



Financial Statements FY 2011

July 1, 2010 - June 30, 2011

Executive Director's Message

Fiscal Year 2011 (July 1, 2010- June 30, 2011) proved to be a milestone year for our organization in an effort to reach out to more communities in rural Africa and to empower the poor to lift themselves out of poverty with sustainable initiatives.

We were the first organization to launch affordable and scalable aquaponic systems in rural Kenya and are on schedule to help communities in rural Africa build many of these affordable systems that will provide viable options for communities seeking to grow their own vegetables and ensure adequate nutrient consumption.

We streamlined our programs into two manageable entities; Water Sanitation and Health (WASH) and the Prevention and Protection Against Child Abuse and Neglect. We also teamed up with Katie Burke who partners certain aspects of her Dear Friend Pen Pal program with Amsha Africa Foundation (AAF).

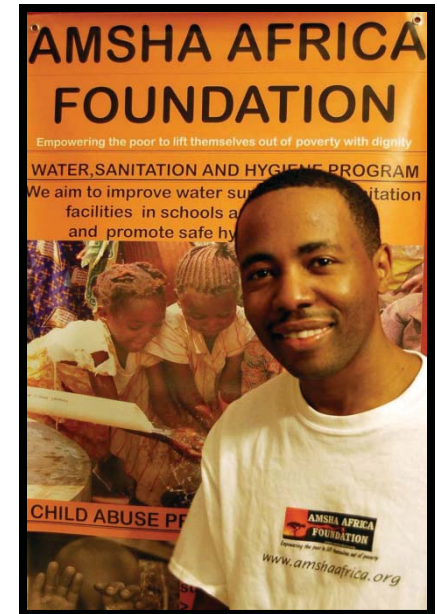
Our WASH program initiated over 12 health-care waste management projects and built and rehabilitated 3 bore holes, 32 pit latrines, 4 rainwater and runoff harvesting projects that serve over 7,500 people in several locations in rural Kenya.

Our Prevention and Protection Against Child Abuse and Neglect program successfully supported 43 children who were forced to work for their survival. AAF also created an organization of 7 lawyers that offer free legal services to children whose rights have been violated in Kenya.

We also welcomed 2 board members and AAF representatives from Nigeria, Zambia, and the U.K.

I would like to thank our voluntary staff, our Board of Directors, and all of you in the community who continue to support our mission to empower the poor to lift themselves out of poverty with dignity.

This next year will prove to be a landmark year for AAF, and indeed, the communities we serve.



Tony Abuta
Executive Director &
Founder


Income Statement - Revenue & Support




FY 2010- 2011 Financial Report

	FY 2011 July 1, 2010- June 30, 2011 Total	FY 2010 July 1, 2009- June 30, 2010 Total	FY 2009 July 1, 2008- June 30, 2009 Total
REVENUE AND SUPPORT			
Individual donations (Website Donate Now, Paypal checks, cash, etc)	\$ 7,857.00	\$ 8,446.00	\$ 5,275.00
Grants (Corporations/Governments)	\$ 5,000.00	\$ -	\$ -
Donated services and materials	\$ 2,420.00	\$ 4,378.00	\$ 9,279.00
Investment income and other	\$ 2,380.00	\$ 3,150.00	\$ -
Interest received	\$ 220.00	\$ -	\$ -
Fundraising/Special Events	\$ 4,100.00	\$ 6,725.00	\$ 3,220.00
Bequests	\$ -	\$ 2,250.00	\$ -
Other revenue	\$ -	\$ -	\$ -
TOTAL REVENUE AND SUPPORT	\$ 21,977.00	\$ 24,949.00	\$ 17,774.00


