

SKILLS ACTIVE FORWARD (SAF-UK) INTERNATIONAL
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2024

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ORGANISATION INFORMATION

Board of trustees	Mohammed Ahmed Noor	Chairperson
	Fardowsa Hayle Abdi	Secretary
	Abdullahi Isse Ali	Treasurer
	Mohammed Abdulkadir Jirde	Member
	Fawsia Ali Mohamoud	Member
	Abdiaziz Mohamed Hashi	Executive Director
Registered office	Headquarters	Regional Office
	37 Chapel Street London NW1 5DP Tel: +44 207 993 5553	3rd Floor, Madona House Westlands Road Westlands, Nairobi
	Field Office	Field Office
	Taleex Village, Hodan Di Farjano village Mogadishu-Somalia Tel: 0615535075	Kismayo Town, Tel: 0616723333
		Field Office
		Horumar Village Galkacyo Town, Tel: 0907626673
Auditors	M.N Cliff & Associates LLP Certified Public Accountants (K) 3rd Floor, New Wing P.O Box 25593-00100 Nairobi Email: info@mncliffcpa.com	
Principal bankers	Kenya	Somalia
	Absa Kenya Eastleigh Branch P.O.Box 30120-00100 Nairobi	Dahabshil Bank Mogadishu Somalia

INTRODUCTION

BACKGROUND INFORMATION

Skills Active Forward (SAF-UK) is an international non-profit organization dedicated to saving lives and relieving suffering through health care. Our core mandate includes responding to socio-economic youth development, poverty reduction, community development through provision of access to preventive and curative health care, relief, provision of accessibility to safe drinking water to both people and livestock, promotion of quality and accessible education, food security, human rights, re-auxiliary to the public authorities, both in UK, Somalia, Kenya, the Somalia Diaspora and the neighbouring countries within the Horn of Africa.

SAF-UK International is registered in the United Kingdom as a charitable organisation under registration number (1124643), registered in Somalia with the Federal Government of Somalia under registration number (Wqtdngomoifar0115/2020) and other states of Somalia including Puntland, Jubaland state and Galmudug state and registered in Kenya with the NGO Coordination Board under registration number (OP.218/051/2009/0359/5959).

Vision Statement

The Organisation's vision is to alleviate poverty through sustainable development. The Organisation aims to operate effectively to help the people of horn of Africa so that their voices are heard, their rights are safeguarded and their needs are addressed.

Mission Statement

The Organisations mission is to excel as a humanitarian non-profit, non-political and non-religious organisation that provides emergency relief, rehabilitation, development assistance and programme service to vulnerable communities within the Horn of Africa and Somalia. The Organisation is dedicated to reducing human suffering through;

- (i) Serving the needs of the most vulnerable particularly women, children and victims of war and natural disasters and civil conflicts and the poor with a specific focus on neglected groups.
- (ii) Providing holistic, multisectoral sustainable and programs that bridge emergency relief and long term development at the grassroot levels.
- (iii) Empowering communities by building capacity and by maximizing local resources in both program design implementation.
- (iv) Promoting self-reliance, peaceful coexistence and reintegration of marginalized communities.
- (v) Protecting lives from physical injury or psychological trauma where possible.
- (vi) Upholding the highest professional norms in program delivery, including accountability to beneficiaries and donors alike.

Objectives

- (i) To enhance, promote and empowering the youth (male and female) through provision of essential skills and knowledge to attain self-reliance and sustainable livelihood.
- (ii) To rehabilitate, reconstruct and develop the community's skills for a long lasting and better future.

Background cont'

(iii) To create and promote opportunities equally for men and women for sustainable, decent employment and productivity.

(iv) To advance education by providing and assisting in the provision of training, career guidance and facilities which would not be otherwise available.

(v) To develop the capacity and skills of the members of socially and economically disadvantaged communities (including government members, local NGO's, health professionals, farmers, environmental-groups and private-sectors) in such a way that they are better able to identify and help meet their needs and to participate more fully in society.

(vi) To improve the livelihood of disadvantaged people through eradicating poverty and hunger and achieving sustainable development in all aspects of human life improvement.

