



We empower **Rural Girls and Women**

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED**

31ST DECEMBER 2022



**1st Floor, Royal Offices, Suite 17
P.O. Box 104428-00101
Tel: +254 714 059 739
EMAIL: info@bridgehouse.co.ke**

LIFE LIFTERS KENYA
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

TABLE OF CONTENTS

ORGANIZATION INFORMATION	2
DIRECTORS' REPORT	3
STATEMENT OF THE DIRECTORS' RESPONSIBILITIES	4
REPORT OF THE INDEPENDENT AUDITOR	5-6
FINANCIAL STATEMENTS	
STATEMENT OF INCOME AND EXPENDITURE	7
BALANCE SHEET	8
STATEMENT OF CHANGES IN FUND BALANCE	9
STATEMENT OF CASH FLOWS	10
NOTES TO THE FINANCIAL STATEMENTS	11 - 16

M

LIFE LIFTERS KENYA

ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

ORGANIZATION INFORMATION

BOARD MEMBERS : Josephine Karani Board Chair
Peninah Ringera Board Treasurer
Sharon Kate Ng'ang'a Board Secretary
Alafia Stewart Vice Chair
Audrey Too Board Member

REGISTERED OFFICE : P.O BOX 23754-00100
NAIROBI

INDEPENDENT AUDITORS : Bridgehouse
(Certified Public Accountants)
1st Floor, Royal Offices
Mogotio Road
P.O. Box 104428-00101
NAIROBI

BANKERS : ECOBANK
P.O.Box 4504-30100
ELDORET

LIFE LIFTERS KENYA
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

DIRECTORS' REPORT

The Directors submit their report together with the audited financial statements for the year ended 31 December 2022, which disclose the state of affairs of the organization as at that date.

Registration

Life Lifters Kenya is registered under Non-Governmental Organisation Co-ordination Act of the Laws of Kenya. The Organisations is domiciled in Kenya.

Principal activities

Life Lifters Kenya economically empowers rural girls by ensuring that they have access to quality education, mentorship and business training that positively impacts their life outcomes.

Statement as to disclosure to the Organization's auditor

With respect to each Director at the time this report was approved:

- a) there is so far as the Director is aware no relevant audit information of which the Organization's auditor is unaware; and
- b) the Director has taken all the steps that the person ought to have taken as a Director so as to be aware of any relevant audit information and to establish that the Organization's auditor is aware of that information.

Terms of Appointed of the auditor

Bridgehouse CPA's continues in office in accordance with Organization's constitution. The Directors monitor the effectiveness, objectivity and independence of the auditor. The directors also approve the annual audit engagement contract which sets out the terms of the auditor's appointment and the related fees.

By order of the Board

Director.....

Date.....27/03/2023

104

LIFE LIFTERS KENYA
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022
STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Non-Governmental Organizations Regulations, 1992 requires the Board of Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Organization as at the end of the financial year and of its surplus for that year. It also requires the Directors to ensure that the Organization maintains proper accounting records that (a) show and explains the transactions of the organization (b) disclose, with reasonable accuracy, the financial position of the Organization and (c) enable the Directors to ensure that every financial statement required to be prepared complies with the requirements of the Non-Governmental Organizations Regulations, 1992.


The Directors accept responsibility for the preparation and fair presentation of financial statements that are free from material misstatements whether due to fraud or error. They also accept responsibility for:

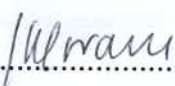
- a) Designing ,implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements;
- b) Selecting and applying appropriate accounting policies; and
- c) Making accounting estimates and judgments that are reasonable in the circumstances.

Having made an assessment of the Organization's ability to continue as a going concern, the Directors are not aware of any material uncertainties related to events or conditions that may cast doubt upon the organization's ability to continue as a going concern.

The Directors acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the Board on2023 and signed on its behalf by:

SECRETARY: 

DIRECTOR..... 



LIFE LIFTERS KENYA

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF LIFE LIFTERS KENYA

Opinion

We have audited the accompanying financial statements of Life Lifters Kenya, set out on pages 7 to 18, which comprise the balance sheet as at 31st December 2022, the statement of surplus or deficit, the statement of changes in fund balance and statement of cash flows for the year then ended, and notes, including a summary of significant accounting policies.

