

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

**STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

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**STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2022**

Trustees

Paul Toloyi
Moses Kirui
Jasper Okinyi
Anam Achakari
Saskia Van Volkenhoef

Registered Office

P.O. Box 135
Gilgil 20116

Auditors

Mulila & Associates
Certified Public Accountants
P.O. Box 61924 - 00200
Nairobi

Principal bankers

KCB
Gilgil Branch
P.O. Box 290 -20116
Gilgil

**STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
REPORT OF THE MANAGING BOARD
FOR THE YEAR ENDED 31 DECEMBER 2022**

The Trustees submit their report together with audited financial statements for the year ended 31 December 2022 which discloses the state of affairs of Stitching understanding and development.

Registration

The organization is registered as a trust fund and was established by a certificate dated January 11 ,2016.

Principal activities

The organization is established for non profit purposes and majorly to promote the advancement of the Stitching Understanding and Development(SUED) mission.

Results

The results for the year are shown on page 6.

Managing Board and Trustees

The Trustees who held office during the year and to the date of this report are set out on page 2.

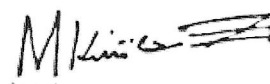
Auditors

The auditors Mulila & Associates, Certified Public Accountants of Kenya, have expressed willingness to continue in office.

By order of the board.



Trustee



30/06/2021

**STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
STATEMENT OF TRUSTEES' RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

Statements of Management's responsibilities

The Board of Management is required to prepare financial statements for each year, that give a true and fair view of the financial position of the organization as at the end of the financial year and of its operating results for the year. It also requires the Board of Management to ensure that the organization keeps proper accounting records that are sufficient to show and explain the transactions of the organization and disclose, with reasonable accuracy, the financial position of the entity. The Board is also responsible for safeguarding the assets of the organization, and for taking reasonable steps for prevention and detection of fraud and other

The Management accepts responsibility for the preparation and presentation of these financial statements in accordance with International Financial Reporting Standards (IFRS). They also accept responsibility for:

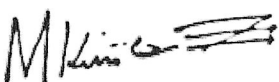
- i) designing, implementing and maintaining such internal control as they determine necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error;
- ii) selecting suitable accounting policies and applying them consistently; and
- iii) making accounting estimates and judgements that are reasonable in the circumstances

Having made an assessment of the organization's ability to continue as a going concern, the Board of Management is 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 Board of Management acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the Trustees on ...30/06/.....2023 and signed on its behalf by

Trustee 

Trustee 

M&A
Mulila & Associates
Certified Public Accountants

**INDEPENDENT AUDITORS REPORT TO
STITCHING UNDERSTANDING AND DEVELOPMENT**

Opinion

We have audited the accompanying financial statements of SUED, set out on pages 7 to 13, which comprise the Statement of Financial position as at 31st December 2020, the profit and loss account and statements of changes in equity and 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 2020 and of its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standards.

Basis for our 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 company 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 board of Management is responsible for the other information. Other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. 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.

Board of Managements' responsibility for the financial statements

The board of management are responsible for the preparation and fair presentation of the financial statements that give a true and fair view in accordance with the International Financial Reporting Standard and for such internal control as the board determine are 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 board are responsible for assessing the organizational'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 board of 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.

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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the organization'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 the auditor's report. However, future events or conditions may cause the organization 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 legal requirements

As required we report to you, based on our audit, that:

- i. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- ii. in our opinion proper books of account have been kept by SUED, so far as appears from our examination of those books;
- iii. the organization's balance sheet and profit and loss account are in agreement with the books of account.

The engagement partner responsible for the audit resulting in this independent auditor's report was CPA Anthony M Mulila, Practicing Certificate No. 1897

Mulila & Associates
Certified Public Accountants of Kenya
Nairobi.

23/06/ 2023

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

Statement of Comprehensive Income

	31st December 2022 Kshs	31st Decembe 2021 Kshs
Revenue		
Income	360,858	889,755
Expenses		
Books	-	101,132
Administration	214,276	471,452
Staff Costs	144,243	417,057
Total Expenses	<u>358,519</u>	<u>989,641</u>
Under /(Over) Funds	<u><u>2,339</u></u>	<u><u>(99,886)</u></u>

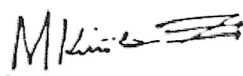
STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 DECEMBER 2022

ASSETS	Notes	31st December 2022 Kshs	31st December 2021 Kshs
Non Current Assets			
Computers		<u>2,390</u>	<u>9,560</u>
Current assets			
Cash at Bank	2	38,101	31,539
Prepayment	4	-	8,000
		<u>38,101</u>	<u>39,539</u>
Total Assets		<u><u>40,491</u></u>	<u><u>49,099</u></u>
EQUITY AND LIABILITIES			
Capital and Reserves			
Funds Balance		<u>(14,512)</u>	- 16,851
Total equity		<u>(14,512)</u>	<u>(16,851)</u>
Current liabilities			
Trade and other Payables	3	<u>55,003</u>	<u>65,950</u>
Total Equity & Liabilities		<u><u>40,491</u></u>	<u><u>49,099</u></u>

