

**EDDAH'S HOPE CANCER
FOUNDATION (EHCF)**

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 DECEMBER 2016**

EDDAH'S HOPE CANCER FOUNDATION

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2016

CONTENTS	PAGES
Corporate information	3
Report of the management	4
Statement of the management's responsibilities	5
Auditor Report	6-7
Statement of comprehensive income	8
Statement for financial position	9
Statement of changes in funds	10
Cash flow statement	11
Notes to the financial statements	12 - 16

EDDAH'S HOPE CANCER FOUNDATION

CHIEF EXECUTIVE AND PROFESSIONAL ADVISERS

FOUNDER & CHAIRMAN

Moses Isaji

PROGRAM DIRECTOR

Valerie Waweru

BANKERS

Barclays Bank of Kenya
Westgate Branch
Nairobi

AUDITORS

Clyde & Associates
Koinange Street, Uniafrica Hse,
2nd floor, Suite 221, Nairobi. Kenya.
Nairobi

CONTACT ADDRESS

Eddah's Hope Cancer Foundation
P O Box 12891 - 00100
Nairobi

EDDAH’S HOPE CANCER FOUNDATION

REPORT OF THE MANAGEMENT

The management submit their report together with the financial statements for the year ended 31 December 2016.

REGISTRATION

EHCF is an NGO registered in 2013 under the National NGO Co-ordination Act.

ACTIVITIES

The principal activity of the organisation is to create cancer awareness in the country.

RESULTS

	Ksh
Surplus for the year	5,406,767 =====

FOR AND ON BEHALF OF THE MANAGEMENT

..... 2017

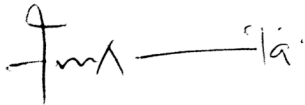
STATEMENT OF THE MANAGEMENT'S RESPONSIBILITIES

It is the responsibility of the management of Eddah's Hope Cancer Foundation, to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the organisation as at the end of the financial year. Management are also required to ensure that the organisation keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the organisation. They are also responsible for safeguarding the assets of the organisation.

The management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal controls as the management determine are necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

The management accepts responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates. The management are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the organisation and of the results of its operations. The management further accepts responsibility for the maintenance of accounting records which 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 management to indicate that the organisation will not remain a going concern for at least the next twelve months from the date of this statement.



Chairman & Founder

Finance Director

2017

Uniafric House 2nd Floor, Suite 221, Koinange Street,
P.O. Box 210 - 00200 Nairobi
Tel: 020 2309719
Cell: 0722 459052, 0734 504237

clyde@clyde-associates.com, info@clyde-associates.com, www.clyde-associates.com



**REPORT OF THE INDEPENDENT AUDITOR
TO THE MEMBERS OF
EDDAH HOPE FOUNDATION**

We have audited the accompanying financial statements set out on pages 5 to 16 of Eddah Hope Foundation which comprise the Statement of Financial Position as at 31st December 2016 and the Income and Expenditure statement, statement of changes in funds and cashflow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. 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

Auditor's 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 the 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 judgement, 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 control 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 control. 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.

Opinion

In our opinion, the accompanying financial statements give a true and fair view of the state of financial affairs of the organization and of its Income and cash flows for the year then ended in accordance with

International Financial Reporting Standards and the requirements of the constitution of Eddah Hope Foundation.

The Engagement partner responsible for the audit resulting in this independent auditor's report is CPA Clyde Atsango Mutsotso - P/No 1623

Clyde & Associates
Certified Public Accountants (K)



Nairobi.



Date: 23rd April 2017.

EDDAH'S HOPE CANCER FOUNDATION

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2016

	Note	2016 KShs	2015 KShs
INCOME			
Grants income	3		-
Other income	4	3,412,079	26,748,176
		<hr/>	<hr/>
		3,412,079	26,748,176
		<hr/>	<hr/>
EXPENDITURE			
Administration and establishment	10	(15,209,200)	8,153,066
		<hr/>	<hr/>
EXCESS OF (EXPENDITURE OVER INCOME)		(11,797,121)	18,595,110
		=====	=====

