

Empowering Vulnerable Children Uganda

Audit Report and Financial Statements [For the Year ended 30TH April 2016



Empowering Vulnerable Children Uganda

Report of the Board of Directors and Audited Financial Statements

For the Year Ended: April 30th 2016.

Auditors:

ALLIED

Certified Public Accountants

P.O. Box 1065 Masaka

Email: paul_sserwadda@yahoo.co.uk

Audited by ALLIED certified Public Accountants

| TABLE OF CONTENTS | PAGE |
|---|-------------|
| ENTITY INFORMATION | 3 |
| DIRECTORS' REPORT | 4 |
| STATEMENT OF BOARD OF DIRECTOR'S RESPONSIBILITIES | 5 |
| REPORT OF THE INDEPENDENT AUDITORS | 6-7 |
| STATEMENT OF FINANCIAL POSITION | 8 |
| STATEMENT OF COMPREHENSIVE INCOME..... | 9 |
| CASH FLOW STATEMENT | 10 |
| NOTES TO THE FINANCIAL STATEMENTS | 11-12 |

ENTITY INFORMATION

Registered Office and Principal Place of Business

Kyansi village, kyankoole Parish, Butenga sub-county, Bukomansimbi District.

Empowering Vulnerable Children Uganda

P. O BOX 1315

Masaka

Tel : +256772592198

E-mail kayabula@Gmail.com

Bankers

Barclays Bank

Masaka Branch

Account Number 6004296735

Auditors

ALLIED

Certified Public Accountants

P.O. Box 1065 Masaka (U)

Mobile: 070 1 858543; 0782396007;

E-mail: paul_sserwadda@yahoo.co.uk

DIRECTORS' REPORT

The Board of Directors submits their report together with the audited financial statements of **Empowering Vulnerable Children Uganda** for the year ended April 30th 2016 which disclose the state of affairs of the organization.

Principal Activities:

The principal activity of the organization is to give support in Education care for orphans, abused children and education, Promote social economic transformation and wellbeing of children especially orphans. It is a continuation of the bringing hope and healing to the orphans and Vulnerable in Masaka, Bukomansimbi, Kalungu, and Sembabule Districts in accordance with the Nongovernmental regulations.

Results

The results of operations of the **Empowering Vulnerable Children (EVC) Uganda**, for the year to 30th April 2016 are set out on page 8- 10

Board of Directors

The Board of Directors who held office during the year and to the date of this report are ;

Teddy Fauset

Jude Fauset

Contact person, Rev. Fr. Boniface Kayabula and are of the view that these financial statements present fairly the state of affair as at 30th April 2016 and nothing has come to their attention that the organization is not a going concern.

Auditors:

ALLIED (*Certified Public Accountants*) has conveyed their willingness to continue in office in accordance with Section 159(2) of the Companies Act (Cap 110) of laws of the Republic of Uganda.

Naluyange Gonzaga

Secretary

Board of Directors

Date... *19th Oct / 2016*

STATEMENT OF BOARD OF DIRECTOR'S RESPONSIBILITIES

The Non-Government Organisation's Registration (Amendment) act, 2006 and the Companies Act (Cap 110) of the laws of the Republic of Uganda, requires the Directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the organisation as at the end of the financial year. It also requires the Directors to ensure that the organisation keeps proper accounting records, which disclose with reasonable accuracy, at any time, the financial position of the organisation. They are also responsible for instituting and running an internal control system in order to safe guard the assets of the organisation.

The Directors accept responsibility for the annual financial statements set out page 8-10 which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with Generally Accepted Accounting Principles and in a manner required by the Non-Governmental Regulations. The Directors are of the opinion that the financial statements give a true and fair view of the state of affairs of the organisation and of its operating results. The Directors further accept responsibility for the maintenance of accounting records, which may be relied upon in the preparation of financial statements, as well as adequate systems of internal control.

Nothing has come to the attention of the Directors to indicate that the organisation will not remain a going concern for the at least the next twelve months from the date of this statement.

This statement is approved by the Board of Directors and signed on their behalf by.

