

Nolands

NOT YOUR ORDINARY AUDITORS



&



OFFICES IN:
BLOEMFONTEIN
CAPE TOWN
DURBAN
HARARE
JOHANNESBURG
LADYSMITH
MAURITIUS
PORT ELIZABETH
PRETORIA
TYGERBERG

FOR CONTACT AND ADDRESS DETAILS
VISIT www.nolands.co.za

All professional firms practicing in SA, Mauritius and Zimbabwe under the name Nolands ("Member Firms") are licenced by Nolands South Africa (Pty) Ltd (Nolands SA). Each Member Firm is an Independent contractor practising for its own risk and benefit. No member Firms are partners, agents, representatives, joint ventures, fiduciaries or the like (collectively "Associates") of each other. Likewise, no Member Firm and Nolands SA are Associates of each other. If any further information is required, kindly contact us. See www.nolands.co.za

GGI INDEPENDENT MEMBER NOLANDS SA IS PROUD TO BE THE SOLE GGI AUDIT REPRESENTATIVE IN SOUTH AFRICA.

LOWER GURUVE DEVELOPMENT ASSOCIATION

UN WOMEN

FINANCIAL STATEMENTS

31 APRIL 2021

Nolands
NOT YOUR ORDINARY AUDITORS

Lower Guruve Development Association
UN Women
Financial statements for the four months ending 31 April 2021

Registered Office Stand No: 295-7
GURUVE

Telephone +263 714567044/ +263 732567044/ +263 785567044

Email lgda@aidi.co.zw

Business Retailing of consumer goods and hardware

Established 1991

Board of Trustees

Mr S Janga (Acting Executive Director)
Mr L Nyamasoka (Acting Chairperson)
Mrs E. Muveza (Treasurer)
Mr J Vareta (Secretary)
Mr F Muwodza (Member)
Mr C Coffee (Member)
Mr G Zhuwawu (Member)
Mr T Masaiti (Member)
Mr B Kajjiwa (Member)
Mr S Machaya (Member)
Mr Y Chiriwo (Member)
Mrs R Gomo (Member)
Mr B Mutande (Member)
Mrs E Muveteri (Member)
Ms M V Chaka (Member)
Mr L Mukazika (Member)
Mr E Chigwajara (Member)
Mr C Chikondoma (Member)

Bankers Standard Chartered Bank Limited,

Auditors Nolands Harare Chartered Accountants
No. 7 Glenara Avenue South
Cnr Samora Machel Avenue, Eastlea
Harare
Tel: +263 242 481037/9, 49522

INDEX

	Page
Approval of annual financial statements	3
Independent auditors' report	4-6
Statement of financial position	7
Income statement	8
Statement of changes in equity	9
Statement of cashflows	10
Accounting policies	11
Notes to the financial statements	12- 13

Approval of annual financial statements

The directors acknowledge that they are ultimately responsible for the system of internal financial control systems established by the association and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors set standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk.

These controls are monitored throughout the accounting period and all employees are required to maintain the highest ethical standards in ensuring that the business is conducted in a manner, that in all reasonable circumstances, is above reproach. The focus of risk management is on identifying, assessing, managing and monitoring all known forms of risk. While operating risk cannot be fully eliminated, the association endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors have assessed the ability of the association to continue as a going concern and believe that the preparation of the financial statements on a going concern basis is still appropriate.

The management believe that the entity has adequate resources to continue in operation for the foreseeable future and the financial statements appearing on pages 7 to 13 have, therefore, been prepared on a going-concern basis.

The external auditors are responsible for independently reviewing and reporting on the Lower Guruve Development Association's financial statements. The financial statements have been examined by the entity's external auditors and their report is presented on page 4-6.

The annual financial statements were approved by the board of trustees and are signed on its behalf by:

Chairperson; Mehaka

Date; 01.10.2021

Executive Director; Ganga

Date; 01/10/2021

Independent Auditor's Report

To the Board members of Lower Guruve Development Association and UN Women

Opinion

We have audited the financial statements of **Lower Guruve Development Association Accounts - UN Women** as set out on pages 7 to 13, which comprise the Fund Accountability statement for the four months ending 30 April 2021 and a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of **Lower Guruve Development Association - UN Women** as at 30 April 2021, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards.

