

**Gwanga Power Uganda**  
Annual Report and Financial Statements  
For the Year ended December 31, 2018

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**GWANGA POWER UGANDA**  
**ANNUAL REPORT AND FINACIAL STATEMENTS**  
**FOR THE PERIOD ENDED DECEMBER 31, 2018.**

# **Gwanga Power Uganda**

**Annual Report and Financial Statements**

**For the Year ended December 31, 2018**

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## **ORGANISATION INFORMATION**

### **DIRECTORS**

Sengoma Hajara  
Tumusiime Doreen  
Ssenyondo Annet Aida

### **REGISTERED OFFICE**

Rwimi Town Council  
P.O.Box 8853  
Kampala

### **BANKERS**

Post Bank Uganda Limited  
Main Branch  
Kampala, Uganda

### **AUDITORS**

Deogra & Co.  
Certified Public Accounts  
P.O.Box 436, Hoima

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## **DIRECTORS REPORT**

The Board of Gwanga Power Uganda submits this report together with Gwapo-Ug's audited Financial Statements. The Financial Statements disclose the organization's state of affairs for the 12 months beginning 1<sup>st</sup> January to 31<sup>st</sup> December 2018

### **Principal Activity**

The principal activity of Gwapo-Ug is to empower school going/ out of school youth and women to become self-reliant, improve basic socio-economic conditions, to create opportunities for a better future.

### **Goal**

To build sustainable livelihoods for the poor and the disadvantaged Ugandan communities.

### **Purpose/Mission**

To develop self-reliant children and youths through intentional, transitional, experience based education.

### **Overall objective**

To sustain interventions that improve the quality of life and wellbeing of vulnerable populations in Uganda.

### **Strategic Objectives**

Gwanga Power Uganda strives to attain the following objectives:

- To promote and enhance access and delivery of integrated and equitable quality health and educational services among vulnerable populations.
- To build the capacity of target groups to promote health, income generation and socio-economic awareness.
- To advocate for the protection of the rights of vulnerable populations in education, health and income generation.
- To build strategic partnerships and collaborations with government, development partners, civil society, private sector, individuals and communities.

Major GWAPO-UG Achievements

Major GWAPO-Ug Achievements

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Strategic Objectives	Targets	Achievements based on Targets	% rating of achievements
a skilling through livelihood and health programmes to youth of Bunyangabu District through a supplementary value/project based education.	children and youth	life skilling lessons taught in the three partner primary schools.	
	135 school going youth able to own at least one agricultural projects.	82 beneficiaries manage personal me	80%
	135 beneficiaries interested in other hard skills.	74 beneficiaries are passionate about other none agricultural enterprises especially art	74%
	beneficiaries have are willing to negotiate, work in teams (Soft skills)	prices of their goods are able to communicate, able to balance project and school work.	
	Livelihoods events activities	02 Community role model visits were organized targeting 105 school going children and youth.	82%
lding programmes among parents (women) and teachers for holistic development	partner schools	change maker and learner-centered mechanisms	
	50 out of school youth 09 Teachers 60 parents trained life skilling training	64 out of school youth, 07 teachers and 78 parents trained in economic	100%
about impact of HIV/AIDS and WASH related illnesses while providing mechanisms of eliminating diseases the while providing mechanisms of eliminating diseases that contribute to the high absenteeism rates.	school going youth, 20 secondary youth,	42 secondary school youth provided with HIV/AIDS, information and referred to facilities for linkages.	
		Reproductive and Health (SRH), World Aids Day celebrations and Sixteen Days of Activism	
	challenge events	by 95 participants	
		Distributed 83 reusable sanitary pads	100%
	Distributed 105 treated mosquito bed nets	100%	
To pay school fees for girls that had dropped	01 girl to be recommended by	Paying school fees for 03 girls in Rwimi Secondary School	100%

out of school due to house hold poverty related reasons.	administration of current partner school and community		
To advocate for the protection of the rights of vulnerable populations in agriculture, education, health and livelihoods.	02 meetings conducted with parents, teachers and community members in promotion of the girl child school retention. Participate in 02 advocacy and partnership events	02 outreaches conducted with parents, teachers and community members in promotion of the girl child school retention.  Gwapo-Ug participated in 07 advocacy events at national and local government levels.	100%
strategic partnerships and collaborations with government, development partners, civil society, private sector, individuals and communities.	created.	including: Girls not Brides Alliance Uganda, Ms Arne, Global Giving.	
	8	Maintained relationship with our old partners e.g. Kabarole District, Rwimi Town Council (signed MOU to operate from their facilities), Bunyangabu District, Nyabwina P/S, Gatyanga P/S, Kyakatabazi P/S, Mr Ishizuka (unrestricted funding), Ellen, Vestergaard (provided 123 mosquito nets and sponsorship for Nyakato Euditor) 105 Afripads (provided re-useable sanitary pads).	100%