(vii) To provide health care arrangements that will combat Africa's most lethal ailments including HIV/AIDS and Malaria by working with healthcare providers and Global Fund in organizing practical long term solutions.

(viii) To formulate the international policies and programmes to promote basic human rights, improve working and living conditions and to enhance employment opportunities.

(ix) To provide equal protection and humanitarian assistance to all IDPs.

Areas of intervention

SAF-UK intervenes in the following areas;

- Emergency relief and preparedness
- Food security and livelihood support
- Water and Sanitation Programmes
- Health and Nutrition
- Education
- Youth Development
- Peace Building and good governance

The Trustees submit their report together with the audited financial statements for the year then ended 31st March 2024, which disclose the state of affairs of the organisation

Registration

Skills Active Forward (SAF-UK) International is registered as a Non-Governmental Organization in the United Kingdom, Kenya and Somalia.

Principal activities

The Organisation intervenes in the following sectors; Food Security, Social Services (education, health and Nutrition, WASH, Livestock), income generation, rehabilitation of public infrastructure, good governance, peace and human rights, rehabilitation and emergency responses.

Results

The results for the year are shown in page 6

Trustees

The trustees who held office during the period and to the date of this report are set out on page 1.

By order of the Board of Trustees



.....
Chairman

Statement of trustees' responsibilities
For the year ended 31st March 2024

The Board of trustees are required to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for that year. It also requires the directors to ensure that the organisation maintains proper accounting records that disclose, with reasonable accuracy, the financial position of the company. The directors are also responsible for safeguarding the assets of the organisation.

The trustees accept responsibility for the preparation and fair presentation of these financial statements, which are free from material misstatement whether due to fraud or error, that have been prepared in accordance with International Financial Reporting Standards . They also accept responsibility for:

- i) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements;
- ii) selecting and applying appropriate accounting policies; and
- iii) making accounting estimates and judgements that are reasonable in the circumstances.


The trustees are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the organisation as at 31st March 2024 and of its Deficit and cash flows for the period then ended.

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

Approved by the board of trustees on ...30th September 2024.. and signed on its behalf by:

Chairman... 

Date ...30.09.2024.....


Director.....

Date ...30.09.2024.....



Report of the Independent Auditor

To the Board of Trustees of: Skills Active Forward (SAF-UK) International

Opinion

We have audited the financial statements of Skill Active Forward (SAF-UK) set out on pages 8 to 24 which comprise the statement of financial position as at 31 March 2024, and the statement of income and expenditure, statements of fund balances and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements give a true and fair view of the state of financial affairs of Skills Active Forward (SAF-UK) International as at 31 March 2024 and of its surplus and cash flows for the period then ended in accordance with International Financial Reporting Standards (IFRS) for not-for-profit entities (NPOs).

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the 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 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 management is responsible for the other information. Other information comprises the information included in 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 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 of this other information: we are required to report that fact. We have nothing to report in this regard.

Board of Trustees responsibility for the financial statements

The organisation's management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and the respective regulatory requirements. The responsibility includes: designing, implementing, and maintaining internal controls 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.

Report of the Independent Auditor

To the Board of Trustees of:

Skills Active Forward (SAF-UK) International

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 ISAs 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 ISAs, we exercise professional judgment and maintain professional skepticism 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 control.
- Obtain an understanding of internal control 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 control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the board.
- Conclude on the appropriateness of the board's 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 control that we identify during our audit.

The engagement partner responsible for the audit resulting in this independent auditor's report is CPA Wycliffe N. Michoki. Practicing certificate no. 1999.

M. N. Cliff & Associates

M.N Cliff & Associates LLP
Certified Public Accountants
P.O Box 25593-00100
3rd Floor, Waumini House
Westlands, Nairobi



...30th September. 2024....

