

BAKASHANA BASAMBILILE LIMITED
(LIMITED BY GUARANTEE)
(REGISTRATION NUMBER 120120106182)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021



BAKASHANA BASAMBILILE LIMITED
Financial Statements for the year ended 31 December 2021
General Information

Country of incorporation and domicile	Zambia
Date of incorporation	12 October 2012
Company registration number	120120106182
Taxpayer identification number	1002179436
Nature of business	Charity work in support of women and girls in Zambia.
Directors	Beatrice Mutambo Bridget Ivy Kapole Christopher Robertson Claire Albrecht
Registered office	C/O Kapongolo School Along Mpika Road Kasama, Zambia
Physical address	695 Lunzuwa Road Kasama Central Town
Postal address	P.O. Box 410230 Kasama, Zambia
Bankers	Absa Bank Zambia Plc Indo-Zambia Bank Limited
Secretary	Christopher Robertson
Auditors	Amazon Associates Chartered Accountants An Independent member of Russell Bedford International

BAKASHANA BASAMBILILE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

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BAKASHANA BASAMBILILE LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2021

The directors have pleasure in submitting their report on the financial statements of Bakashana Basambilile Limited for the year ended 31 December 2021.

1 Business and operations

Bakashana Basambilile Limited is a non-profit organisation, incorporated in Zambia on 12 October 2012 as a company limited by guarantee. The organisation is registered as a Public Benefit Organisation (PBO) with the Ministry of Finance. Bakashana Basambilile inspires Zambian women and girls by providing them a future of choice through education, livelihood training, health services, leadership mentoring, and cultural exchange. By embracing a strength-based, culturally relevant approach that combines ancestral wisdom, the cultivation of healthy relationships, and access to contemporary resources, Bakashana empowers young women to become leaders in their communities.

Bakashana Basambilile Limited is the Zambian affiliate of Bakashana, a Non-Governmental Organisation which also has a non-profit subsidiary in the United States of America, called Bakashana, Inc (registered as a 501(c)3 with EIN 27-2258365). Bakashana Basambilile implements the charity work, while Bakashana, Inc. serves as a fundraising and operational subsidiary and has agreements with several non-profit organizations which offer grants for our charity work.

There have been no material changes to the nature of the company's business from the prior year.

2 Review of financial results and activities

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles (GAAP) and the requirements of the Companies Act of Zambia. The accounting policies have been applied consistently compared to the prior year.

Below is a summary of the results from operations:

	31/12/2021	31/12/2020
	USD	USD
Total income	143,037	105,784
Total expenses	122,706	107,502
Net income/ (expenditure) for the year	20,332	(1,718)

Full details of the financial position, results of operations and cash flows of the company are set out in these financial statements.

3 Guaranteed amount

There have been no changes to the guaranteed amount during the year under review. The total guaranteed amount is as follows:

	ZMW
Beatrice Mutambo	4,000
Bridget Ivy Kapole	4,000
Christopher Robertson	4,000
Claire Albrecht	4,000
	<u>16,000</u>

BAKASHANA BASAMBILILE LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2021

4 Directors

The directors in office during the year and at the date of this report are as follows:

Name	Nationality	Office
Beatrice Mutambo	Zambia	Board member
Bridget Ivy Kapole	Zambia	Board member
Christopher Robertson	Zambia	Board member
Claire Albrecht	United States of America	Executive Director

5 Directors' interests in contracts

During the financial year, no contracts were entered into which directors or officers of the company had an interest and which significantly affected the operations of the company.

6 Employees

The average number of employees during the year was 10 (2020: 10) and the salaries and related expenses amounted to US\$ 24,098 (2020: US\$ 24,491).

7 Health and safety

The company is committed to ensuring the health, safety and welfare at work of its employees and for protecting other persons against risks to health or safety arising out of, or in connection with the activities at work of those employees.

8 Research and development

The company did not carry out any research and development activities during the year.

9 Property, plant and equipment

There was no change in the nature of the property, plant and equipment of the company or in the policy regarding their use.

At 31 December 2021 the company's investment in property, plant and equipment amounted to US\$ 42,588 (2020: US\$ 45,105), of which US\$ 1,105 (2020: US\$ 4,715) were current year additions.