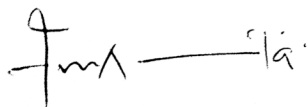
EDDAH'S HOPE CANCER FOUNDATION

STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2016

	Note	2016 Ksh	2015 Ksh
ASSETS			
Non-current assets			
Property and equipment	12	371,377	158,032
Current assets			
Inventory	5	23,975	23,975
Receivable	6	155,800	155,800
Bank and cash balances	7	6,363,922	18,504,351
Due from related parties	8	-	
Other receivables	9	-	
		6,543,697	18,684,128
TOTAL ASSETS		6,915,075	18,842,160
Funds and liabilities			
Reserve fund		5,406,767	17,333,852
Capital invested		1,080,308	1,080,308
		6,487,075	18,414,160
Current liabilities			
Payables and accruals	11	428,000	428,000
TOTAL FUNDS AND LIABILITIES		6,915,075	18,842,160

The financial statements on pages 6 to 16 were approved by the management on
signed by:

2017 and were



Chairman & Founder

Finance Director

EDDAH'S HOPE CANCER FOUNDATION

STATEMENT OF CHANGES IN RESERVES
FOR THE YEAR ENDED 31 DECEMBER 2016

	Ksh.
At 1 January 2015	(1,261,546)
Excess of income over expenditure	18,595,110
	<hr/>
At 31 December 2015	17,333,564
	<hr/> <hr/>
At 1 January 2016	17,333,564
Excess of expenditure over income	(11,927,085)
	<hr/>
At 31 December 2016	5,406,479
	<hr/> <hr/>

EDDAH'S HOPE CANCER FOUNDATION

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2016

	Note	2016 Ksh	2015 Ksh
Cash flows from operating activities			
Excess of income over expenditure/(expenditure over income)		(11,927,085)	18,595,110
Adjustments			
Depreciation of property and equipment	12	104,655	22,577
		<u>11,822,430</u>	<u>18,617,687</u>
Operating (deficit) before working capital changes			
Increase in payables		-	-
Decrease in due from related parties		-	-
Decrease in other receivables		-	-
(Increase) in inventory		-	-
(Increase) in receivables		-	-
		<u> </u>	<u> </u>
Cash flows from operating activities		<u>(11,822,430)</u>	<u>18,617,687</u>
Cash flows from investing activities			
Capital invested		-	-
Purchase of Property and equipment	12	(318,000)	(157,002)
		<u> </u>	<u> </u>
Net cash used in investing activities		<u>(318,000)</u>	<u>(157,002)</u>
Increase in cash and cash equivalents		(12,140,430)	18,460,685
Cash and cash equivalents at beginning of the YEAR		<u>18,504,351</u>	<u>43,667</u>
Cash and cash equivalents at end of the YEAR	7	<u><u>6,363,922</u></u>	<u><u>18,504,351</u></u>

EDDAH'S HOPE CANCER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

1 ACCOUNTING POLICIES

The principal accounting policies adopted are set out below.

Basis of preparation

The financial statements have been prepared under the historical cost basis of accounting.

Revenue recognition

Grants received for specific purposes are treated as unexpended grants and only credited to the income and expenditure statement when the activities for which they were provided for have been undertaken. Unutilised funds are carried forward as unexpended grants payable and any grants not yet received are carried forward as grant receivables. Other grants and donations are recognised when received.

Deferred income

Restricted funds received for the purchase of property, plant and equipment or assets donated are deferred and recognised as income over the expected lives of the respective assets.

Recognition of expenses

Expenditure is recognised in the Year to which it relates and is accounted for on accruals basis.

Property and equipment

Property and equipment is stated at cost less accumulated depreciation and any accumulated impairment losses.

Assets purchased for specific projects are not recognised as Kenya office property and equipment, but are accounted as project costs.

Only individual organisational assets with a purchase price exceeding Ksh 35,000 are recorded as non-current assets, the others are expended in the year of purchase.

Depreciation

Depreciation is calculated on cost or valuation using straight line method as follows:-

Furniture, fittings, machines and equipment	20%
Motor Vehicles	20%
Computer hardware	33.33%

Taxation

EHCF is exempt from income tax under the First Schedule, paragraph 10 of the Income Tax Act. However, a tax exemption certificate is yet to be received. The organisation has applied for an NGO certificate and the tax exemption certificate will follow.

EDDAH'S HOPE CANCER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

2 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS IN APPLYING THE ENTITY'S ACCOUNTING POLICIES

In the process of applying the Organisation's accounting policies, board of management has made estimates and assumptions that affect the ability of the organisation to continue with its operations into the foreseeable future. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future funding that is believed to be reasonable under the circumstances.

The financial statements are prepared on a going concern basis.

