WORLD ACTION FUND

AUDIT REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2014

AUDITED BY:

Plot 62/64 Avenue Road Arua Catholic Center Cafeteria Ground Floor Room 10
P.O. Box 211, Arua; Email: asaassociates13@gmail.com
Office Tel: +256 790912005; Mobile: +256 772357282; +256 752357282
# WORLD ACTION FUND

**AUDIT REPORT AND FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31ST DECEMBER 2014

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<td>1</td>
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Audited by ASA Associates
Certified Public Accountant
WORLD ACTION FUND
AUDIT REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2014

ORGANISATION INFORMATION

BOARD OF DIRECTORS
Draga Joy Carmello
Adiga Bernard Ngobi
Munduru Christine
Odama Peter
Adia Michael
Avako Jesca
Philip Matua

Chairperson
Vice Chairperson
Director Public Health
Treasurer
Member
Secretary
Program Director

ADDRESS
World Action Fund
P.O Box 1251, Arua
E-mail: WAF.uganda@gmail.com
Tel: +256 776 167 923

BANKERS
KCB Bank, Uganda
Ben Kiwanuka Road, Kampala

AUDITORS
ASA Associates
Certified Public Accountants
Plot 62/64 Avenue road
Arua Catholic Center Cafeteria Building, room 10 ground floor
P.O Box 211, Arua-Uganda
Tel: +256 790 912 005
E-mail: asaassociates13@gmail.com

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REPORT OF THE DIRECTORS

The directors present their report together with the financial statements for the year ended 31st December 2014.

ACTIVITIES

The organization's principal activity is capacity building of the member organisations by coordinating; lobbying/advocating on behalf of the local NGOs/CBOs for good governance; monitor and evaluate activities of the member organisations with other stakeholders.

RESULTS

\[
\begin{array}{l}
\text{Surplus for the year} \\
\text{Total}
\end{array}
\]

\[
\begin{array}{l}
\text{2014} \\
\text{shs} \\
2,237,500
\end{array}
\]

DIRECTORS

The present membership of the board of directors is set out on page 1.

AUDITORS

ASA Associates Certified Public Accountants, having expressed their willingness, performed the Audit in accordance with the Company's Act.

BY ORDER OF THE BOARD

CHAIRPERSON B.O.D

[Signature]

[Date: 17/01/2015]

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Certified Public Accountant
WORLD ACTION FUND
AUDIT REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2014

STATEMENT OF DIRECTOR’S RESPONSIBILITIES

Company law and the NGO Act requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of World Action Fund as at the end of the financial year and of the surplus or deficit of the organization for that year. In preparing those financial statements the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the organization will continue in business.

The directors are responsible for keeping proper accounting records, which disclose with reasonable accuracy, at any time, the financial position of the organization, and to enable them to ensure that the financial statements comply with the Company’s Act and the NGO Act. They are also responsible for safeguarding the assets of the organization and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed by the said

Chairperson

Date: 17/01/2015

Treasurer

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Certified Public Accountant
INDEPENDENT AUDITOR’S REPORT
TO THE DIRECTORS OF WORLD ACTION FUND FOR THE YEAR ENDED 31ST
DECEMBER 2014

We have audited the accompanying financial statements of World Action Fund, which comprise the statement of Financial Position as at 31 December 2014, the statement of Financial Performance, Statement of Changes in Equity and Statement of Cashflows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards and in the manner required by the Ugandan Companies Act applied in preparation of the audited financial statements of Nebbi District NGO Forum. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the NGO Forum.

Managements' Responsibility for the Financial Statements
Management is responsible for the preparation and fair presentation of the summary of the audited financial statements in accordance with the External Auditors Regulations 2010 and the Uganda Company's Act.

Auditor’s Responsibility
Our responsibility is to express an opinion on the summary financial statements based on our procedures which were conducted in accordance with International Standards on Auditing (ISA) 810, "Engagements to Report on Summery Financial Statements”.

Opinion
In our opinion, the summary financial statements derived from the audited financial statements of World Action Fund for the year ended 31 December 2014 are consistent, in all material respects, with those financial statements.