10 Litigation statement

The company is not currently involved in any litigation, claims or lawsuits, which individually or in the aggregate, are expected to have a material adverse effect on the company or its assets.

11 Statement of disclosure to the company's auditors

With respect to each person who is a director on the day that this report is approved:

- there is, so far as the person is aware, no relevant audit information of which the company's auditors are unaware; and
- the person has taken all the steps that he/she ought to have taken as a director to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

12 Events after the reporting period

The directors are not aware of any material event which occurred after the reporting date and up to the date of this report.

13 Going concern

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

BAKASHANA BASAMBILILE LIMITED
REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2021

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient funding facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

Impact of COVID-19

Like any other Organisation, challenges presented by COVID-19 have continued throughout the year under review and post. The company continues to maintain health and sanitation protocols to minimize transmission and support the health authorities. Where cases are reported amongst the workforce, they are handled in accordance with established procedures and in coordination with existing public health guidelines. The company continues to employ measures to ensure minimal spread, while the health and well-being of our workforce continues to be a priority.

14 Auditors

In accordance with the provisions of the Articles of Association of the company, the auditors, Messrs Amazon Associates Chartered Accountants will retire as auditors of the company at the forthcoming Annual General Meeting, and having expressed their willingness to continue in office, a resolution for their re-appointment will be proposed.

By order of the Board



Christopher Robertson
Secretary

Lusaka

Date: 15th June, 2022

BAKASHANA BASAMBILILE LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

The directors are required in terms of the Companies Act of Zambia to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with Generally Accepted Accounting Principles (GAAP). The external auditors are engaged to express an independent opinion on the financial statements.

The financial statements are prepared in accordance with Generally Accepted Accounting Principles and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 31 December 2022 and, in light of this review and the current financial position, they are satisfied that the company has or had access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the company's financial statements. The financial statements have been examined by the company's external auditors and their report is presented on pages 7 to 8.

The financial statements set out on pages 9 to 20, which have been prepared on the going concern basis, were approved by the board on 15 / 06 / 2022 and were signed on their behalf by:

Approval of financial statements



Director



Director

Independent Auditor's Report

To the members of Bakashana Basambilile Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Bakashana Basambilile Limited (the company) set out on pages 9 to 19, which comprise the statement of financial position as at 31 December 2021, statement of income and expenditure, statement of changes in net assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Bakashana Basambilile Limited as at 31 December 2021, and its financial performance and cash flows for the year then ended in accordance with US Generally Accepted Accounting Principles and the requirements of the Companies Act of Zambia.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing. 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 company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (Parts 1 and 3) (IESBA Code) and other independence requirements applicable to performing audits of financial statements in Zambia. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and in accordance with other ethical requirements applicable to performing audits in Zambia. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

In common with similar organisations, income from donations cannot be readily verified until its inclusion in the accounting records. We have therefore, relied upon management's representation that all transactions entered into by and on behalf of the organisation were valid and in agreement with the terms and conditions of the specific donors.

Other Information

The directors are responsible for the other information. The other information comprises the General Information on page 1; the Directors' Report on pages 3 to 5; the Directors' Responsibilities and Approval statement on page 6; and the supplementary information on page 20. The other information 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 an audit opinion or 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. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and the requirements of the Companies Act of Zambia, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

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 International Standards on Auditing 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 International Standards on Auditing, we exercise professional judgement and maintain professional scepticism 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 company'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 company to cease to continue as a
- 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 the directors 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.

Report on Other Legal and Regulatory Requirements

In accordance with Section 259 (3) of the Companies Act of Zambia ("the Act"), we report that in our opinion:

- there is no relationship, interest or debt we have with the company; and
- there were no serious breaches of corporate governance principles or practices by the Directors. In the absence of the Act specifying the criteria for purposes of reporting on serious breaches of corporate governance principles or practices by the Directors, as required by section 259 (3)(b) of the Act, we express our opinion based on the corporate governance provisions of the Act, Part VII - Corporate Governance of the Companies Act of Zambia.