The financial statements were approved by the Board of Trustees on 30/06/2023 and signed on its behalf by:



Trustee



Trustee

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED 31 DECEMBER 2022

	Reserves	Designated		Total
	Kshs	Funds		Kshs
		Kshs		
At 1st January 2021	(16,965)	100,000		83,035
Over/(Under) utilised Funds for the year	(99,886)	-	-	99,886
At 31 December	<u>(116,851)</u>	<u>100,000</u>		<u>(16,851)</u>
At 1st January 2022	(116,851)	100,000	-	16,851
Under/(Over) utilised Funds for the year	<u>2,339</u>	-		<u>2,339</u>
At 31 December	<u>(114,512)</u>	<u>100,000</u>		<u>(14,512)</u>

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2020

	31st December 2022 Kshs	31st December 2021 Kshs
Cash flow from operating activities		
(Loss)/profit for the year	2,339	(99,886)
Adjustments		
Depeciation	7,170	7,170
Operating cash flow before working capital changes	<u>9,509</u>	<u>(92,716)</u>
Increase/(Decrease) in trade & other payables	(10,947)	5,027
(Increase)/Decrease in Trade & Other Receivables	8,000	-
	<u>6,562</u>	<u>(87,689)</u>
Investing Activities		
Purchase of printer	-	-
	-	-
Net cash flow from operating activities	<u>6,562</u>	<u>(87,689)</u>
Cash and cash equivalents at the beginning of the year	<u>31,539</u>	<u>119,228</u>
Cash and cash equivalents at the end of the year	<u><u>38,101</u></u>	<u><u>31,539</u></u>

**STITCHING UNDERSTANDING AND DEVELOPMENT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1 Summary of Significant Accounting Policies

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

Basis of preparation

The financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS). The measurement basis applied is the historical cost basis.

Revenue recognition

Grants and donations are recognised when received and captured in the books of account at fair market prices ruling at the time of receipt, when such donations are received in foreign currency. Capital based donations are transferred to the Trust Fund while the remainder remains in the Operational Fund.

Taxation

No provision for corporate taxation has been made in these accounts. The foundation has been granted tax exemption under the provisions of paragraph 10 of the 1st schedule to the Income Tax Act, Cap 470 (Laws of Kenya). The exemption certificate No.201720215/11871 dated 15/02/2017 has been granted for a period of 5 years to 15/02/2022.

	31st December 2022 Kshs	31st December 2021 Kshs
2 Cash & Cash Equivalents		
Cash at Bank - KCB	37,968	31,148
Petty Cash	133	391
	<u>38,101</u>	<u>31,539</u>
3 Trade & Other Payables		
Audit fees provision	35,000	35,000
Accountancy Provision	20,003	30,950
Other Payables - Moses	-	-
	<u>55,003</u>	<u>65,950</u>
4 Prepayments/Deposit		
Deposit	0	8,000
Prepayment	-	-
	<u>0</u>	<u>8,000</u>

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

4 Property, plant and equipment 2022

	Computers	Totals
	30.0%	
	Kshs	Kshs
COST		
1 January 2022	23,900	23,900
Additions	-	-
31 December 2022	23,900	23,900
Depreciation		
1 January 2022	14,340	14,340
Charge for the year	7,170	7,170
31 December 2022	21,510	21,510
Net Book Value		
31 December 2022	2,390	2,390

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2022**

	31st December 2022 Kshs	31st December 2021 Kshs
5 DETAILED STATEMENT OF INCOME & EXPENDITURE		
Income		
Assorted Donations	260,000	724,000
Donation - General	100,420	62,300
Donation Laurent Burals	-	102,858
Bank Interest	438	597
	<u>360,858</u>	<u>889,755</u>
Expenses		
Education:Books	-	101,132
Communication	26,500	60,700
Accounting Services	-	10,000
Audit Fees	35,000	35,000
Depreciation Charge	7,170	7,170
Bank Charges	11,838	18,133
Entertainment	1,380	2,758
Newspapers	6,840	11,040
Rent	36,000	72,000
Stationery	5,110	5,980
Transport	8,200	17,100
Electricity	253	5,500
Margaret Family Chicken Project	-	95,600
Salaries	144,243	417,057
Employer Expenses- NSSF & NITA	1,000	3,150
NSSF Penalties	-	5,120
Teachers Expenses	20,000	-
Postage & Courier	-	840
Media Documentary & Newsletter	-	1,000
Meetings and conference expenses	40,420	105,735
Computer Maitenance & Other Maitenance	-	-
Exchange gain	-	3,470
Office Maitenance	5,200	-
Office Exp - Refuse removal	-	1,200
Tax Penalty	-	-
Website costs	8,500	7,100
Cleaning	865	2,856
	<u>358,519</u>	<u>989,641</u>
Profit for the year	<u>2,339</u>	<u>(99,886)</u>