ASA Associates
Certified Public Accountant
P.O. Box 211
Arua

2015
WORLD ACTION FUND  
AUDIT REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2014  

STATEMENT OF FINANCIAL PERFORMANCE  

| Note                               | 2014  
|------------------------------------|-------  
| Income (Appendix I)                | 13,655,000  
| Total Income                       | 13,655,000  
| Expenditures (Appendix I)          |        
| Resources expended                 | 1,540,000  
| Charitable activities              | 7,955,000  
| Depreciation                       | 1,922,500  
| Total expenditure                  | 11,417,500  
| Surplus for the year               | 2,237,500  

Audited by ASA Associates  
Certified Public Accountant
# WORLD ACTION FUND

**AUDIT REPORT AND FINANCIAL STATEMENTS**  
*FOR THE YEAR ENDED 31ST DECEMBER 2014*

## STATEMENT OF FINANCIAL POSITION

<table>
<thead>
<tr>
<th>Note</th>
<th>2014 shs</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>ASSETS</strong></td>
<td></td>
</tr>
<tr>
<td>Non-current assets</td>
<td></td>
</tr>
<tr>
<td>Property, Plant &amp; Equipment</td>
<td>6</td>
</tr>
<tr>
<td><strong>Current assets</strong></td>
<td></td>
</tr>
<tr>
<td>Bank and Cash balances</td>
<td>5</td>
</tr>
<tr>
<td><strong>TOTAL ASSETS</strong></td>
<td></td>
</tr>
<tr>
<td><strong>EQUITY AND LIABILITIES</strong></td>
<td></td>
</tr>
<tr>
<td>Accumulated fund</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL EQUITY AND LIABILITIES</strong></td>
<td></td>
</tr>
</tbody>
</table>

The financial statements on pages 5 to 11 were approved by the directors on 17th January 2015 and signed by:

**CHAIRPERSON**

**TREASURER**

Audited by ASA Associates  
Certified Public Accountant
<table>
<thead>
<tr>
<th></th>
<th>Capital Grants</th>
<th>Accumulated surplus or Deficit</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>shs</td>
<td>shs</td>
<td>shs</td>
</tr>
<tr>
<td>As at 01/01/2014</td>
<td>-</td>
<td>7,800,000</td>
<td>7,800,000</td>
</tr>
<tr>
<td>Deficit for the year</td>
<td>-</td>
<td>2,237,500</td>
<td>2,237,500</td>
</tr>
<tr>
<td>As at 31/12/2014</td>
<td>-</td>
<td>10,037,500</td>
<td>10,037,500</td>
</tr>
</tbody>
</table>
WORLD ACTION FUND
AUDIT REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2014

STATEMENT OF CASHFLOWS

<table>
<thead>
<tr>
<th>Description</th>
<th>2014 shs</th>
</tr>
</thead>
<tbody>
<tr>
<td>OPERATING ACTIVITIES</td>
<td></td>
</tr>
<tr>
<td>Surplus for the year</td>
<td>2,237,500</td>
</tr>
<tr>
<td>Depreciation</td>
<td>1,922,500</td>
</tr>
<tr>
<td>Operating loss before working capital changes</td>
<td>4,160,000</td>
</tr>
<tr>
<td>Cash generated from operations</td>
<td></td>
</tr>
<tr>
<td></td>
<td>4,160,000</td>
</tr>
<tr>
<td>Net cash generated from/(used in) operating activities</td>
<td>4,160,000</td>
</tr>
<tr>
<td>INVESTING ACTIVITIES</td>
<td></td>
</tr>
<tr>
<td>Purchase of Fixed Assets</td>
<td>(11,300,000)</td>
</tr>
<tr>
<td>Net cash used in investing activities</td>
<td>(11,300,000)</td>
</tr>
<tr>
<td>FINANCING ACTIVITIES</td>
<td></td>
</tr>
<tr>
<td>Accumulated funds</td>
<td>7,800,000</td>
</tr>
<tr>
<td>Net cash used in financing activities</td>
<td></td>
</tr>
<tr>
<td></td>
<td>7,800,000</td>
</tr>
<tr>
<td>NET INCREASE IN CASH AND CASH EQUIVALENTS</td>
<td>660,000</td>
</tr>
<tr>
<td>Cash and cash equivalents as at year beginning</td>
<td></td>
</tr>
<tr>
<td>CASH AND CASH EQUIVALENTS AT END OF YEAR</td>
<td>660,000</td>
</tr>
</tbody>
</table>

Statement of Reconciliation of Cash & Cash Equivalents

<table>
<thead>
<tr>
<th>Description</th>
<th>2014 shs</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bank balances</td>
<td>660,000</td>
</tr>
<tr>
<td>Total</td>
<td>660,000</td>
</tr>
</tbody>
</table>

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Certified Public Accountant
NOTES TO THE FINANCIAL STATEMENTS

1 GENERAL
World Action Fund is a Non Governmental Organization initiated and registered under Community Services Department.