Monika Kumar

Partner

Membership No. AUD/F000447

Amazon Associates Chartered Accountants

Lusaka

Date: 20 June 2022

BAKASHANA BASAMBILILE LIMITED
STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 31 DECEMBER 2021


		2021 USD	2020 USD
Income	Note(s)		
Non-profit organisation grants	2.1	46,669	46,301
Government grants	2.2	-	20,123
Affiliate revenue	2.3	92,231	39,242
Program service fees	2.4	132	60
Interest	2.5	164	58
Direct contributions	2.6	31	-
Donated goods and services	2.7	104	-
Other Income	2.8	3,707	-
Total Income	2	143,037	105,784
Expenses			
Grants and contract expenses	3	67,835	63,716
Salaries and related expenses	4	24,098	24,491
Contract service expenses	5	5,568	5,782
Non-personnel expenses	6	18,172	5,993
Occupancy expenses	7	2,004	1,997
Travel and meeting expenses	8	1,376	1,866
Depreciation	11	2,872	2,798
Miscellaneous expenses	9	605	510
Other expenses	10	175	350
Total expenses		122,706	107,502
Net income / loss for the year		20,332	(1,718)
Represented by - change in net assets:			
Unrestricted		(1,178)	(12,139)
Temporarily restricted		21,509	10,421
		20,332	(1,718)


BAKASHANA BASAMBILILE LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	<u>Note</u>	31/12/2021 USD	31/12/2020 USD
ASSETS			
Non-current assets			
Property, plant and equipment	11	42,588	45,105
		<u>42,588</u>	<u>45,105</u>
Current assets			
Trade and other receivables	12	18,996	11,184
Cash and cash equivalents	13	14,642	1,757
		<u>33,638</u>	<u>12,941</u>
Total assets		<u><u>76,226</u></u>	<u><u>58,046</u></u>
EQUITY AND LIABILITIES			
Equity (net assets)			
Unrestricted net assets		39,650	40,828
Temporarily restricted net assets		32,825	11,316
		<u>72,476</u>	<u>52,144</u>
Current liabilities			
Trade and other payables	14	3,750	5,902
		<u>3,750</u>	<u>5,902</u>
Total equity and liabilities		<u><u>76,226</u></u>	<u><u>58,046</u></u>

The responsibilities of the directors with regard to the preparation of the financial statements are set out on page 6.

The financial statements on pages 9 to 20 were approved by the board of directors on 15th June, 2022 and were signed on its behalf by:

Director 

Director 

BAKASHANA BASAMBILILE LIMITED
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted net assets	Temporarily restricted net assets	Total
	USD	USD	USD
At 31 December 2019	52,967	895	53,862
Change in net assets	(12,139)	10,420.67	(1,718)
At 31 December 2020	40,828	11,316	52,144
Change in net assets	(1,178)	21,509	20,332
At 31 December 2021	39,650	32,825	72,476

BAKASHANA BASAMBILILE LIMITED
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2021

		31/12/2021 USD	31/12/2020 USD
Cash inflow from operating activities	<u>Note</u>		
Surplus/(deficit) for the year		20,332	(1,718)
Adjustments for:			
Depreciation		2,872	2,798
Decrease in trade and other receivables		(7,812)	(10,289)
(Decrease)/ Increase in trade and other payables		(2,151)	5,719
Cash (utilised in) / generated from operations		<u>13,240</u>	<u>(3,491)</u>
Investing activities			
Purchase of property, plant and equipment	<i>11</i>	(1,105)	(4,715)
Proceeds on desposal of property, plant and equipment	<i>11</i>	750	-
Net cash outflow on investing activities		<u>(355)</u>	<u>(4,715)</u>
Net decrease in cash and cash equivalents		12,885	(8,206)
Cash and cash equivalents at beginning of the year		<u>1,757</u>	<u>9,963</u>
Cash and cash equivalents at end of the year	<i>13</i>	<u><u>14,642</u></u>	<u><u>1,757</u></u>
Made up as follows:			
Cash and cash equivalents consist of :			
Bank and cash balances	<i>13</i>	<u>14,642</u>	<u>1,757</u>
		<u><u>14,642</u></u>	<u><u>1,757</u></u>

BAKASHANA BASAMBILILE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Corporate information

Bakashana Basambilile Limited is a company limited by guarantee and was incorporated in Zambia on 12 October 2012. The address of its registered office, principal place of business and principal activities are set out on page 1 of the financial statements.

1. Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below.

1.1 Statement of compliance

The financial statements have been prepared on the going concern basis in accordance with, and in compliance with, Generally Accepted Accounting Principles (GAAP) and the requirements of the Companies Act of Zambia.

1.2 Basis of preparation

The financial statements have been prepared on the historic cost convention, unless otherwise stated in the accounting policies which follow and incorporate the principal accounting policies set out below. They are presented in United States Dollars which is the company's functional currency.

These accounting policies are consistent with the previous period.

1.3 Significant judgements and sources of estimation uncertainty

The preparation of financial statements in conformity with GAAP requires management, from time to time, to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. These estimates and associated assumptions are based on experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Critical judgements in applying accounting policies

Management did not make critical judgements in the application of accounting policies, which would significantly affect the financial statements.

Key sources of estimation uncertainty

Useful lives of property, plant and equipment

Management assess the appropriateness of the useful lives of property, plant and equipment at the end of each reporting period. The useful lives of each class of property, plant and equipment are determined based on company replacement policies for the various assets. Individual assets within these classes, which have a significant carrying amount are assessed separately to consider whether replacement will be necessary outside of normal replacement parameters.

When the estimated useful life of an asset differs from previous estimates, the change is applied prospectively in the determination of the depreciation charge.

Provisions

Provisions are inherently based on assumptions and estimates using the best information available.

1.4 Property, plant and equipment

Property, plant and equipment are tangible assets which the company holds for its own use or for rental to others and which are expected to be used for more than one year.

Land, buildings and improvements, and equipment purchased by Bakashana Basambilile Limited are recorded at cost. Donated fixed assets are capitalized at fair value at the date of donation. Depreciation is provided on the straight-line method based upon the estimated useful lives of the assets. Leasehold improvements are amortized over the shorter of the lease term plus renewal options or the estimated useful lives of the improvements.

BAKASHANA BASAMBILILE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

Property, plant and equipment are depreciated over their useful lives on a straight-line basis as follows:

Buildings	27 years
Other buildings	10 years
Motor vehicles	4 years
Office equipment and fittings	4 years

1.5 Accounts and contributions receivable

Accounts and contributions receivable represent promised amounts due from individuals and organisations in contributions to Bakashana Basambilile's programs. Management considers all amounts collectible; therefore, no allowance has been recorded as at 31 December 2021 (2020: nil).

Unconditional gifts expected to be collected within one year are reported at their fair value. Unconditional gifts expected to be collected in future years are reported at their discounted amounts. Bakashana Basambilile had no unconditional gifts expected to be collected in future years, as at 31 December 2021 (2020: nil).

1.6 Investments

Bakashana Basambilile Limited holds no investments at this time. All cash is held in various checking accounts, where minimal interest is earned.

1.7 Net assets

Bakashana Basambilile reports information regarding its financial position and activities according to four classes of net assets: unrestricted net assets, board-restricted net assets, temporarily restricted net assets, and permanently restricted net assets (omitted currently, because no permanently restricted net assets exist).

Unrestricted amounts are those currently available at the discretion of the Board of Directors ("Board") for use in the Bakashana's operations, fundraising, and certain programs.

Board-restricted amounts are those without donor restrictions that are subject to self-imposed limits by action of the governing board. Board-designated net assets may be earmarked for future programs, investments, contingencies, purchase or construction of fixed assets or other uses.

Temporarily restricted amounts are monies restricted by donors specifically for certain purposes or programs; these monies are available for use by Bakashana for the restricted purpose.

Permanently restricted amounts are assets that must be maintained permanently by Bakashana, as required by the donor. As at 31 December 2021, Bakashana did not have any permanently restricted amounts (2020: nil).

