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1. GENERAL INFORMATION

CORPORATE ADDRESS:

Cell:Rugarama

Sector:Nyamirambo

District:Nyarugenge

City of Kigali

Rwanda

BANKERS:

Bank Of Kigali

AUDITORS:

ON Consulting Group Ltd

City of Kigali

District of Gasabo

Sector of Remera

Box **4510 Kigali**

2. CORPORATE GOVERNANCE

DIRECTOR

Rev.MUHOZA MBABAZI Josue

Board director

Dr. Rev. GAHUNGU Bunini

Executive Directors

3. Statement of Directors' Responsibilities

According to the law 04/2012 of 17/02/2012, article 29 requires the Directors of a Non-Governmental Organizations to prepare a financial report in accordance with applicable law and regulations.

The law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with General Accepted Accounting Standards Principles

Under the law the Directors must not approve financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources

And application of resources for that period. In preparing these financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgments and estimates that are reasonable and prudent; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the financial position of the charitable company and enable them to ensure that the financial statements comply with the law 04/2012 of 17/02/2012. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. So far as the Directors are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the

Company's auditors are unaware; and Each Director has taken all the steps that he ought to have taken as a Director in order to make him/herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

Signed on behalf of the Directors

Name: _____

Date: _____

4. INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AESD

We have audited the financial statements of AESD for the year ended 31 March 2021 which comprise the Statement of Net assets as at 31 March 2021, the statement of activities for the year then ended and the Statement of Accounting Policies and the related notes. The financial reporting framework that has been applied in their preparation is the Law governing functioning of Local Non-Government Organizations in Rwanda and generally accepted accounting principles accepted in the Republic of Rwanda (GAAP).

4.1. Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Generally Accepted Accounting Principles applicable to Cooperative societies in the Republic of Rwanda, 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.

4.2. Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (ISAs). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about 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 auditors' 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, the financial statements present fairly, in all material respects, the Statement of Net Assets of AESD as at March 31, 2021 and the Statement of activity for the year then ended in accordance with Generally Accepted Accounting Standards applicable to Cooperative Societies in the Republic of Rwanda.

Signed on behalf of ON Consulting Group Ltd by

Signature _____

Date _____



ON Consulting Group Ltd
P.O BOX 4510 - Kigali
Kigali, Rwanda

5. FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

6. Statement of Revenues and Expenditure for the period ending 31st March 2021

	Notes	2020-2021	2019-2020
		Frw	Frw
Income	2	38,292,832	62,843,721
Expenses			
Direct expense	3	(18,709,080)	(41,435,139)
Indirect Expense	4	(22,683,033)	(22,870,518)
Other Expense		-	-
		(41,392,113)	(64,305,657)
Surplus/(Deficit)		(3,099,281)	(1,461,936)

The financial statements are authorized for issue on _____ / _____ / _____

Board Director

Executive Director

7. Statement of Net assets for the period ending 31st March 2021

	Notes	2020-2021 Frw	2019-2020 Frw
Assets			
Property and Equipment	5	4,062,313	2,156,063
Cash and Cash equivalent	4	24,555	420,232
Total Assets		4,086,868	2,576,295
Accumulated fund and Liabilities			
Accumulated fund		7,186,148	4,038,230
Surplus/Deficit		(3,099,281)	(1,461,936)
Total funds		4,086,868	2,576,295

The financial statements are authorized for issue on _____ / _____ / _____

Board Director

Executive Director

8. NOTES TO THE ACCOUNTS FOR THE YEAR ENDING 31 MARCH 2021

8.1. Nature of business

AESD is a Local Non-Governmental Organization operating in the Republic of Rwanda. The principle of the organization is preparation of Rwandese for self-development and initiation of income generation activities, training of animators, assisting of churches in addressing the needs of the population and ending poverty one.

9. Statement of accounting policies

9.1. Basis of preparation

The accounts are prepared under the historical cost convention and in accordance with Generally Accepted Accounting Principles applicable financial reporting of NGOs in the Republic of Rwanda. . The principal accounting policies adopted in the preparation of the accounts are set out below.

9.2. Incomes

Fee income from charitable activities consists of fees charged for service provision including bring water near people, consultancy work. Income is deferred when fees are received in advance of the courses to which they relate, or when grants are received in advance of the period in which the activities to which they relate will be performed. Grants and donations given to fund revenue expenditure are credited to the income and expenditure account in the period for which they are given.

9.3. Expenditure

Expenditure is allocated to the particular activity for which each specific cost was incurred. Expenditure is allocated in the period in which the costs are incurred.

9.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are stated at cost or valuation less accumulated depreciation. Depreciation is calculated to write off the cost or valuation of tangible fixed assets other than freehold land and tangible fixed assets in the course of construction over their estimated useful lives using reducing balance method at the following annual rates:

Buildings:	5%
Plant and machinery:	25%
Motor vehicles:	25%
Computer equipment:	50%
Other equipment:	25%

Buildings are depreciated using equal annual installments at the annual rate of 5%. Tangible fixed assets in the course of construction are carried at cost less any recognized impairment loss. Depreciation of these assets commences when they are commissioned and ready for their intended use.

The carrying value of tangible assets is reviewed for impairment if events or changes in circumstances indicate the carrying value may not be recoverable. Impairment is assessed by comparing the carrying value of an asset with its recoverable amount (being the higher of net realizable value and value in use). Net realizable value is defined as the amount at which an asset could be disposed of net of any direct selling costs. Value in use is defined as the present value of the future cash flows obtainable through continued use of an asset including those to be realized on its eventual disposal.