Financial Statements

For the year ended 31st March 2024

STATEMENT OF COMPREHENSIVE INCOME

	Note	2024 US\$	2023 US\$
Income	2	242,023	248,195
Expenditure	3	<u>(242,023)</u>	<u>(248,195)</u>
Surplus / (deficit)		<u><u>-</u></u>	<u><u>-</u></u>

Financial Statements

For the year ended 31st March 2024

STATEMENT OF FINANCIAL POSITION

ASSETS	Note	2024 US\$	2023 US\$
Non-current assets			
Property, plant and equipment	4	5,046	5,547
		<u>5,046</u>	<u>5,547</u>
Current assets			
Accounts Receivable	6	-	2,406
Cash and bank balances	5	3,290	2,226
		<u>3,290</u>	<u>4,632</u>
Total assets		<u>8,338</u>	<u>10,180</u>
FUND BALANCES			
Capital Fund account		3,514	4,904
General fund account		4,824	2,996
		<u>8,338</u>	<u>7,900</u>
Current liabilities			
Accounts payables	7	-	2,280
		<u>-</u>	<u>2,280</u>
Total fund balances and liabilities		<u>8,338</u>	<u>10,180</u>

The financial statements on pages 8 to 24 were approved for issue by the Board of Trustees on30 September 2024..... and were signed on its behalf by:

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Financial Statements

For the year ended 31st March 2024

STATEMENT OF CHANGES IN FUND BALANCE

Year ended 31st March 2023	Capital Fund US\$	General Fund US\$	Total US\$
Opening Balance	6,407	(241)	6,166
Prior year adjustment	-	3,237	3,237
Amortasation	(1,503)	-	(1,503)
Surplus / deficit for the year	<u>-</u>	<u>-</u>	<u>-</u>
At 31st March 2023	<u>4,904</u>	<u>2,996</u>	<u>7,900</u>
Year ended 31st March 2024			
Opening balance	4,904	2,996	7,900
Prior year adjustment	-	1,828	1,828
Amortisation	(1,390)	-	(1,390)
Surplus / deficit for the year	<u>-</u>	<u>-</u>	<u>-</u>
At 31st March 2024	<u>3,514</u>	<u>4,824</u>	<u>8,338</u>

Financial Statements

For the year ended 31st March 2024

STATEMENT OF CASH FLOWS

	Note	2024 US\$	2023 US\$
Cash flows from operating activities		-	-
Prior year adjustment		2,209	3,515
Surplus / (deficit) before working capital changes		2,209	3,515
Decrease / (increase) in:			
Trade and other receivables		2,406	(2,406)
Trade and other payables		(2,280)	(15,796)
Cash (used in) / generated from operations		<u>2,335</u>	<u>(14,687)</u>
Net cash (used in) / generated from operating activities		<u>2,335</u>	<u>(14,687)</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	4	<u>(1,271)</u>	<u>(920)</u>
Net cash (used in) investing activities		<u>(1,271)</u>	<u>(920)</u>
Cash flows from financing activities			
Deferred Income		-	-
Trustees Account		<u>-</u>	<u>-</u>
Net cash generated from / (used in) financing activities		<u>-</u>	<u>-</u>
Net (decrease) / increase in cash and cash equivalents		1,064	(15,607)
Cash and cash equivalents at 1st April 2023		<u>2,226</u>	<u>17,834</u>
Cash and cash equivalents at 31st March 2024	5	<u>3,290</u>	<u>2,226</u>

NOTES

1. 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 compliance with International Financial Reporting Standards (IFRS) for not-for profit entities under the historical cost basis of accounting. The presentation currency used in the preparation of the financial statements is the United States Dollars (USD).

The measurement basis used is the historical cost basis except where otherwise stated in the accounting policies below.

b) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefit will flow to the organization and revenue can be reliably measured. The following specific recognition criteria must be met before revenue is recognized.

Income / funding comprises grants from various donors, interest received from bank deposits and other income. Revenue grants are recognized as income in the period it is expended.

c) Property, plant and equipment

All categories of property, plant and equipment are initially recognized at cost and subsequently carried at cost less accumulated depreciation and accumulated impairment losses. Cost includes expenditure directly attributable to the acquisition of the assets.

Subsequent costs are included in the asset's carrying value only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. Repairs and maintenance is charged to the profit and loss account in the year to which it relates.

