	FY 2010 July 1, 2009- June 30, 2010 Total		FY 2009 July 1, 2008- June 30, 2009 Total	
TOTAL EXPENSES				
	\$	18,335.00	\$	17,626.00

Balance Sheet

As at June 30, 2010

		
FY 2009- 2010 Financial Report		
	FY 2010 July 1, 2009- June 30, 2010 Total	FY 2009 July 1, 2008- June 30, 2009 Total
Current assets		
> Cash and cash equivalents (Cash on hand, at bank, on deposit)	\$ 6,604.00	\$ 148.00
> Trade and other receivables	\$ -	\$ -
> Other (accrued income, security deposits, insurance pre-payments)	\$ 580.00	\$ -
Total current assets	\$ 7,184.00	\$ 148.00
Non-current assets		
> Property, plant and equipment (land, buildings, vehicles, office equipment at cost)	\$ 81,662.00	\$ 68,662.00
> Intangibles (Formation costs - US & Kenya)	\$ -	\$ 2,225.00
Total non-current assets	\$ 81,662.00	\$ 70,887.00
TOTAL ASSETS	\$ 88,846.00	\$ 70,887.00
Current liabilities		
> Provisions (provisions-repairs & maintenance, workers comp, expenses)	\$ 2,331.00	\$ 1,278.00
> Other (Accrued expenses, Subsidies and grants received in advance)	\$ -	\$ -
Total current liabilities	\$ 2,331.00	\$ 1,278.00
TOTAL LIABILITIES	\$ 2,331.00	\$ 1,278.00
NET ASSETS	\$ 86,515.00	\$ 69,609.00

Notes to the financial statements

Significant accounting policies

Basis of accounting

In the Officers' opinion, Amsha Africa Foundation is not a reporting entity because there are no users dependent on general purpose financial reports. The Officers have determined that the accounting policies adopted are appropriate to meet the needs of the users.

The financial report has been prepared in accordance with applicable Accounting Standards and Urgent Issues Group Consensus Views with the exception of the disclosure requirements in the following:

- Cash Flow Statements
- Events after the Balance Sheet Date
- Leases
- Employee Benefits
- Related Party Disclosures
- Financial Instruments: Disclosures
- Financial Instruments: Presentation
- Financial Instruments: Recognition and Measurement

In the opinion of the Officers, compliance with these standards would have placed unreasonable burden upon Amsha Africa Foundation for a comparably minor benefit.

The financial report is prepared in accordance with the historical cost convention and do not take into account changing monetary values. The accrual and going concern basis have been adopted. Comparative information is reclassified where appropriate to enhance comparability.

Notes to the financial statements

The following is a summary of the significant accounting policies adopted in the preparation of these financial statements. Unless otherwise stated, these accounting policies are consistent with those of the previous year.

Income tax

As Amsha Africa Foundation is a charitable organization under section 501(c)(3) of the U.S. Internal Revenue Code, as amended, it is exempt from paying income tax.

Acquisition of assets

The cost method of accounting is used for all acquisitions of assets regardless of whether equity instruments or other assets are acquired. Cost is determined as the fair value of the assets given up, shares issued or liabilities undertaken at the date of acquisition plus incidental costs directly attributable to the acquisition.

Revenue recognition

Donations are recognized at the time the pledge is made. Other revenue is recognized when it is received or when the right to receive payment is established. Grants and subsidies are recognized as income over the period to which they relate.

Depreciation of property, plant and equipment

Depreciation is calculated on a straight line and diminishing value basis to write off the net cost of each item of property, plant and equipment (excluding land) over its expected useful life. Estimates of remaining useful lives are made on a regular basis for all assets, with annual reassessments for major items.

Intangible assets

Costs in relation to the formation of the entity are capitalized as an asset. These costs are not subsequently amortized.

Notes to the financial statements

Trade and other payables

These amounts represent liabilities for goods and services provided to the entity prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

Rounding of Amounts

Amounts in the financial report have been rounded off to the nearest dollar.

Officers' declaration

As stated in the basis of accounting policy included in the financial statements, Amsha Africa Foundation is not a reporting entity and this is a special purpose financial report. This report has been prepared in accordance with the accounting principles and methods prescribed by Accounting Standards and other mandatory professional reporting requirements and statutory requirements.

The Officers of Amsha Africa Foundation declare that the financial statements and notes:

- a) comply with the Accounting Standards (as detailed in the basis of accounting policy); and
- b) give a true and fair view of Amsha Africa Foundation's financial position as at 30 June 2010 and of its performance for the year ended on that date.

In the Officers opinion

- a) there are reasonable grounds to believe that the Amsha Africa Foundation will be able to pay its debts as and when they become due and payable.

On behalf of the Officers



Tony Abuta - Executive Director
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Independent Auditors Report

Report on the financial report

We have audited the accompanying special purpose financial report of Amsha Africa Foundation, which comprises the balance sheet as at 30 June 2010 and the income statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the Officers' declaration.

Officers' responsibility for the financial report

The Officers of Amsha Africa Foundation are responsible for the preparation and fair presentation of the financial report in accordance with International Accounting Standards. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with International Accounting Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Officers, as well as evaluating the overall presentation of the financial report.

Our audit did not involve an analysis of the prudence of business decisions made by Officers or management. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Independent Auditors Report

Independence

In conducting our audit, we followed applicable independence requirements of International professional ethical pronouncements.

Auditor's opinion on the financial report

In our opinion, the financial report of Amsha Africa Foundation:

- ❖ gives a true and fair view of Amsha Africa Foundation's financial position of as at 30 June 2010 and of its performance for the year ended on that date, and
- ❖ complies with the International Accounting Standards as described in the financial report .



**Walker & Ansari, P.C.
Certified Public Accountants**

Dated this 5th day of July 2010

Thank You!