Yours faithfully,



Chairperson,

Board of Directors

Date 19th October 2016



Secretary,

Board of Directors

Date 19th October 2016



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W www.alliedcpa.ug

P.O BOX 1065 MASAKA

Date: 16th October 2016

In any correspondence on this subject please quote no, A030/34/16

REPORT OF THE INDEPENDENT AUDITORS TO THE BOARD OF DIRECTORS OF Empowering Vulnerable Children Uganda

Report on the Financial Statements

We have audited the accompanying financial statements set out on **Pages 8 -10 of Empowering Vulnerable Children (EVC) Uganda** which comprise the Statement of Financial Position / Balance sheet as at April 30th 2016, the Statement of Comprehensive Income and Statement of Cash flows for the year then ended and a summary of significant accounting policies and other explanatory notes set out on pages 12 to 13

Board of Directors' Responsibility for the Financial Statements

The board of directors is responsible for the preparation and fair presentation of these financial statements in accordance with Generally Accepted Accounting Principles. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of Financial Statements that are 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.

Auditor's Responsibility

Our responsibility is to express an independent opinion on these Financial Statements based on our audit. We conducted our audit in accordance with International Standards on Auditing issued by the International Federation of Accountants (IFAC). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's

judgment, including the assessment of the risks of material misstatement of the financial statements, 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 statements 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 management, as well as evaluating the overall presentation of the financial statements.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, proper books of accounts have been kept and the accompanying financial statements which are in agreement with the books of accounts gives a true and fair view of the state of **Empowering Vulnerable Children (EVC) Uganda**'s Financial affairs as at September 30th 2013 and of its results of statement of comprehensive income and cash flow for the year in accordance with the Generally Accepted Accounting Principles.

Report on Other Legal and Regulatory Requirements

Empowering Vulnerable Children Uganda conformed, in all material respects, to the requirements of the Department of Community Services and their Memorandum of association, 2011 and other laws of the Republic of Uganda.



ALLIED
Certified Public Accountants
Masaka
16/Oct/2016.....2016

Empowering Vulnerable Children Uganda

BALANCE SHEET AS AT 30th April

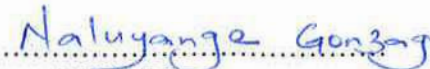
| Non-current Assets | Note | 2016 | 2015 |
|--|------|-------------|------------|
| Motor vehicles and Equipment | | 0 | 0 |
| Current Assets | | | |
| Inventory | | | |
| Cash and Bank | | 19,362,479 | 21,459,718 |
| Total Assets | | | |
| Current Liabilities | | | |
| Payables | | | |
| Net Assets | | - | - |
| Financed By: | | | |
| Accumulated Fund | | 21,459,718 | - |
| Surplus/(Deficit) | 5 | (2,083,060) | 21,459,718 |
| Total Capital & Liabilities | | 19,362,479 | 21,459,718 |

The accounting policies and notes set out on pages 11 to 12 form an integral part of this Financial Statement.

The financial statements were approved by the Board of Directors on 19/10/2016 and were signed on its behalf by:


CHAIRMAN,

BOARD OF DIRECTORS


SECRETARY,

BOARD OF DIRECTORS

Empowering Vulnerable Children Uganda

INCOME AND EXPENDITURE STATEMENT

FOR THE YEAR ENDED 30th April

| | Note | 2016 | 2015 |
|-------------------------------------|------|-------------------|-------------------|
| | | Shs. | Shs. |
| Income | | | |
| Donation | | 83,081,000 | 86,072,246 |
| Local Contribution | | 1,239,400 | 987,500 |
| Interest income | | 246,850 | 42,422 |
| Total Income | | 84,567,250 | 87,102,168 |
| Expenditure | | | |
| Scholastic Materials | 2 | 21,480,900 | 15,633,060 |
| School Fees for Children | 1 | 63,536,972 | 48,707,000 |
| Stationery ,Printing & Photocopying | | 390,000 | 372,000 |
| Postage | | 549,400 | 187,000 |
| Transport | | 300,000 | 290,000 |
| Internet services | | 0 | 138,000 |
| Bank Charges | | 406,217 | 315,390 |
| Total Expenses | | 86,663,489 | 65,642,450 |
| Surplus/(Deficit) | | -2,096,239 | 21,459,718 |

The accounting policies and notes set out on pages 11 to 12 form an integral part of this Financial Statement.