1.8 Contributions

Gifts of cash and other assets received without donor stipulations are reported as unrestricted contributions. Gifts received with a donor stipulation that limits their use are reported as temporarily or permanently restricted contributions. When a donor-stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the consolidated statements of activities as net assets released from restrictions.

Gifts of land, buildings, equipment, and other long-lived assets are reported as unrestricted contributions unless explicit donor stipulations specify how such assets must be used, in which case the gifts are reported as temporarily or permanently restricted contributions. Absent explicit donor stipulations for the time that long-lived assets must be held, expirations of restrictions resulting in reclassification of temporarily restricted net assets as unrestricted net assets are reported when the long-lived assets are placed in service.

1.9 Functional expenses

Expenses incurred directly for a program service are charged to that program. Certain overhead costs are also allocated to programs on a pro rata basis by time/ resource utilization among each program.

BAKASHANA BASAMBILILE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

1.10 Income taxes

Bakashana Basambilile Limited is exempt from Zambian federal income taxes on donations or grants received through recognition as a Public Benefit Organisation (PBO) by the Zambian Revenue Authority (ZRA).

1.11 Fair value measurements, investments, and exchange rates

Bakashana Basambilile's policy requires the sale of all Securities, and thus the organization holds only tangible and cash assets. Regarding the valuation of tangible assets, the organization values these assets based on the price paid for the asset, or the estimated fair market value on the day of donation of the asset (in the case of donated goods).

Expenses incurred in Zambian Kwacha currency are translated into Bakashana's functional currency (USD), based on the mid-market exchange rate on the day the transaction occurred. Exchange gains or losses are included in "Other Expense - Exchange Gain or Loss".

BAKASHANA BASAMBILILE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 USD	2020 USD
2 Income		
Unrestricted	121,528	95,363
Restricted	21,509	-
Temporarily restricted	-	10,421
	<u>143,037</u>	<u>105,784</u>
2.1 Non-profit organisation grants		
Amplify Change	-	42,448
Natwampane	35,474	-
Solon Foundation	10,026	-
Zambia Malawi Community Partnership	1,169	-
International Tree Foundation	-	3,854
	<u>46,669</u>	<u>46,301</u>
2.2 Government grants		
US Embassy PEPFAR Grant	-	20,123
2.3 Affiliate revenue		
Bakashana (US affiliate entity)	92,231	39,242
2.4 Program service fees		
Computer classes	132	60
2.5 Interest		
Bank interest - savings account	164	58
2.6 Direct contributions		
Individuals	31	-
2.7 Donated goods and services		
Gifts in kind - goods	104	-
2.8 Other Income		
Exchange gain	3,707	-
3 Grant and contract expense		
Contracts - program-related	22,434	25,535
Awards and grants - individuals	23,758	18,083
Specific assistance - individuals	16,358	15,835
Grants to other organizations	5,285	4,264
	<u>67,835</u>	<u>63,716</u>
4 Salaries and related expenses		
Officers and directors salaries	9,559	10,959
Salaries and wages - other	10,239	10,663
Payroll taxes	1,133	-
Employee benefits - not pension	1,481	1,719
Pension plan contributions	1,687	1,149
	<u>24,098</u>	<u>24,491</u>

BAKASHANA BASAMBILILE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021 USD	2020 USD
5 Contract service expenses		
Temporary help	1,415	1,141
Professional fees - other	3,619	272
Bank service charges	515	255
Legal fees	-	54
Advertising expenses	19	-
Audit / Accounting fees	-	4,060
	<u>5,568</u>	<u>5,782</u>
6 Non-personnel expenses		
Supplies	15,939	5,141
Telephone and telecommunications	771	428
Postage, shipping, delivery	77	198
Equipment rental and maintenance	1,127	126
Printing and copying	162	99
Insurance-non - employees	90	-
Taxes - other	6	-
	<u>18,172</u>	<u>5,993</u>
7 Occupancy expenses		
Repairs	1,381	1,458
Utilities	583	502
Rent, parking & other occupancy	4	-
Real estate taxes	36	37
	<u>2,004</u>	<u>1,997</u>
8 Travel and meeting expenses		
Other	802	1,162
Gasoline	548	382
Travel	-	291
Conference, convention, meeting	26	31
	<u>1,376</u>	<u>1,866</u>
9 Miscellaneous expenses		
Other expenses	-	289
Staff development	605	222
	<u>605</u>	<u>510</u>
10 Other expenses		
Exchange losses	-	334
Bad debts, est - fees & sales	152	9
Organisational (corp) expenses	22	6
	<u>175</u>	<u>350</u>