In our opinion the accompanying financial statements give a true and fair view of the financial position of the Organization as at 31st December 2022 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards and Non-Governmental Organization Coordination Act.

Basis for 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 organization 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 Directors are 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. 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.

Directors' responsibility for the financial statements

The Directors are responsible for the preparation and fair presentation of the financial statements that give a true and fair view in accordance with International Financial Reporting Standards and the requirements of the Non-Governmental Organization Coordination Act, and for such internal control as the Management 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 Organization'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 Management either intend to liquidate the Organization 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 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.

LIFE LIFTERS KENYA
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF LIFE LIFTERS KENYA (CONT'D)

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 Organization 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 Board' 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 organization 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 the auditor's report. However, future events or conditions may cause the Scheme 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.

Report on other matters prescribed by the Kenyan Non-Governmental Organizations Act, 1990

In our opinion the information given in the report of the directors on page 3 is consistent with the financial statements.

The signing Partner responsible for the audit resulting in this independent auditors' report is CPA John Ngunjiri Gitau - P/2494



Bridge House

Nairobi, 28/03/.....2023

BRIDGE HOUSE
Certified Public Accountants
P. O. Box 104428 - 00101,
Email: bridgehouseCPAs@gmail.com
Tel: 0714 059 739
Date:.....

W

LIFE LIFTERS KENYA
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

STATEMENT OF INCOME AND EXPENDITURE

	Note	2022 Kshs
Income		
Grants and donations	4	1,102,109
Other income	5	<u>18,219</u>
		<u>1,120,328</u>
Expenditure		
Employment Costs	6	433,280
Programme costs	7	423,284
Administration costs	8	154,344
Legal and Professional Costs	9	<u>40,000</u>
Total expenditure		<u>1,050,908</u>
Excess of income over expenditure		<u>69,420</u>

LIFE LIFTERS KENYA
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

BALANCE SHEET

	Note	2022 Kshs
Funds		
General funds		<u>69,420</u>
Total Funds		<u>69,420</u>
 REPRESENTED BY:		
Current Assets		
Cash and Cash Equivalents	10	<u>109,420</u> <u>109,420</u>
Current Liabilities		
Accounts Payable	11	<u>40,000</u> <u>40,000</u>
Net Current Assets		<u>69,420</u>
Total Assets		<u>69,420</u>

The financial statements on pages 7 to 18 were authorised for issue by the directors on.....2023 and signed on its behalf by:



DIRECTOR



DIRECTOR

ll

LIFE LIFTERS KENYA
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022
STATEMENT OF CHANGES IN FUND BALANCES

	General funds Kshs	Total funds Kshs
At 1st January 2022	-	-
Surplus of Income over Expenditure	<u>69,420</u>	<u>69,420</u>
At 31st December 2022	<u>69,420</u>	<u>69,420</u>

LIFE LIFTERS KENYA

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

STATEMENT OF CASHFLOW

	Note	2022 Kshs
Excess of income over expenditure		69,420
Adjustments for:		
Surplus before working capital changes		<u>69,420</u>
Increase in Trade and other payables		<u>40,000</u>
Net cash generated from operating activities		<u>40,000</u>
Net increase in Cash and Cash Equivalents		109,420
Cash and cash equivalents at the beginning of year		-
Cash and cash equivalents at year end	10	<u>109,420</u>

1 Summary of significant accounting policies

a) Basis of preparation

The financial statements are prepared in compliance with International Financial Reporting Standards under the historical cost basis of accounting. The financial statements are presented in Kenya Shilling (KES), which is also the functional currency (the currency of the primary economic environment in which the Organisations operates).

The preparation of financial statements in conformity with International Financial Reporting Standards requires the use of estimates and assumptions. It also requires the Directors to exercise their judgement in the process of applying the accounting policies adopted by the Organisation. Although such estimates and assumptions are based on the Organisations' best knowledge of the information available, actual results may differ from those estimates. The areas involving a higher degree of judgement or complexity, or where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

b) Revenue recognition

Revenue is recognised to the extent it is probable that future economic benefits will flow to the Organisation and the revenue can be reliably measured.

Grants

Grants are recognised when the organisation can demonstrate entitlement to the income. Where receipt of funding is conditional only on administrative requirements, it has been accrued.