Empowering Vulnerable Children Uganda

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30th April

| | | 2016 | 2015 |
|---|----------|-------------------|-------------------|
| | NOTE | Shs. | Shs. |
| Cash Flow from Operating Activities | | | |
| Deficit/ Surplus for the year | | -2,096,239 | 21,459,718 |
| Adjustments for Non-cash items | | | |
| Depreciation | | | |
| Prior year adjustments | | | |
| | | -2,096,239 | 21,459,718 |
| Changes in working capital items | | | |
| (Increase) / Decrease in stock | | - | - |
| Increase / (Decrease) in Creditors | | - | - |
| Net Cash Generated from Operating Activities | | - | - |
| | | -2,096,239 | 21,459,718 |
| Cash Flow from Investing Activities | | | |
| Purchases of Property, Plant and Equipment's | | - | - |
| Purchases of Intangible Assets | | - | - |
| Net Cash Flow from Investing Activities | | - | - |
| Cash Flow from Financing Activities | | | |
| Donation(Capital Grant) | | 0 | |
| Net Increase in Cash and Cash Equivalents | | -2,096,239 | 21,459,718 |
| Cash and Cash Equivalents in January | | 21,459,718 | 0 |
| Cash and Cash Equivalents at Year end | 4 | 19,362,479 | 21,459,718 |

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting Entity

Empowering Vulnerable Children (EVC) Uganda is a Local Non-Government Organization based in Bukomansimbi District, Kyansi village, Kyansi Parish, involved in provision of social welfare to neglected and abandoned children and re-settlement of them. Hence it does not offer services for profit.

2. Significant accounting policies.

The principal accounting policies adopted in the preparation of these financial statements are set out below:

a) Basis of preparation

The financial statements are prepared in accordance with Generally Accepted Accounting Principles. Under this basis some income and expenses are recognized and disclosed in the books of account when realized or incurred respectively. The financial statements have been prepared under the historical cost convention.

b) Cash and Cash Equivalents

Cash and cash equivalents comprise of cash at hand and deposit held at call with banks.

c) Income and Expenditure Recognition

Income is recognized when received from Donors or other sources and is recognized in the period in which it is received.

Expenditure is recognized on an accruals basis whereby the expenditure is incurred when goods are delivered or services are rendered but not when the payment is made

d) Currency

These financial statements are expressed in Uganda shillings.

| NOTE 2: School fees | 2016 | 2015 |
|------------------------------------|-------------------|-------------------|
| | Shs | Shs |
| Name of school | Amount | Amount |
| St Kizito | 28,505,000 | 22,866,000 |
| St matia mulumba | 28,074,972 | 16,600,000 |
| Others | 6,957,000 | 9,241,000 |
| Total | 63,536,972 | 48,707,000 |
| NOTE 3: School Requirements | | |
| | 2016 | 2015 |
| St Kizito | 7,470,500 | 7,537,380 |
| St Matia Mulumba | 11,978,400 | 8,095,680 |
| Others | 2,032,000 | 0 |
| Total | 21,480,900 | 15,633,060 |

NOTE 4. Cash and Cash Equivalents

Barclays
A/c 6004296735

| | 2016 | 2015 |
|---------------------|-------------------|-------------------|
| Cash at Hand | 85,594 | 13,187,516 |
| BANK | 19,276,885 | 8,272,202 |
| Total | 19,362,479 | 21,459,718 |

NOTE 5: Accumulated Fund

| | 2016 | 2015 |
|---|-------------------|-------------------|
| Balance b/f | 21,459,718 | 0 |
| Surplus / Deficit for the year | (2,09,239) | 21,459,718 |
| Adjustment against reserves | 0 | 0 |
| Accumulated Fund Carried Forward | 19,362,479 | 21,459,718 |

"END