

GENDER EDUCATION EMPOWERMENT & LEADERSHIP ORGANIZATION (GEELO)
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

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GENERAL INFORMATION

BOARD OF DIRECTORS	Zahra M. Abditon Abdulkadir Abdi Mohamed Hassan Ahmed Mohamed Sugal	Secretary/Executive Director Vice President Member Treasurer
REGISTERED NAME	Gender Education Empowerment & Leadership Organization	
REGISTERED HEAD OFFICE	Belet-weyne-Hiran & Nairobi	
AUDITORS	Maina Muthui & Associates Certified Public Accountants PO BOX 67377 – 00200 Nairobi	
PRINCIPAL BANKERS	Gulf Africa Bank Kenyatta Avenue Branch	

REPORT OF DIRECTORS

The Directors have the pleasure of submitting their report together with the audited financial statements for the year ended 31 December 2022, which disclose the state of affairs of the organization.

ORGANIZATION BACKGROUND AND PRINCIPAL ACTIVITIES

Gender Education, Empowerment & Leadership Organization (GEELO) is a social a non-profit organization whose work is focused towards protecting and empowering women and children (particularly the girl child, street children and marginalized youth) from vulnerable background across the Somali society. With this, GEELO seeks to promote sustainable health, social and economic development by engaging the local communities in all community-based approach for resilience building, growth and development. Founded by a group of Somali women professionals to respond to the plight of the vulnerable members of the community as a result of the civil war, GEELO is registered in Italy; C. F. 97503980159 number and OP.218/051/2009/066/5563 in Kenya with most of her activities in Hiran, Beletweyne and Mogadishu Somalia.

THEMATIC AREAS OF OUR ACTIVITIES

GEELO has vast resources capable and we specifically focus on the following;

- Resilience building and livelihood.
- Livelihood
- Food security
- Governance and Democracy

RESULTS

The results for the year are set out on page 9.

DIRECTORS

The directors who held office at the date of this report are shown on page 2.

AUDITORS

The auditors, Maina Muthui & Associates, have expressed their willingness to continue in office as auditors.

By Order of the Board



President



22 February 2023

STATEMENT OF DIRECTOR’S RESPONSIBILITIES

The directors are required to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company as at the end of the financial year and of its operating results for that year. It also requires the directors to ensure that the company maintains proper accounting records which disclose, with reasonable accuracy, the financial position of the company. The directors are also responsible for safeguarding the assets of the company.

The directors accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards. The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the company as at 31 December 2022 and of its operating results for the year then ended. The directors further accept responsibility for the maintenance of accounting records which have been relied upon in the preparation of the financial statements, as well as on the adequacy of the systems of internal financial controls.

Nothing has come to the attention of the directors to indicate that the company will not remain a going concern for at least the next twelve months from the date of this statement.

Approved by the board of directors on **22 February 2023** and signed on its behalf by:





REPORT OF THE INDEPENDENT AUDITOR

TO THE DIRECTORS GENDER EDUCATION EMPOWERMENT & LEADERSHIP ORGANIZATION (GEELO)

We have audited the financial statements of Gender Education Empowerment & Leadership Organization (GEELO) , set out on pages 9 to 19 which comprise the statement of financial position as at 31 December 2022, statement income and expenditure and accumulated fund, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

Opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of GEELO as at 31 December 2022 and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard.

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 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 and we have fulfilled other 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. The other information comprises the directors report, but does not include auditor's report on the financial statements.

Report on the financial statements

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 of financial statements that give a true and fair view in accordance with the International Financial Reporting Standards and for such internal control as management determines 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 company'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 directors either intend to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company's financial reporting process.

Auditor's responsibility

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:

- i. 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.
 - ii. 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 company's internal control.
 - iii. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of board members 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 company to cease to continue as a going concern.



Maina Muthui & Associates
Certified Public Accountants

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- iv. 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.

Maina Muthui & Associates
Certified Public Accountants
Nairobi.



The engagement partner responsible for the audit resulting in this independent auditor's report is CPA John M. Muthui P/No1316.

STATEMENT OF INCOME AND EXPENDITURE FOR THE PERIOD 1 JANUARY 2022 TO 31 DECEMBER 2022

	Notes	2022 US\$	2021 US\$
Grants	1	69,743	16,029
Other income	2	<u>27,105</u>	<u>6,255</u>
Total Income		<u>96,848</u>	<u>22,284</u>
Expenditure			
Direct project expenses	3	(92,285)	(21,235)
Administration expenses	4	<u>(4,563)</u>	<u>(1,049)</u>
Total expenditure		<u>(96,848)</u>	<u>(22,284)</u>
Surplus/(Deficit)		-	-
Balance brought forward		<u>-</u>	<u>-</u>
Fund balance		<u>-</u>	<u>-</u>

The notes on pages 12 to 20 form an integral part of these financial statements.

Report of the independent auditor - pages 6 to 8.

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022

	Notes	2022 US\$	2021 US\$
ASSETS			
Non Current assets			
Property plant and equipment	5	<u>3,672</u>	<u>5,741</u>
Total non current assets		<u>3,672</u>	<u>5,741</u>
Current assets			
Cash and cash equivalent		<u>-</u>	<u>-</u>
Total current assets		<u>-</u>	<u>-</u>
Total assets		<u>3,672</u>	<u>5,741</u>
 EQUITY AND LIABILITIES			
Equity			
Capital fund account	6	<u>3,672</u>	<u>5,741</u>
		<u>-</u>	<u>5,741</u>
Total equity and liabilities		<u>3,672</u>	<u>5,741</u>

The Financial Statements were approved by the Board members on 12 February 2022 and signed on their behalf by:



.....