Grants in Kind

Gifts in kind are included in the programs income at their market value when they are distributed

Interest income

Interest income is recognised on a time proportion basis using the effective interest method.

c) Translation of foreign currencies

Transactions in foreign currencies during the year are converted into the functional currency, Kenya Shillings, using the exchange rate prevailing at the transaction date. Monetary assets and liabilities at the balance sheet date denominated in foreign currencies are translated into Kenya Shillings using the exchange rate prevailing as at that date. The resulting gains and losses from the settlement of such transactions and translations are recognised on a net basis in the income statement in the year in which they arise.

1 Summary of significant accounting policies (cont'd)

d) Provision for liabilities and charges

Provisions are recognised when the Organisation has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of the obligation can be made.

e) Restricted Funds

The restricted funds are part of the general fund which are subject to specific conditions imposed by the donors

f) Designated Funds

Designated Funds are part of the funds which have been earmarked for a particular use. The fixed asset fund represents the net book value of Healthright's fixed assets to indicate this resources are not available for other purposes

g) Financial Instruments

The organisation financial liabilities are recognised initially at fair value of the consideration given plus the transaction cost. Subsequently, all financial liabilities are carried at amortised cost using the effective interest method.

All financial liabilities are classified as current as they are expected to be settled in the Organisations normal operating cycle or expected to be paid within 12 months of the balance sheet date

Financial liabilities are derecognised only when the obligation specified in the contract is discharged or cancelled or expires.

h) Cash and Cash Equivalents

Cash and cash equivalents include cash in hand and at bank

i) Comparatives

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

Summary of significant accounting policies (cont'd)

2 Risk management objectives and policies

a) Financial risk management

The Organisation's activities expose it to a variety of financial risks including credit, liquidity and market risks. The Organisation's overall risk management policies are set out by the Board of Directors and implemented by the management, and focus on the unpredictability of changes in the business environment and seek to minimise the potential adverse effects of such risks on the Organisation's performance by setting acceptable levels of risk. The Organisation does not hedge against any risks.

b) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. Credit risk mainly arises from staff loans and is managed on a Organisation-wide basis.

Credit risk on financial assets with banking institutions is managed by dealing with institutions with good credit ratings

c) Currency Risk

Currency risk arises on financial instruments that are denominated in foreign currency. The Organisation operates wholly within Kenya and has bank account denominated in KES.

3 Critical Accounting Estimates and Judgements

In the process of applying the accounting policies adopted by the Organisations, the management makes certain estimates and judgements that may affect the carrying values of assets and liabilities in the next financial period. Such estimates and judgements are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the current circumstances. The Organisation sees evaluate such estimates and judgements at each financial reporting date to ensure that they are still believed to be reasonable under the prevailing circumstances based on the information available.

There were no critical accounting estimates and judgements made by the Organisation that have a significant risk which could have caused material adjustment to the carrying amount of assets and liabilities within the next financial year.

LIFE LIFTERS KENYA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022 (CONT'D)

	2022
	Kshs
4 Grants and donations	
SHE'S THE FIRST	987,109
MELTON FOUNDATION	69,000
JOHN KWAKU	34,500
ISAAC TEDEKU	<u>11,500</u>
	<u>1,102,109</u>
5 Other income	
Exchange Gains	18,219
	<u>18,219</u>
6 Employment Costs	
Salaries and benefits	<u>433,280</u>
	<u>433,280</u>
7 Program costs	
School Fees	357,000
Students Shopping	63,584
Supplies	<u>2,700</u>
	<u>423,284</u>
8 Administration costs	
Bank Charges	930
Postage and Delivery	200
Printing and Stationery	180
Telephone	24,000
Travel and Meetings	108,019
Website Expenses	17,415
Welfare Expenses	<u>3,600</u>
	<u>154,344</u>
9 Legal and Professional Fees	
Audit fees	<u>40,000</u>
	<u>40,000</u>

10/1

	2022
10 Cash and cash equivalents	Kshs
Cash at bank	71,153
Money Market Funds	14,348
Fixed Income Funds	<u>23,920</u>
	<u>109,421</u>
11 Accounts payable	
Accrued Audit Fees	<u>40,000</u>
	<u>40,000</u>
12 Contingent liabilities	

The organization had no contingent liability as at 31st December 2022.

13 Employees

The number of employees as at 31st December 2022 was 2.

14 Capital commitments

The Organisation had no capital commitments as at 31st December 2022.

15 Comparatives

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