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

BASIS OF ACCOUNTING.
The financial statements are prepared in Uganda Shillings under the historical cost convention in conformity with International Financial Reporting Standards.

EQUIPMENT
Property and equipment is stated at cost less accumulated depreciation.

DEPRECIATION
Depreciation is calculated to write off the cost of fixed assets on a reducing balance basis over their expected useful lives. The rates currently in use are:

<table>
<thead>
<tr>
<th>Asset Type</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Furniture &amp; fittings</td>
<td>13%</td>
</tr>
<tr>
<td>Computers and accessories</td>
<td>20%</td>
</tr>
<tr>
<td>Office equipment</td>
<td>20%</td>
</tr>
</tbody>
</table>
NOTES TO THE FINANCIAL STATEMENTS

2 ACCOUNTING POLICIES (Continued)

FOREIGN CURRENCIES

Assets, liabilities and grants acquired in foreign currencies are translated into Uganda shillings at the exchange rates ruling at the balance sheet date. Transactions during the year are translated at the rates ruling at the dates of the transactions.

COMPONENTS OF CASH AND CASH EQUIVALENTS

For the purpose of the cash flow statement, cash is considered to be cash on hand and in operating bank accounts.

COMPARATIVES

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

3 SURPLUS/DEFICIT FOR THE YEAR

The surplus/deficit for the year is arrived at after charging:
Depreciation

\[
\begin{align*}
\text{2014} & \\
\text{shs} & \\
1,922,500 & \\
\hline
\end{align*}
\]

\[
\begin{align*}
3 & \\
1,922,500 & \\
\hline
\end{align*}
\]

4 OPERATING GRANTS

Membership contribution

\[
\begin{align*}
13,655,000 & \\
\hline
\end{align*}
\]

5 CASH AND BANK BALANCES

Cash at hand
Cash in bank
Total

\[
\begin{align*}
450,000 & \\
210,000 & \\
660,000 & \\
\hline
\end{align*}
\]

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<table>
<thead>
<tr>
<th></th>
<th>9.377,500</th>
<th>3.440,000</th>
<th>2.000,000</th>
<th>3.937,500</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.922,500</td>
<td>860,000</td>
<td>0</td>
<td>60,000</td>
<td>562,500</td>
</tr>
<tr>
<td>0</td>
<td>860,000</td>
<td>0</td>
<td>562,500</td>
<td>0</td>
</tr>
<tr>
<td>1.330,000</td>
<td>0</td>
<td>4.500,000</td>
<td>0</td>
<td>0.000</td>
</tr>
<tr>
<td>0</td>
<td>4.500,000</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

**NET BOOK VALUE**

As at 31/12/2014

Change for the year

As at 01/01/2014

**DEPRECIATION**

As at 31/12/2014

Additions

As at 01/01/2014

**COST**

Depreciation Rate

**PROPERTY, PLANT & EQUIPMENT**

Lshs

<table>
<thead>
<tr>
<th></th>
<th>20%</th>
<th>20%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Office</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equipmnt</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Asssts</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Furnitures</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**NOTES TO THE FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31ST DECEMBER 2014

AUDIT REPORT AND FINANCIAL STATEMENTS
WORLD ACTION FUND
AUDIT REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2014

DETAILED STATEMENT OF FINANCIAL PERFORMANCE

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>shs</td>
<td>13,655,000</td>
</tr>
</tbody>
</table>

**INCOME**
- Membership contribution
- Total Revenue
  - Total: 13,655,000

**EXPENDITURES**

<table>
<thead>
<tr>
<th>Resources expended</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Cost of generating funds</td>
<td>500,000</td>
</tr>
<tr>
<td>Fundraising/PR</td>
<td>640,000</td>
</tr>
<tr>
<td>Publicity</td>
<td>400,000</td>
</tr>
<tr>
<td></td>
<td>1,540,000</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Charitable activities</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Providing capacity and skills</td>
<td>5,560,000</td>
</tr>
<tr>
<td>Improving competence</td>
<td>450,000</td>
</tr>
<tr>
<td>Governance costs</td>
<td>1,945,000</td>
</tr>
<tr>
<td></td>
<td>7,955,000</td>
</tr>
</tbody>
</table>

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