BAKASHANA BASAMBILILE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

11 Property, plant and equipment

	2021			Cost	2020	
	Cost	Accumulated depreciation	Carrying amount		Accumulated depreciation	Carrying amount
Land and buildings	49,092	(6,726)	42,365	47,987	(4,611)	43,375
Motor vehicles	973	(887)	86	1,722	(831)	892
Office equipment and fittings	2,806	(2,668)	137	2,806	(1,967)	838
Total	52,870	(10,281)	42,588	52,515	(7,409)	45,105

Reconciliation of property, plant and equipment - 2021

	Opening balance	Additions	Disposal	Depreciation	Carrying Disposal amount Depre
Land and buildings	43,376	1,105	-	(2,115)	42,365
Motor vehicles	891	-	(750)	(56)	86
Office equipment and fittings	838	-	-	(701)	137
	<u>45,105</u>	<u>1,105</u>	<u>(750)</u>	<u>(2,872)</u>	<u>42,588</u>

Reconciliation of property, plant and equipment - 2020

	Opening balance	Additions	Depreciation	Carrying value
Land and buildings	40,265	4,715	(1,605)	43,376
Motor vehicles	1,236	-	(344)	892
Office equipment and fittings	1,688	-	(849)	838
	<u>43,189</u>	<u>4,715</u>	<u>(2,798)</u>	<u>45,105</u>

BAKASHANA BASAMBILILE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

	2021	2020
	USD	USD
12 Trade and other receivables		
Loans receivable	1,201	11,184
Grants receivable	17,795	-
	<u>18,996</u>	<u>11,184</u>
13 Cash and cash equivalents		
Indo-Zambia Bank - unrestricted (ZMW)	241	1,155
Petty cash	4	326
Indo-Zambia Bank - temporarily unrestricted (USD)	-	132
Indo-Zambia Bank - unrestricted (USD)	37	77
Absa Bank - unrestricted	530	67
Absa Bank -temp restricted	378	-
Indo-Zambia ZMW NTWPNE temp restricted	13,385	-
Indo-Zambia ZMW -temp restricted	66	-
	<u>14,642</u>	<u>1,757</u>
14 Trade and other payables		
Payroll	198	21
Other payables	72	1,821
Audit fees	3,480	4,060
	<u>3,750</u>	<u>5,902</u>

15 Comparative figures

Where necessary, comparatives have been adjusted to conform with changes in presentation in the current year.

16 Contingent liabilities

There were no contingent liabilities at the end of the period (2020- US\$ Nil).

17 Commitments

There were no capital commitments at the end of period (2020- US\$ Nil).

18 Going concern

The financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

There is no immediate concern with regards to the entity's ability to continue as a going concern due to the COVID-19 pandemic.

19 Events after the reporting period

There has not arisen since the end of the financial year any item, transaction or event of a material and unusual nature likely in the opinion of the directors of the company, to affect substantially the operations of the company, the results of those operations or the state of affairs of the company in subsequent financial years.

BAKASHANA BASAMBILILE LIMITED
DETAILED STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted net assets	Temporarily restricted net assets	Total
	USD	USD	USD
At 31 December 2019	52,967	895	53,862
Income received	39,300	66,484	105,784
Expenditure	(107,502)	-	(107,502)
Assets released from restrictions	56,063	(56,063)	-
At 31 December 2020	<u>40,829</u>	<u>11,316</u>	<u>52,144</u>
Income received	97,697	45,340	143,037
Expenditure	(122,706)	-	(122,706)
Assets released from restrictions	23,831	(23,831)	-
At 31 December 2021	<u><u>39,651</u></u>	<u><u>32,825</u></u>	<u><u>72,476</u></u>

The supplementary information presented does not form part of the financial statements.