#### Challenges

- The unpredictable conditions affected the gardens of some in school beneficiaries and there was an increment in absenteeism leading to missing some of the activities.
- Resources are still limited yet the organization implements a multi-sectoral approach which creates more activities for the programs. This still explains why we are still only located in the three communities yet the demand for our services is high.

The results of the Organization for the year ended December 31, 2018 are set out on page 09

#### Directors

The directors who held office at the date of this report are shown on page 3.

BY ORDER OF THE BOARD \_\_\_\_\_

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

# Gwanga Power Uganda

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## STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are ultimately responsible for the internal controls. The directors delegate responsibility for internal control to management. Standards and systems of internal control are designed and implemented by management to provide reasonable assurance as to the integrity and reliability of the financial statements and to adequately safeguard, verify and maintain accountability of the Organization's assets. Appropriate accounting policies supported by reasonable and prudent judgments and estimates, are applied on a consistent and going concern basis. These systems and controls include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties.

The directors accept responsibility for the annual financial statements that have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with Generally Accepted Accounting Standards. The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Organization and of its operating results. The directors further accept responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

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

Approved by the board of directors on \_\_\_\_\_ 2019 and signed on its behalf by:

  
\_\_\_\_\_

  
\_\_\_\_\_

# Gwanga Power Uganda

## Annual Report and Financial Statements

For the Year ended December 31, 2018

### STATEMENT OF INCOME AND EXPENDITURE

		2018
	NOTE	UGX
<b>Revenue</b>		
Mr Ishizuka Hiroshi	1	2,576,976
Mr Vestergaard	1	1,602,200
Ms Arne	1	360,000
Ms Ellen	1	290,000
Global Giving	1	636,617
Membership Fees	1	1,000,000
Contribution from Members	1	14,714,687
<b>Total Revenue</b>		<b>21,180,480</b>
<b>Program Costs</b>		
Education	2	1,892,200
Health	3	6,486,110
Livelihoods	4	6,443,895
Community Mobilisation	5	1,182,587
Monitoring and Evaluation	6	813,000
Staff Costs	7	1,200,000
Administration Costs	8	1,649,000
<b>Total Expenditure</b>		<b>19,666,792</b>
Net Surplus before capital expenditure		1,513,688
Less: Capital Expenditure		0
<b>Net Surplus</b>		<b>1,513,688</b>



# Deogra & Company.

*Certified Public Accountants*

P.O. Box 436, Hoima.

Tel. 0751084055/0772624311

E-mail: [deogra@gmail.com](mailto:deogra@gmail.com)

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## REPORT OF THE INDEPENDENT AUDITORS

### TO THE MEMBERS OF GWANGA POWER UGANDA

This report is made solely to the members of (the "Organization"). Our audit work has been undertaken so that we might state to the Organization's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Organisation and the Organisation's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements set out on pages 7 to 13 of Gwanga Power Uganda, which comprise the statement of financial position as at December 31, 2018 and the statement of income and expenditure and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

#### 1. Directors' responsibility for the financial statements

The Directors are responsible for the preparation and fair presentation of these financial statements in accordance with Generally Accepted Accounting Standards and the Organization's Accounting Policies. This 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.

#### 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. Those standards require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance that 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 controls 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 controls. 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.

**3. Opinion**

In our opinion, the accompanying financial statements give a true and fair view of the state of Organization's affairs as at December 31, 2018 and of its results and cash flows for the year then ended in accordance with the Generally Accepted Accounting Standards.

  
Certified Public Accountant  
..... 2019  


# Gwanga Power Uganda

## Annual Report and Financial Statements

For the Year ended December 31, 2018

### Notes to the financial statements (Continued)

#### 1. General Information

Gwanga Power Uganda (Gwapo-Ug) is a Ugandan National Non-Governmental Organization committed to serving the most vulnerable populations of society including children, youth, women, and the elderly through agriculture, health (WASH and HIV/AIDS), education, livelihoods, economic empowerment and governance.