Depreciation is calculated using the reducing balance method to write down the cost or the revalued amount of each asset to its residual value over its estimated useful life using the following annual rates:

	<u>Rate - %</u>
Computers, copiers & faxes	30
Moto vehicles	25
Furniture & fittings	12.5
Equipments	12.5

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

NOTES

1. Accounting policies (continued)

c) Property, plant and equipment (continued)

Property, plant and equipment are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining the surplus or deficit for the year.

d) Cash and cash equivalents

For the purposes of cash flow statement, cash and cash equivalents comprise cash in hand and bank balances.

e) Payables

Payables are recorded at the undiscounted amount of cash and cash equivalent expected to be paid or the fair value of the consideration received in exchange of the obligation. Trade and other payables are stated at their nominal value.

f) Currency

The Financial Statements are presented in United States Dollars

Financial Statements

For the year ended 31st March 2024

NOTES

2. Income	2024	2023
Grants received	US\$	US\$
UNICEF Project	236,481	239,968
Members Contribution-Administration	5,542	8,227
Amortisation of capital grant	<u>1,390</u>	<u>1,503</u>
Less:Capital Grant	<u>(1,390)</u>	<u>(1,503)</u>
	<u>242,023</u>	<u>248,195</u>
3. EXPENDITURE	2024	2023
	US\$	US\$
UNICEF Project	236,481	239,968
Administration Expenses	<u>5,542</u>	<u>8,227</u>
	<u>242,023</u>	<u>248,195</u>

Financial Statements

For the year ended 31st March 2024

NOTES

4 Property, plant and equipment

	Motor Vehicle US\$	Computers copiers & faxes US\$	Furniture & fittings US\$	Software US\$	Total US\$
Year ended 31st March 2023					
As at 1st April 2022	12,462	7,499	2,012	1,400	23,373
Acquisitions	-	1,271	-	-	1,271
Closing carrying value	12,462	8,770	2,012	1,400	24,644
At 31st March 2022					
Accumulated Depreciation	8,519	6,189	1,015	600	16,323
Depreciation	986	774	125	-	1,885
Accumulated Depreciation	9,505	6,963	1,140	600	18,208
Carrying Value	2,957	1,807	872	800	6,437
Year ended 31st March 2024					
As at 1st April 2023	12,462	8,770	2,012	1,400	24,644
Addition	-	-	-	-	-
Closing carrying value	12,462	8,770	2,012	1,400	24,644
At 31st March 2023					
As at 1st April 2022	9,505	6,963	1,140	600	18,208
Depreciation	739	542	109	-	1,390
Accumulated depreciation	10,244	7,506	1,249	600	19,598
Carrying Value	2,218	1,265	763	800	5,046

Financial Statements

For the year ended 31st March 2024

NOTES

5 Cash and bank balances

For the purpose of the cash flow statement, cash and cash equivalents comprise the following:

	2024 US\$	2023 US\$
Cash at bank and in hand	3,290	2,226
	3,290	2,226

6 Accounts Receivable

Accounts receivable	-	2,406
	-	2,406

7 Accounts Payable

Deferred Income		
Account payable	-	2,280
Accruals	-	-
	-	2,280

8 Directors Account

Directors Loan	-	-
	-	-

Skills Active Forward (SAF-UK) International

Financial Statements

For the year ended 31st March 2024

9 CONSOLIDATED UNICEF FUND STATEMENT

		2024	
	Notes	Donor	Own
		US\$	Contribution
INCOME			US\$
SOM/PCA/202126/PD2022526	9.1	169,790	-
SOM/PCA/2021282/PD2022526	9.2	66,691	-
		236,481	-
EXPENSES			
SOM/PCA/202126/PD2022526	9.1	169,790	-
SOM/PCA/2021282/PD2022526	9.2	66,691	-
		236,481	-
Total expenditure		-	-
Surplus / (deficit)		-	-
Balance brought forward		-	-
Accumulated Fund Balance		-	-

Skills Active Forward (SAF-UK) International
Financial Statements
For the year ended 31st March 2024

NOTES

9.1 SOM/PCA/202126/PD2022526

Project Title

Support Scale- up of preventive and culture nutrition services for childrens and Women lin Galkayo and Hobya district of Galmudug.