We conducted our audit in accordance with International Standards on Auditing. 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 (Parts A and B) (IESBA Code) and other independence requirements applicable to performing audits of financial statements in Zimbabwe. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and in accordance with other ethical requirements applicable to performing audits in Zimbabwe. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Association for the Financial Statements

The Association is responsible for the preparation and fair presentation of the Financial Statements in accordance with International Financial Reporting Standards and for such internal controls as the Association 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 Association is responsible for assessing the Association'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 Association either intends to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditors' 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 was conducted in accordance with ISA's 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 scepticism 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's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by directors.
- Conclude on the appropriateness of director'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 our 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.

The engagement partner on the audit resulting in this independent auditor's report is Bernard Matamba.

Nolands Harare Chartered Accountants

Date

Lower Guruve Development Association
 UN Women
 Financial statements for the four months ending 31 April 2021
 Statement of Financial Position

		2021 USD	2020 USD
Current assets	Note		
Accounts receivable	5	6,095	(6,941)
Cash and cash equivalents	3	33,095	32,741
		<u>39,190</u>	<u>25,800</u>
Reserves and liabilities			
Capital and reserves			
Retained income		39,190	25,800
		<u>39,190</u>	<u>25,800</u>
Current liabilities			
Accounts payable	4	-	-
Total equity and liabilities		<u>39,190</u>	<u>25,800</u>

Chairperson; Nchaba.....

Date; 01-10-2021

Executive Director; Ganga.....

Date; 01/10/21

Lower Guruve Development Association
 UN Women
 Financial statements for the year period ending 31 April 2021
 Income statement

	Note	2021 USD	2020 USD
Income	6	65,558	184,407
Gross profit		<u>65,558</u>	<u>184,407</u>
Operating expenses	8	(84,909)	(158,607)
Surplus / Deficit		<u>(19,351)</u>	<u>25,800</u>

Lower Guruve Development Association
 UN Women
 Financial statements for the year period ending 31 April 2021
 Statement of Changes in Reserves

	Retained Income USD	Total USD
Balance as at 1 January 2020	32,741	32,741
Surplus for the year	25,800	25,800
Balance as at 31 December 2020	58,541	58,541
Deficit for the period	(19,351)	(19,351)
Balance as at 31 April 2021	<u>39,190</u>	<u>39,190</u>

Lower Guruve Development Association
 UN Women
 Financial statements for the year period ending 31 April 2021
 Statement of Cashflows

	2021 USD	2020 USD
Cash flow from operating activities		
Deficit for the year	(19,351)	25,800
Operating profit before working capital changes	(19,351)	25,800
Working Capital Changes:		
Increase in accounts payables	-	-
Increase in accounts receivables	(13,036)	6,941
Cashflows from operating activities	(13,036)	6,941
Cash generated from operations	(32,387)	32,741
Cash and cash equivalents at beginning of the year	32,741	-
Cash and cash equivalents at year end	354	32,741

Lower Guruve Development Association
UN Women
Financial statements for the year period ending 31 April 2021
Accounting policies

1. Nature of Business

The Association is registered in terms of the Private Business Associations Act (Chapter 24:11), and is mainly involved in the retailing of consumer goods and hardware.

2. Accounting policies

The principal accounting policies which are set below have been consistently followed in all material respect.

2.1 Basis of preparation

The Association financial statements are prepared on a historical cost basis of accounting.

2.2 Presentation currency

The financial statements are presented in United States Dollar. Transactions in other currencies were converted using the applicable spot rate rulling at the date of transaction.

2.3 Inventory

Inventory is valued at the lower of cost or net realisable value whichever is lower, on the first in first out basis.

2.4 Financial instruments

Classification

The Association accounts for its financial assets at fair value through profit and loss, loans and receivables or as available- for -sale. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at acquisition.

Trade and other receivables

Trade receivables are measured at initial recognition at fair value, and are subsequently measured at amortised cost using the effective interest rate method. Appropriate allowances for estimated irrecoverable amounts are recognised in profit or loss when there is objective evidence that the asset is impaired. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reAssociation, and default or delinquency in payments (more than 120 days overdue) are considered indicators that the trade receivable is impaired. The allowance recognised is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the effective interest rate computed at initial recognition.

The carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in profit or loss within operating expenses. When a trade receivable is uncollectable, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited against operating expenses in profit or loss.

Lower Guruve Development Association
 UN Women
 Financial statements for the year period ending 31 April 2021
 Notes to the financial statements

	USD 2021	USD 2020
3. Cash and cash equivalents		
Cash at bank	33,095	32,741
Mobile money	-	-
Cash on hand	-	-
	<u>33,095</u>	<u>32,741</u>
4. Accounts payable		
Accounts payable	-	-
	<u>-</u>	<u>-</u>
5. Accounts receivables		
Accounts receivable	6,095	(6,941)
	<u>6,095</u>	<u>(6,941)</u>
6. Revenue		
Grant received	65,558	184,407
Other income	-	-
	<u>65,558</u>	<u>184,407</u>

Lower Guruve Development Association
 UN Women
 Financial statements for the year period ending 31 April 2021
 Notes to the financial statements

	USD 2021	USD 2020
7. Administration expenses		
Partner grant transfers	57,970	65,279
Personnel costs	3,000	9,854
Administrative costs	1,586	3,013
District sensitization meetings	-	1,221
Community Sensitization meetings and participatory mapping	-	652
Establish platforms for youths' engagement and voice amplification	356	1,849
Community awareness	1,400	1,914
Youth awareness	-	1,000
Development of IEC and branding materials	-	1,547
Facilitate the establishment of men-based forum networks	-	2,364
District advocacy follow-up meeting with service providers	-	155
Hosting, training and support CBOs	7,685	44,150
Peer learning workshops	-	170
Facilitate linkages between Gender champions and CBOs	1,471	146
Support CBOs and GBSM	5,722	2,355
Covid-19 response material	-	22,937
Monitoring evaluation and audit	4,000	-
Conduct community dialogues for evidence-based engagement	110	-
Facilitation SGBV and HP	1,609	-
Total	<u>84,909</u>	<u>158,607</u>

8. Going concern assumption

The Board of Trustees have assessed the ability of the entity to continue operating as a going concern and believe that the preparation of these financial statements on a going concern basis is still appropriate.



THE WAY WE WORK

WE WILL TRY TO UNDERSTAND MORE ABOUT WHAT OUR CLIENTS NEED AND EXPECT FROM US - AND THEN FIND WAYS TO EXCEED THOSE EXPECTATIONS.

WE WILL SET AND RE-SET OBJECTIVES TO MAKE SURE WE PROVIDE THE LEVEL OF SERVICE OUR CLIENTS EXPECT AND DESERVE.

WE WILL DO WHAT IT TAKES TO MAKE SURE DEADLINES ARE MET, THAT PROBLEMS ARE UNDERSTOOD AND ANTICIPATED AND THAT THE ONLY SURPRISES ARE PLEASANT ONES.

WE WILL TRY TO FIND WAYS THAT EARN US THE RIGHT TO BE REGARDED AS OUR CLIENTS' BUSINESS PARTNERS AND NOT JUST MANDATORY SERVICE SUPPLIERS.

WE WILL MAKE SURE THAT WE BOTH ADDRESS PROBLEMS AND IDENTIFY OPPORTUNITIES AS QUICKLY AND PROFESSIONALLY AS POSSIBLE.

WE WILL REGULARLY ASK OUR CLIENTS TO RATE OUR PERFORMANCE AND CONTRIBUTION - AND USE THOSE ASSESSMENTS TO RE-FOCUS OUR EFFORTS.

RESPONSIBILITY & FREEDOM
CONTROL & EMPOWERMENT
GROUNDED & VISIONARY
STRUCTURE & FLEXIBILITY
LOGIC & CREATIVITY
RIVALRY & FRIENDSHIP
CONFIDENCE & HUMILITY
CRITIQUE & ENCOURAGEMENT
COST EFFECTICE & HIGH QUALITY
CANDOUR & DIPLOMACY
PLANNING & IMPLEMENTATION
INDIVIDUAL & GROUP
GUIDANCE & TOLERANCE
DECISIVENESS & MINDFULNESS
TASK & RELATIONSHIP

Nolands