Executive Director



President



The notes on pages 12 to 20 form an integral part of these financial statements.

Report of the independent auditor - pages 6 to 8.

STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 31 DECEMBER 2022

	2022	2021
	US\$	US\$
Cash balance at the beginning	-	-
Non cash adjustments	-	-
Cash movement in the year		
Cash received during the year	96,848	22,284
Cash payments during the year	<u>(96,848)</u>	<u>(22,284)</u>
Net cash balance available	-	-
Non cash adjustments	-	-
Changes in working capital		
Decrease /(increase in receivables)	-	-
Increase/(decrease in payables)	-	-
Cash movements in investment activities		
Purchase of capital items	-	-
Disposal of assets	<u> </u>	<u> </u>
Cash and cash equivalent	<u> </u>	<u> </u>

The notes on pages 12 to 20 form an integral part of these financial statements.

Report of the independent auditor - pages 6 to 8.

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 periods presented unless otherwise stated.

(a) Basis of preparation

The financial statements have been prepared on accrual basis with respect to income/grants and expenditure, in accordance with the accounting policies outlined by GEELO.

Going concern

The directors are of the opinion that the organization is well placed to continue for next financial year based on the risk management policies in place. The financial statements have been prepared on a going concern basis.

(b) Basis of presentation

The financial statements are presented in US\$, rounded to the nearest cents.

(c) Income

Income is recognized when received.

(d) Expenditure

Expenditure comprises expenses incurred directly for program activities. Expenditure is recognized at the earlier of when payments are made or when the organization incurs an obligation to a third party.

(e) Financial Instruments

GEELO classifies its financial instruments into the following;

Receivables

These arise when advances are given to employees or service providers for project related activities.

Receivables are stated at their cost net of a provision to cover the risk of non-payment.

Accounts payable

These comprise amounts payable for goods and services that have been supplied or rendered which have not yet been paid for or in respect of which an expenditure obligation has not yet been recorded.

SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Payables are recognized at a carrying value which equates to the amount payable. Accrued expenses comprise amounts payable for goods and services that have been supplied or rendered which have not yet been paid for or in respect of which an expenditure obligation has not yet been recorded.

(f) Translation of foreign currencies

Expenditure has been incurred partly in US Dollars and partly in the local currency (SOS). Where the expenditure is incurred in the local currency and any other currency, the amounts are translated into US Dollars using the rates ruling at that date. The resulting differences from conversion are dealt with in the profit or loss in the year in which they arise.

(g) Property and equipment

It is the policy that properties, equipment and stocks are expensed to the statement of income and expenditure upon acquisition. Property and equipment and capital fund are maintained to facilitate tracking purposes. Depreciation of property and equipment is calculated on a reducing balance basis using the rates detailed below;

<u>Class of asset</u>	<u>Annual rate (%)</u>
Land and building	-
Motor vehicle	25%
Computers	30%
Office equipment	12.5%
Furniture and fittings	12.5%

(h) Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and funds held in the banks.

(i) Taxation

Gender Education Empowerment & Leadership Organization (GEELO) is registered and is governed by regulations in Government of Federal State Republic of Somalia. There is no tax obligation at the attention of the Management.

NOTES TO THE FINANCIAL STATEMENTS

1. Income

	2021	2020
	US\$	US\$
World Food Programme	69,743	16,029
Remittances from head office	-	-
	<u>16,029</u>	<u>265,742</u>

2. Other income

Relates to income through donations and other contributions from GEELO.

3. Direct project costs

3.1. MOG/BELETWEYNE-CP/GEELO/0779/RSN/2021

3.1.1. CBT Transfer modality

	2022	2021
	US\$	US\$
Staff related costs	62,400	14,400
	<u>62,400</u>	<u>14,400</u>

3.1.2. CP Direct Support Costs

	2022	2021
	US\$	US\$
Staff Salary	13,650	3,150
Office Rent & Running costs	5,265	1,215
Vehicle running costs	9,800	2,200
Equipment and Supplies	1,170	270
	<u>29,885</u>	<u>6,835</u>
	<u>92,285</u>	<u>21,235</u>

4. Administration costs

4.1. MOG/BELETWEYNE-CP/GEELO/0779/RSN/2021

4.1.1. Management costs

	2022	2021
	US\$	US\$
Management costs	4,563	1,049
	<u>4,563</u>	<u>1,049</u>
	<u><u>4,563</u></u>	<u><u>1,049</u></u>

5. Property plant and equipment

Year ended 31 December 2022

	Computers	Motor vehicle	Furniture and Equipment	Total
	US\$	US\$	US\$	US\$
At the start of the year	1,752	2,500	4,266	8,518
Additions	-	-	-	-
Disposals	-	-	-	-
At the end of the year	1,752	2,500	4,266	8,518
At the start of the year	485	1,094	2,361	3,940
Depreciation charge for the year	317	352	238	906
At the end of the year	802	1,445	2,599	4,846
Net book value	950	1,055	1,667	3,672

Year ended 31 December 2021

At the start of the year	1,752	2,500	4,266	8,518
Additions	-	-	-	-
Disposals	-	-	-	-
At the end of the year	1,752	2,500	4,266	8,518
At the start of the year	63	625	2,089	2,777
Depreciation charge for the year	422	469	272	1,163
At the end of the year	485	1,094	2,361	3,940
Net book value	1,267	3,594	1,905	4,578

6. Capital Fund

	2022	2021
	US\$	US\$
Balance brought forward	5,741	2,400
Additions	-	4,000
Disposals	-	-
Depreciation	<u>(2,069)</u>	<u>(659)</u>
Balance carried forward	<u>3,672</u>	<u>5,741</u>