		Actual			
		UNICEF	SAF UK		
		Budget	Contribution	Contribution	Variance
		US\$	US\$	US\$	US\$
Income		169,790	169,790	-	-
		169,790	169,790	-	-
EXPENDITURE					
Direct staff salary	9.1.1	102,879	102,879	-	-
Car rent		25,920	25,920	-	-
Incountry operation cost		2,392	2,392	-	-
Support child health activities		11,424	11,424	-	-
Incountry Management	9.1.2	5,082	5,082	-	-
Support maternal new born health		13,888	13,888	-	-
Training		8,205	8,205	-	-
Total Expenditure		169,790	169,790	-	-
Surplus		-	-	-	-
9.1.1 Direct staff salary					
1.1.1 IYCF Counsellors		10,500	10,500	-	-
1.1.2 Community Health Worker		24,888	24,888	-	-
2.1.1 OTP Nurses		19,200	19,200	-	-
2.1.2 Screener		22,080	22,080	-	-
2.1.3 Registrar		11,040	11,040	-	-
2.1.4 Fixed site cleaner		3,024	3,024	-	-
2.1.5 Security Guard		2,520	2,520	-	-
2.1.6 Nutrition Data Officer		9,627	9,627	-	-
		102,879	102,879	-	-
9.1.2 Incountry Management					
3.1.3 Head of Finance		2,400	2,400	-	-
3.1.5 Health and Nutrition manager		1,080	1,080	-	-
3.1.6 National Logistic coordinator		270	270	-	-
3.1.9 Logistic assistant		432	432	-	-
3.1.10 finance assistance		900	900	-	-
		5,082	5,082	-	-

NOTES

9.2 SOM/PCA/2021282/PD2022526

Project Title

Support scale -up of preventive and curative nutrition services for childrens and women in Galkayo and Hbyo districts of Galmudug state(Intergrated Emergency health and nutrition activities in South Galkayo and Hobyo District)

		Actual			
		UNICEF	SAF UK		
		Budget	Contribution	Contribution	Variance
		US\$	US\$	US\$	US\$
Income		66,691	66,691	-	-
		66,691	66,691	-	-
EXPENDITURE					
Direct staff salary	9.2.1	25,716	25,716	-	-
Car rent		6,480	6,480	-	-
Incountry operation cost		600	600	-	-
Support child health activities		11,433	11,433	-	-
Incountry Management	9.2.2	1,271	1,271	-	-
Support maternal new born health		13,887	13,887	-	-
Training		7,304	7,304	-	-
Total Expenditure		66,691	66,691	-	-
Surplus		-	-	-	-
Direct staff salary					
9.2.1 1.1.1 IYCF Counsellors		2,625	2,625	-	-
1.1.2 Community Health Worker		6,216	6,216	-	-
2.1.1 OTP Nurses		4,800	4,800	-	-
2.1.2 Screener		5,520	5,520	-	-
2.1.3 Registrar		2,760	2,760	-	-
2.1.4 Fixed site cleaner		756	756	-	-
2.1.5 Security Guard		630	630	-	-
2.1.6 Nutrition Data Officer		2,409	2,409	-	-
		25,716	25,716	-	-
9.2.2 Incountry Management					
3.1.3 Head of Finance		600	600	-	-
3.1.5 Health and Nutrition manager		270	270	-	-
3.1.6 National Logistic coordinator		68	68	-	-
3.1.9 Logistic assistant		108	108	-	-
3.1.10 finance assistance		225	225	-	-
		1,271	1,271	-	-

Skills Active Forward (SAF-UK) International
Financial Statements
For the year ended 31st March 2024

12 Nairobi Based Support Costs

	Note	2024 US\$
EXPENDITURE		
Office Rent		3,758
Office Internet		240
Stationeries		34
Laptop		1,271
Utilities		239
		5,542