The Organization prides itself in training, advocating and empowering local communities to reduce risks and vulnerabilities that limit their potential. Gwapo-ug's work is aligned to and promotes the sustainable goals (SDGs) and is also aligned to the National Development Plan (NDP 11, Vision 2040).

#### 2. Summary of Significant Accounting Policies

The principal accounting policies adopted in the preparation of the financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

##### a) Basic Preparation

The financial statements are prepared in accordance with Generally Accepted Accounting Principles. The financial statements are prepared under the historical cost convention.

The financial statements are prepared using the modified manual cash basis of accounting and in accordance with Gwanga Power Uganda accounting policies. Accordingly, the financial statements are not intended to be in conformity with the International Financial Reporting Standards (IFRS). Under the modified cash basis of accounting, income is recorded when it is received, while expenditures are recorded when paid for. Advances are booked as receivables until accountabilities for expenses incurred have been provide and expenses are recorded as incurred when a commitment to pay such expenses has been entered into by the Organization.

##### b) Expenditure

The Organization recognizes revenues and expenses at the time the physical cash is actually received or paid out.

##### c) Bank account

The Organization maintains one bank account in Post Bank Uganda Ltd Main Branch.

			2018
Note 3:	Revenue		UGX
	Mr Ishizuka Hiroshi	1	2,576,976

	Mr Torben Vestergaard	1	1,602,200
	Ms Ellen Legarthy	1	290,000
	Ms Arne	1	360,000
	Member Contributions	1	14,714,687
	Membership Fees	1	1,000,000
	Global Giving	1	636,617
			<b>21,180,480</b>
<b>Note 1:</b>	<b>Education</b>		
	Sponsorship		1,892,200
			<b>1,892,200</b>
<b>Note 2:</b>	<b>Health</b>		
	Reproductive Health		2,305,110
	WASH		1,309,000
	HIV/AIDS		2,872,000
			<b>6,486,110</b>
<b>Note 6:</b>	<b>Livelihoods</b>		
	Inside school skilling		1,471,000
	Skilling women groups		2,807,000
	Skilling Youth		2,165,895
			<b>6,443,895</b>
<b>Note 7:</b>	<b>Community Mobilisation, Linkages and Referrals</b>		782,587
	Membership to partner organisation		400,000
			<b>1,182,587</b>
<b>Note 8:</b>	<b>Monitoring and Evaluation</b>		
	Support supervision		813,000
			<b>813,000</b>
<b>Note 9:</b>	<b>Salaries</b>		
	Staff stipend		1,200,000
			<b>1,200,000</b>
<b>Note 10:</b>	<b>Administration</b>		
	Stationery & Photocopying		724,659
	Communication and internet		331,000
	Postal Fees		84,500
	Travel		459,000
	Bank Charges		49,841

# Gwanga Power Uganda

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Note 11:	Non Current Assets	1,649,000
Note 12:	Current Assets	
	Post Bank	21,180,480
		<u>21,180,480</u>

### 13. Events after the reporting period

At the date of the authorization of these financial statements, there was no event after December 31, 2018 affecting the organisations books of accounts.

### 14. Taxation.

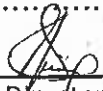
Section 2 of Uganda's Income Tax Act 1997 (Cap 340), as amended, provides for exemption from Corporation Tax of any charitable or religious company or institution which has been issued with a written ruling by the commissioner General of the Uganda Revenue Authority.

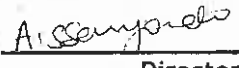
The Organization is confident that it is eligible for treatment as a charity in accordance with Section 2 of Income Tax Act 1997 (Cap 340) and that a certificate to that effect will be obtained in due course. Consequently, no tax has been provided for in the accounts.

STATEMENT OF FINANCIAL POSITION

	2018 UGX
<b>ASSETS</b>	
Non-Current Assets	18,153,104
	<b>18,153,104</b>
Current Assets	
Bank Balances	1,513,688
Cash Balances	0
	<b>1,513,688</b>
<b>TOTAL ASSETS</b>	<b>19,666,792</b>
<b>FUNDS AND LIABILITIES</b>	
Capital Fund	19,666,792
<b>TOTAL CAPITAL FUND</b>	<b>19,666,792</b>

The financial statement on page 9 was approved for issue by the Board of Directors on ..... 2019 and were signed on its behalf by:

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Director