

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

**STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
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FOR THE YEAR ENDED 31 DECEMBER 2023**

Table of Contents	Pages
Organization Information	2
Report of the Trustees	3
Statement of Boards' responsibilities	4
Report of the Independent Auditors	5
Statement of Comprehensive Income	6
Statement of Financial Position	7
Statement of Changes in Fund Balances	8
Statement of Cash Flows	9
Notes to the Financial statements	10 - 13

**STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023**

Board Members

Mr Paul Iganga Tolo
Moses Kirui
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 Bank
Gilgil Branch
P.O. Box 290 -20116
Gilgil

**STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
REPORT OF THE MANAGING BOARD
FOR THE YEAR ENDED 31 DECEMBER 2023**

The Trustees submit their report together with audited financial statements for the year ended 31 December 2023 which discloses the state of affairs of Stitching Understanding & Development Org.

Registration

The organization is established as a community based organization registered by certificate dated January 11, 2016.

Principal activities

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

Results

The results for the year are shown on page 6.

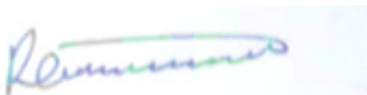
Managing Board and Trustees

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

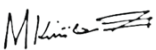
Auditors

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

By order of the board.



chairperson



Member

21/03/2023

**STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
STATEMENT OF BOARDS' RESPONSIBILITIES
FOR THE YEAR ENDED 31 DECEMBER 2023**

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:

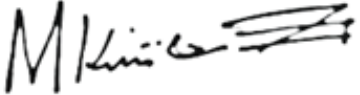
- i) designing, implementing and maintaining such internal control as they determine necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error;
- ii) selecting suitable accounting policies and applying them consistently; and
- 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 ...21/03/2024 and signed on its behalf by

Chair Person 

Member 

M&A
Mulila & Associates
Certified Public Accountants

**INDEPENDENT AUDITORS REPORT TO
THE BOARD OF MANAGEMENT**

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 2023, 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 2023 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.

25/03/ 2023

**STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

Statement of Comprehensive Income

	31st December	31st December
Revenue	Kshs	Kshs
Income	331,287	360,858
Expenses		
program activities	84,000	-
Books	100,000	-
Administration	130,500	214,276
Staff Costs	14,000	144,243
Total Expenses	<u>328,500</u>	<u>358,519</u>
Under /(Over) Funds	<u><u>2,787</u></u>	<u><u>2,339</u></u>

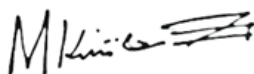
STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 DECEMBER 2023

ASSETS	Notes	31st December 2023 Kshs	31st December 2022 Kshs
Non Current Assets			
Computers		-	2,390
Current assets			
Cash at Bank	2	1,830	38,101
Prepayment	4	2,000	-
		3,830	38,101
Total Assets		3,830	40,491
EQUITY AND LIABILITIES			
Capital and Reserves			
Funds Balance		2,575	- 14,512
Total equity		2,575	(14,512)
Current liabilities			
Trade and other Payables	3	1,475	55,003
Total Equity & Liabilities		4,050	40,491

The financial statements were approved by the Board on 21/03/2024
and signed on its behalf by:



Chair person



Member

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE YEAR ENDED 31 DECEMBER 2023

	Reserves	Designated	Total
	Kshs	Funds	Kshs
	Kshs	Kshs	Kshs
At 1st January 2023	83,376	100,000	183,376
Over/(Under) utilised Funds for the year	(100,341)	-	100,341
At 31 December	<u>(16,965)</u>	<u>100,000</u>	<u>83,035</u>
At 1st January 2023	(16,965)	100,000	83,035
Under/(Over) utilised Funds for the year	<u>2,787</u>	-	<u>2,787</u>
At 31 December	<u>(14,178)</u>	<u>100,000</u>	<u>85,822</u>

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2023

	Kshs	Kshs
Cash flow from operating activities		
(Loss)/profit for the year	2,617	2,339
Adjustments		
Depeciation	7,170	7,170
	<u>9,787</u>	<u>(93,171)</u>
Operating cash flow before working capital changes		
Increase/(Decrease) in trade & other payables	(53,528)	5,924
(Increase)/Decrease in Trade & Other Receivables	(2,000)	-
	<u>(45,741)</u>	<u>(87,247)</u>
Investing Activities		
Purchase of printer	-	(23,900)
	<u>-</u>	<u>(23,900)</u>
Net cash flow from operating activities	<u>(45,741)</u>	<u>(111,147)</u>
Cash and cash equivalents at the beginning of the year	<u>119,228</u>	<u>230,376</u>
Cash and cash equivalents at the end of the year	<u><u>73,487</u></u>	<u><u>119,228</u></u>

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 DECEMBER 2023**

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.

	31st December 2023 Kshs	31st December 2022 Kshs
2 Cash & Cash Equivalents		
Cash at Bank - KCB	4,800	37,968
Petty Cash	600	133
	<u>5,400</u>	<u>119,228</u>
3 Trade & Other Payables		
Audit fees provision	15,000	35,000
Accountancy Provision	30,000	20,003
Other Payables - Moses	-	-
	<u>45,000</u>	<u>55,003</u>
4 Prepayments/Deposit		
Deposit	2,000	0
Prepayment	-	-
	<u>2,000</u>	<u>0</u>

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

4 Property, plant and equipment 2023

	Computers	Totals
	30.0%	
	Kshs	Kshs
COST		
1 January 2023	23,900	23,900
Additions	-	-
31 December 2023	23,900	23,900
Depreciation		
1 January 2023	7,170	7,170
Charge for the year	7,170	7,170
31 December 2023	14,340	14,340
Net Book Value		
31 December 2023	9,560	9,560

STITCHING UNDERSTANDING AND DEVELOPMENT (SUED)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

	31st December 2023 Kshs	31st December 2022 Kshs
5 DETAILED STATEMENT OF INCOME & EXPENDITURE		
Income		
Assorted Donations	144,109	260,000
Donation -General	99,872	100,420
Donation Saskia	87,306	-
Bank Interest	-	438
	<u>331,287</u>	<u>360,858</u>
Expenses		
Education:Books	90,000	-
Communication	5,000	26,500
Accounting Services	-	-
Audit Fees	35,000	35,000
Depreciation Charge	7,170	7,170
Bank Charges	2,000	11,838
Entertainment	4,000	1,380
Newspapers	-	6,840
Rent	72,000	36,000
Stationery	10,000	5,110
Transport	16,000	8,200
Electricity	-	253
Salaries	-	144,243
Employer Expenses- NSSF & NITA	-	1,000
NSSF Penalties	-	-
Teachers Expenses	-	20,000
Postage & Courier	-	-
Media Documentary & Newsletter	4,000	-
Meetings and conference expenses	-	40,420
office Maintenance	-	5,200
Office Exp - cleaning	-	-
program activities	45,000	-
Website costs	37,000	8,500
Cleaning	1,500	865
	<u>328,670</u>	<u>358,519</u>
Profit for the year	<u>2,617</u>	<u>2,339</u>