Income Statement – Program Services Expenses

			
FY 2010- 2011 Financial Report			
	FY 2011 July 1, 2010- June 30, 2011 Total	FY 2010 July 1, 2009- June 30, 2010 Total	FY 2009 July 1, 2008- June 30, 2009 Total
EXPENSES			
Program Services Expenses			
Water Sanitation & Hygiene (WASH) Program			
> Cost of materials (local & imported)	\$ 7,058.00	\$ 3,657.00	\$ 2,277.00
> Transportation costs (import, storage, etc)	\$ 880.00	\$ 635.00	\$ 286.00
> Government inspection and permitting expenses	\$ 352.00	\$ 450.00	\$ 150.00
> Labor costs (wages/training,etc)	\$ 1,220.00	\$ 920.00	\$ 320.00
> Project maintenance & repair costs	\$ 320.00	\$ 350.00	\$ 50.00
> Administration fees (project mgmt/office space& equipment/utilities/travel, etc)	\$ 450.00	\$ 305.00	\$ 487.00
Total for expenses for WASH Program	\$ 10,280.00	\$ 6,317.00	\$ 3,570.00
Prevention and Protection against Child Abuse and Neglect Program			
> Research activities	\$ 450.00	\$ 120.00	\$ 525.00
> Healthcare costs (hospitalization, mental healthcare system)	\$ 2,100.00	\$ 1,900.00	\$ 720.00
> Law Enforcement (Police services intervention, lawyer fees)	\$ 435.00	\$ 250.00	\$ 125.00
> Special education for maltreated children	\$ 332.00	\$ 632.00	\$ 510.00
> Foster homes & family expenses	\$ 1,200.00	\$ 500.00	\$ 250.00
> Administration fees (project management/travel to project locations, etc)	\$ 70.00	\$ 70.00	\$ 155.00
Total for expenses for Child Abuse Program	\$ 4,587.00	\$ 3,472.00	\$ 2,285.00
Sponsor an Orphan Program			
> Cost of school fees (orphanage, exam fees, etc)	\$ 850.00	\$ 1,305.00	\$ 2,720.00
> Cost of uniforms & school supplies	\$ 550.00	\$ 1,195.00	\$ 1,650.00
> Costs of basic living expenses & transportation to & from school	\$ 185.00	\$ 200.00	\$ 925.00
> Healthcare costs	\$ 230.00	\$ 427.00	\$ 1,227.00
> Administration fees (scanning photos/postage/messengers, etc)	\$ 25.00	\$ 65.00	\$ 225.00
Total for expenses for Sponsor an Orphan Program	\$ 1,840.00	\$ 3,192.00	\$ 6,747.00
Dear Friend Program			
> Cost of postage and stationery	\$ 65.00	\$ -	\$ -
> Administration fees (project management/office space & equipment/utilities/travel, etc)	\$ -	\$ 835.00	\$ -
Total for expenses for Dear Friend Program	\$ 65.00	\$ 835.00	\$ -
Other Development Programs			
> Cost of materials (local & imported)	\$ 345.00	\$ 625.00	\$ 225.00
> Transportation costs (import, storage, etc)	\$ 357.00	\$ 157.00	\$ 105.00
> Government inspection and permitting expenses	\$ 65.00	\$ 50.00	\$ 90.00
> Labor costs (wages/training,etc)	\$ 425.00	\$ 302.00	\$ 225.00
> Project maintenance & repair costs	\$ 82.00	\$ 68.00	\$ 105.00
> Administration fees (project management/office space& equipment/utilities/travel, etc)	\$ 52.00	\$ 25.00	\$ 125.00
Total for expenses for Other Programs	\$ 1,326.00	\$ 1,227.00	\$ 875.00
Total Program Services Expenses	\$ 18,098.00	\$ 15,043.00	\$ 13,477.00

Income Statement – Support Services Expenses


			
FY 2010- 2011 Financial Report			
	FY 2011 July 1, 2010- June 30, 2011 Total	FY 2010 July 1, 2009- June 30, 2010 Total	FY 2009 July 1, 2008- June 30, 2009 Total
Support Services Expenses			
> Management and general expenses	\$ 424.00	\$ 358.00	\$ 725.00
> Fundraising Expenses (Advertising and promotion)	\$ 278.00	\$ 385.00	\$ 428.00
> Bank charges - general	\$ 62.00	\$ 78.00	\$ 92.00
> Legal costs	\$ 226.00	\$ 140.00	\$ 220.00
> Market research	\$ 210.00	\$ 150.00	\$ 350.00
> Motor vehicle expenses	\$ 1,748.00	\$ 1,128.00	\$ 450.00
> Postage	\$ 107.00	\$ 150.00	\$ 95.00
> Printing and stationery	\$ 239.00	\$ 228.00	\$ 125.00
> Security	\$ 475.00	\$ 400.00	\$ 789.00
> Website costs	\$ 185.00	\$ 275.00	\$ 875.00
Total Support Services Expenses	\$ 3,954.00	\$ 3,292.00	\$ 4,149.00

Total Expenses= Programs Services Expenses + Support Services Expenses

			
FY 2010- 2011 Financial Report			
	FY 2011 July 1, 2010- June 30, 2011 Total	FY 2010 July 1, 2009- June 30, 2010 Total	FY 2009 July 1, 2008- June 30, 2009 Total
TOTAL EXPENSES	\$ 22,052.00	\$ 18,335.00	\$ 17,626.00

Balance Sheet

As at June 30, 2011

			
FY 2010- 2011 Financial Report			
	FY 2011 July 1, 2010- June 30, 2011 Total	FY 2010 July 1, 2009- June 30, 2010 Total	FY 2009 July 1, 2008- June 30, 2009 Total
Current assets			
> Cash and cash equivalents (Cash on hand, at bank, on deposit)	\$ 3,604.00	\$ 6,604.00	\$ 148.00
> Trade and other receivables	\$ -	\$ -	\$ -
> Other (accrued income, security deposits, insurance pre-payments)	\$ 280.00	\$ 580.00	\$ -
Total current assets	\$ 3,884.00	\$ 7,184.00	\$ 148.00
Non-current assets			
> Property, plant and equipment (land, buildings, vehicles, office equipment at cost)	\$ 77,912.00	\$ 81,662.00	\$ 68,662.00
> Intangibles (Formation costs - US, Kenya, Zambia, & Nigeria)	\$ 2,000.00	\$ -	\$ 2,225.00
Total non-current assets	\$ 79,912.00	\$ 81,662.00	\$ 70,887.00
TOTAL ASSETS	\$ 83,796.00	\$ 88,846.00	\$ 70,887.00
Current liabilities			
> Provisions (provisions-repairs & maintenance, workers comp. expenses)	\$ 2,658.00	\$ 2,331.00	\$ 1,278.00
> Other (Accrued expenses, Subsidies and grants received in advance)	\$ -	\$ -	\$ -
Total current liabilities	\$ 2,658.00	\$ 2,331.00	\$ 1,278.00
TOTAL LIABILITIES	\$ 2,658.00	\$ 2,331.00	\$ 1,278.00
NET ASSETS	\$ 81,138.00	\$ 86,515.00	\$ 69,609.00