Key sources of estimation uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the statement of financial position date that has a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year:

Property and equipment

Critical estimates are made by the board of management in determining the useful lives and residual values to property and equipment based on the intended use of the assets and the economic lives of those assets. Subsequent changes in circumstances or prospective utilization of the assets concerned could result in the actual useful lives of residual values differing from initial estimates.

Impairment of assets

At each reporting year, the organisation reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss. Where it is not possible to estimate the recoverable amount of an individual asset, the organisation estimates the recoverable amount of the cash generating unit to which the asset belongs.

	2016 Ksh	2015 Ksh
3 GRANT INCOME		
Ted	-	-
EHFC Project	-	-
	-----	-----
Total grant income	-	-
	=====	=====

EDDAH'S HOPE CANCER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	2016 Ksh	2015 Ksh
4 OTHER INCOME		
Merchandise sales	138,000	-
Members Contributions	173,000	-
Corporate Contribution-Galas	1,665,000	-
Direct Public Support	11,000	-
Event	1,279,891.6	-
Interest Income	145,187.1	-
	<u>3,412,078.7</u>	<u>1,083,939</u>
5 INVENTORY		
Wrist bands	12,800	12,800
T-shirts	11,175	11,175
	<u>23,975</u>	<u>23,975</u>
6 RECEIVABLES		
Prepayments	135,000	135,000
T-shirts	20,800	20,800
Wristbands	-	-
	<u>155,800</u>	<u>155,800</u>
7 BANK AND CASH BALANCES		
Cash	314,408	87,334
Bank	6,049,514	18,441,086
	<u>6,363,922</u>	<u>18,528,420</u>
8 DUE FROM RELATED PARTIES		
This relates to HFFC expenses undertaken by Board members. 3 Members have not paid yet		
HFFC Expenses	<u>-</u>	<u>-</u>

EDDAH'S HOPE CANCER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (Continued)

	2016 Ksh	2015 Ksh
9 OTHER RECEIVABLES		
Fines from unpaid EHCF expenses 20th to 28th Feb		
EHCF Expenses	-	-
	=====	=====
10 ADMINISTRATION AND ESTABLISHMENT		
HFFC Event	-	484,300
Gala Kempinski	2,680,985	-
Rent	540,000	540,000
T-shirts	817,520	553,000
Cancer	100,000	-
Printing & Production	178,800	-
Depreciation (Note 11)	104,655	22,577
Office repairs	10,000	60,000
Internet	147,519	66,000
Subscription ERP	10,000	-
Consultation	35,000	-
Utilities	6,576	33,622
Courier	23,350	6,960
Events & NCC	431,485	-
Other merchandise	25,000	-
Edah Memorial	35,501	-
Koroga	9,000	-
Hospice	512,475	-
Staff Party	45,200	-
Sanitation	21,605	-
Postage	6,960	-
Office supplies	25,090	60,736
NHIF	1,014,000	-
Bank charges	6,475	-
Security	75,000	-
Telephone	50,177	20,000
Taxes	21,775	-
Medical Equipment	6,307,975	4,907,975
Venue Hire	31,000	636,400
Equipment Rental	-	40,000
Finance Charges	-	134,666
Transport	11,000	40,000
Salaries	2,159,716	546,830
	-----	-----
	15,339,164	8,153,066
	=====	=====
11 PAYABLES		
SACCO	198,000	198,000
Katini	120,000	120,000
Radar	110,000	110,000
	-	-
	-----	-----
	428,000	428,000
	=====	=====

EDDAH'S HOPE CANCER FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12 **EQUIPMENT**

	Furniture and Fittings Ksh	Computers Ksh	Total Ksh
COST			
At 1 January 2015	-	-	-
Additions	216,002	85,000	301,002
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2015	316,002	85,000	301,002
	<hr/>	<hr/>	<hr/>
At 1 January 2016	316,002	85,000	301,002
Additions	60,000	258,000	157,002
Disposals	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2016	276,002	343,000	619,002
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 January 2015	35,400	84,993	142,970
*Charge for the year	22,575	2	104,655
Eliminated on disposal	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2015	57,975	84,995	247,625
	<hr/>	<hr/>	<hr/>
At 1 January 2016	57,975	84,995	142,970
*Charge for the year	27,253	77,402	104,655
Eliminated on disposal	-	-	-
	<hr/>	<hr/>	<hr/>
At 31 December 2016	77,728	162,397	247,625
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 December 2014	23,600	9	23,609
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 December 2015	158,027	2	158,032
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

13 **CURRENCY**

These financial statements are presented in Kenya Shillings (Kshs).