10. Explanatory notes to financial statement

10.1. Income

	2020-2021	2019-2020
	Frw	Frw
Opening balance	420,232	309,341
Tear fund	37,872,600	52,845,880
RWAMREC	-	9,688,500
	38,292,832	62,843,721

10.2. Direct cost

	2020-2021	2019-2020
	Frw	Frw
Envisioning workshop	1,000,000	10,768,500
Training of facilitators	1,100,000	1,160,000
Formation and training	3,300,000	7,430,000
Frame and promote the lives	400,000	1,495,000
Mobilise and train people	2,550,000	2,588,159
Field Visits and monitoring	1,040,000	3,240,000
Quarterly meetings with facilitator	300,000	1,390,000
TF SHGS Map Correction	-	200,000
Orientation meeting for local	200,000	1,100,000
Train street vendors in the sectors	1,290,000	2,590,000
Staff capacity building	-	800,000
Equipping and training 120 members	950,000	2,000,000
Equipment's for field Facilitators	-	490,000
Equipment's for project coordinator	-	500,000
Project Evaluation & audit	600,000	600,000
Forming and Strengthening	-	700,000
Training and Strengthening Church	-	800,000

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Empowerment facilitators network	-	3,583,480
Staff meeting	200,000	-
Paying tax of March2020 and may	412,080	-
Food and Mask Assistance	4,993,000	-
District Church Denomination Leader infrared fore Head thermometer	374,000	-
	<hr/>	<hr/>
	18,709,080	41,435,139
	<hr/>	<hr/>

10.3. Indirect cost

	2020-2021	2019-2020
	Frw	Frw
Project coordinator	8,816,400	7,625,640
Accountant	2,887,680	2,563,620
Guard	-	600,000
Office rent	600,000	1,200,000
charges	116,155	164,330
Fuel and driver	800,000	1,800,000
Communication	1,095,000	600,000
Office suppliers	80,000	493,500
Electricity & water	-	122,500
Field coordinator	2,761,320	2,563,620
Director facilitator	3,014,040	2,563,620
Depreciation	2,512,438	2,573,688
	22,683,033	22,870,518

10.4. Cash and cash equivalent

	2020-2021	2019-2020
	Frw	
Cash at bank	24,555	420,232
	24,555	420,232

10.5. Property, Plant and Equipment

	Computer and accessories	Furniture and fittings	Total
Cost	Frw	Frw	Frw
As at 01.04.2020	3,710,000	3,833,000	7,543,000
Additions	1,620,000	225,000	1,845,000
31.03.2021	5,330,000	4,058,000	9,388,000
Depreciation			-
As at 01.04.2020	1,855,000	958,250	2,813,250
Charge for the year	1,737,500	774,938	2,512,438
As at 31.03.2021	3,592,500	1,733,188	5,325,688
Net book value	1,737,500	2,324,813	4,062,313

11. Appendix

	ACTUAL 2020-2021	BUDGETED 2020-2021	Variance(Frw) 2020-2021	Variance (%) 2020-2021
Opening balance	420,232	-	420,232	-
Tear fund	37,872,600	46,640,000	(8,767,400)	(19)
RWAMREC	-	-	-	-
Total Income	38,292,832	46,640,000	(8,347,168)	(18)
Direct cost				
Refresher envisioning for 37 local church leaders on CCT Approach	500,000	1,000,000	(500,000)	(50)
Refresher envisioning of church denominations leaders	500,000	1,000,000	(500,000)	(50)
Training of facilitators	1,100,000	1,100,000	-	-
Formation and training	3,300,000	7,500,000	(4,200,000)	(56)
Frame and promote the lives	400,000	1,200,000	(800,000)	(67)
Mobilize and train people through Self-help groups	2,550,000	2,550,000	-	-
Field Visits and monitoring	1,040,000	3,440,000	(2,400,000)	(70)
Quarterly meetings with facilitator	300,000	1,500,000	(1,200,000)	(80)
Orientation meeting for local	200,000	-	200,000	-
Train street vendors in the sec	1,290,000	3,000,000	(1,710,000)	(57)
Equipping and training 120 members	950,000	2,350,000	(1,400,000)	(60)
Project Evaluation & audit	600,000	600,000	-	-
Staff meeting	200,000	400,000	(200,000)	(50)
Paying tax of March2020 and may	412,080	-	412,080	
Food and Mask Assistance	4,993,000	-	4,993,000	
COVID-19	374,000	-	374,000	
Total direct expenses	18,209,080	25,640,000	(6,930,920)	(27)

AESD**Audited financial statements for year ended 31 March 2021**

Project coordinator	8,816,400	8,400,000	416,400	5
Accountant	2,887,680	2,760,000	127,680	5
Office rent contribution	600,000	1,200,000	(600,000)	(50)
Bank Charges	116,155	240,000	(123,845)	(52)
Fuel, insurance and driver	800,000	960,000	(160,000)	(17)
Director facilitation	3,014,040	2,880,000	134,040	5
Field coordinator	2,761,320	2,640,000	121,320	5
Communication	1,095,000	1,440,000	(345,000)	(24)
Depreciation	2,512,438	-	2,512,438	
Office suppliers	80,000	480,000	(400,000)	(83)
Total indirect expenses	22,683,033	21,000,000	1,683,033	8
Total Expense	40,892,113	46,640,000	(5,247,888)	(11)