Notes to the financial statements

Nature of the Foundation and Significant accounting policies

Nature of the Foundation:

Amsha Africa Foundation ("AAF") is a non-denominational, nonprofit organization that enhances the living standards in African slums and villages, by supplying these communities with clean water, food, medical aid, hygiene kits, and mosquito nets; by providing capacity building programs, literacy and enrichment, housing, sanitation aid, and agricultural education; and by rebuilding schools and giving them desks, computers, uniforms, and school supplies.

AAF primarily works with registered community based organizations in rural Africa.

The Foundation is tax-exempt under Section 501(c)(3) of the Internal Revenue Code of the United States of America and the applicable Texas statutes.

Management estimates:

The preparation of financial statements requires management to make estimates and assumptions. These affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Basis of accounting:

In the Officers' opinion, Amsha Africa Foundation is not a reporting entity because there are no users dependent on general purpose financial reports. The Officers have determined that the accounting policies adopted are appropriate to meet the needs of the users.

Notes to the financial statements

The financial report has been prepared in accordance with applicable Accounting Standards and Urgent Issues Group Consensus Views with the exception of the disclosure requirements in the following:

- Cash Flow Statements
- Events after the Balance Sheet Date
- Leases
- Employee Benefits
- Related Party Disclosures
- Financial Instruments: Disclosures
- Financial Instruments: Presentation
- Financial Instruments: Recognition and Measurement

In the opinion of the Officers, compliance with these standards would have placed unreasonable burden upon Amsha Africa Foundation for a comparably minor benefit.

The financial report is prepared in accordance with the historical cost convention and do not take into account changing monetary values. The accrual and going concern basis have been adopted. Comparative information is reclassified where appropriate to enhance comparability.

Notes to the financial statements

The following is a summary of the significant accounting policies adopted in the preparation of these financial statements. Unless otherwise stated, these accounting policies are consistent with those of the previous year.

Income tax

As Amsha Africa Foundation is a charitable organization under section 501(c)(3) of the U.S. Internal Revenue Code, as amended, it is exempt from paying income tax.

Acquisition of assets

The cost method of accounting is used for all acquisitions of assets regardless of whether equity instruments or other assets are acquired. Cost is determined as the fair value of the assets given up, shares issued or liabilities undertaken at the date of acquisition plus incidental costs directly attributable to the acquisition.

Revenue recognition

Donations are recognized at the time the pledge is made. Other revenue is recognized when it is received or when the right to receive payment is established. Grants and subsidies are recognized as income over the period to which they relate.

Depreciation of property, plant and equipment

Depreciation is calculated on a straight line and diminishing value basis to write off the net cost of each item of property, plant and equipment (excluding land) over its expected useful life. Estimates of remaining useful lives are made on a regular basis for all assets, with annual reassessments for major items.

Intangible assets

Costs in relation to the formation of the entity are capitalized as an asset. These costs are not subsequently amortized.

Notes to the financial statements

Trade and other payables

These amounts represent liabilities for goods and services provided to the entity prior to the end of the financial year and which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition.

Rounding of Amounts

Amounts in the financial report have been rounded off to the nearest dollar.

Officers' declaration

As stated in the basis of accounting policy included in the financial statements, Amsha Africa Foundation is not a reporting entity and this is a special purpose financial report. This report has been prepared in accordance with the accounting principles and methods prescribed by Accounting Standards and other mandatory professional reporting requirements and statutory requirements.

The Officers of Amsha Africa Foundation declare that the financial statements and notes:

- a) comply with the Accounting Standards (as detailed in the basis of accounting policy); and
- b) give a true and fair view of Amsha Africa Foundation's financial position as at 30 June 2011 and of its performance for the year ended on that date.

In the Officers opinion

- a) there are reasonable grounds to believe that the Amsha Africa Foundation will be able to pay its debts as and when they become due and payable.

On behalf of the Officers



Tony Abuta - Executive Director
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Independent Auditors Report

Report on the financial report

**To the Board of Directors
Amsha Africa Foundation**

We have audited the accompanying statements of financial position of Amsha Africa Foundation as of June 30, 2011 and the related statements of activities and cash flows.

These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Amsha Africa Foundation as of June 30th 2011, and its activities and its cash flows in conformity with accounting principles generally accepted in the United States of America.



Walker & Ansari, P.C.
Certified Public Accountants
July 06, 2011

Thank You!

