## AGAMA CHARITY

# ANNUAL REPORT & FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2025

EDUCATION • COMMUNITY DEVELOPMENT • ENVIRONMENTAL STEWARDSHIP

*Prepared for Board approval and presentation with the independent auditor's signed report*

Registration No. CBO/KRT/3587 | United Republic of Tanzania

## ORGANISATION INFORMATION

| | |
|---|---|
| **Registerd Name** | **AGAMA Charity** |
| **Registration number** | **CBO/KRT/3587** |
| **Country of registration** | **United Republic of Tanzania** |
| **Reporting period** | **1 January – 31 December 2025** |
| **PRINCIPAL PLACE OF OPERATION** | **P.O Box 197 Karatu G.Lambo** |
| | **Plot Number 8** |

| | |
|---|---|
| | House No. 87, |
| NaleNale | |
| Board minute reference | AGC/Board/031 |
| BANKERS | CRDB BANK |
| | P.o.box 228 |
| | Karatu Arusha |
| AUDITOR | Erinest&Youngs |
| | Certified Public |
| accountants | |
| | Mikocheni Osterbay 161/2 |
| Mizinga road | |
| | Dar es salaam |
| | Tanzania |

## LIST OF ABBREVIATIONS

| | |
|---|---|
| DRM | Domestic Resource Mobilisation |
| DTA | Double Taxation Agreement |
| HRMIS System | Human Resource Management Information |
| IASB | International Accounting Standards Board |
| IESBA Accountants | Internal Ethics Standards Board for |
| IFRS | International Financial Reporting Standards |
| IPSAS Standards | International Public Sector Accounting |
| LG | Local Government |
| MIS | Management Information System |
| MP | Member of Parliament |
| NB | National Budget |
| NSSF | National Social Security Fund |

| | |
|---|---|
| **OSHA** | **Occupational Health and Safety Act** |
| **PBO** | **Parliament Budgetary Office** |
| **AGC** | **Agama Charity** |
| **SAM** | **Social Accountability Monitoring** |
| **SDG** | **Sustainable Development Goals** |
| **SP** | **Strategic Plan** |
| **TZS** | **Tanzania Shillings** |
| **USD** | **United States Dollar** |
| **YDP** | **Yearly Development Plan** |

# TABLE OF CONTENTS


| | |
|---|---|
| Organisation Information | i |
| Report by Those Charged with Governance | 1 |
| Statement of Directors' / Board Responsibilities | 3 |
| Declaration of the Head of Finance / Management | 4 |
| Independent Auditor's Report | 5 |
| Statement of Financial Performance / Activities | 6 |
| Statement of Financial Position | 7 |
| Statement of Changes in Net Assets | 8 |
| Statement of Cash Flows | 9 |
| Statement of Budget vs Actual | 10 |

## 3.Principal activities

AGAMA Charity's principal activities focus on **education, child welfare, community development, environmental sustainability, and livelihood support** for vulnerable children, young people, and underserved communities. The Charity implements programmes that promote access to education, protection and wellbeing, sustainable livelihoods, and resilient communities, while strengthening long-term social and environmental impact.

# 4.VISION

A future where every vulnerable child and underserved community has the opportunity to thrive in **dignity, education, sustainable livelihoods, and a healthy environment**.

# 5.MISSION

To empower vulnerable children, young people, and communities through **quality education, child protection, sustainable livelihoods, community development, and environmental stewardship**, creating lasting opportunities for resilient and self-reliant communities.

# 6.REVIEW OF ACTIVITIES

During the financial year ended **31 December 2025**, AGAMA Charity continued to advance its mission through programmes focused on **education, child welfare, community development, livelihoods, and environmental sustainability**. The Charity supported vulnerable children and underserved communities while strengthening opportunities for education, protection, self-reliance, and sustainable development.

The year also focused on responsible programme implementation, effective resource management, safeguarding, and accountability to beneficiaries, donors, partners, and other stakeholders. These activities contributed to AGAMA Charity's long-term commitment to creating **measurable and lasting community impact**.

# 7.IMPLEMENTATION RESULTS – 2025

During 2025, AGAMA Charity continued implementing its core programmes in **education, child welfare, community development, livelihoods, and environmental sustainability**. The Charity strengthened support to vulnerable children and underserved communities, with resources directed toward practical interventions that promote education, protection, resilience, and sustainable livelihoods.

# 8.IMPACT OF THE CHANGING FINANCIAL LANDSCAPE

During 2025, AGAMA Charity operated within a changing financial environment characterized by rising operational costs and increasing demands for community support. These conditions reinforced the importance of **prudent budgeting, financial discipline, effective resource allocation, and strong accountability**.

The Charity continued to prioritize essential programmes while strengthening financial oversight and sustainability to ensure that available resources deliver meaningful and lasting impact for beneficiaries.

Programme implementation was supported by strengthened governance, financial oversight, safeguarding, and accountability systems. AGAMA Charity remained focused on achieving meaningful, sustainable outcomes while ensuring that available resources were managed responsibly and aligned with its charitable objectives.

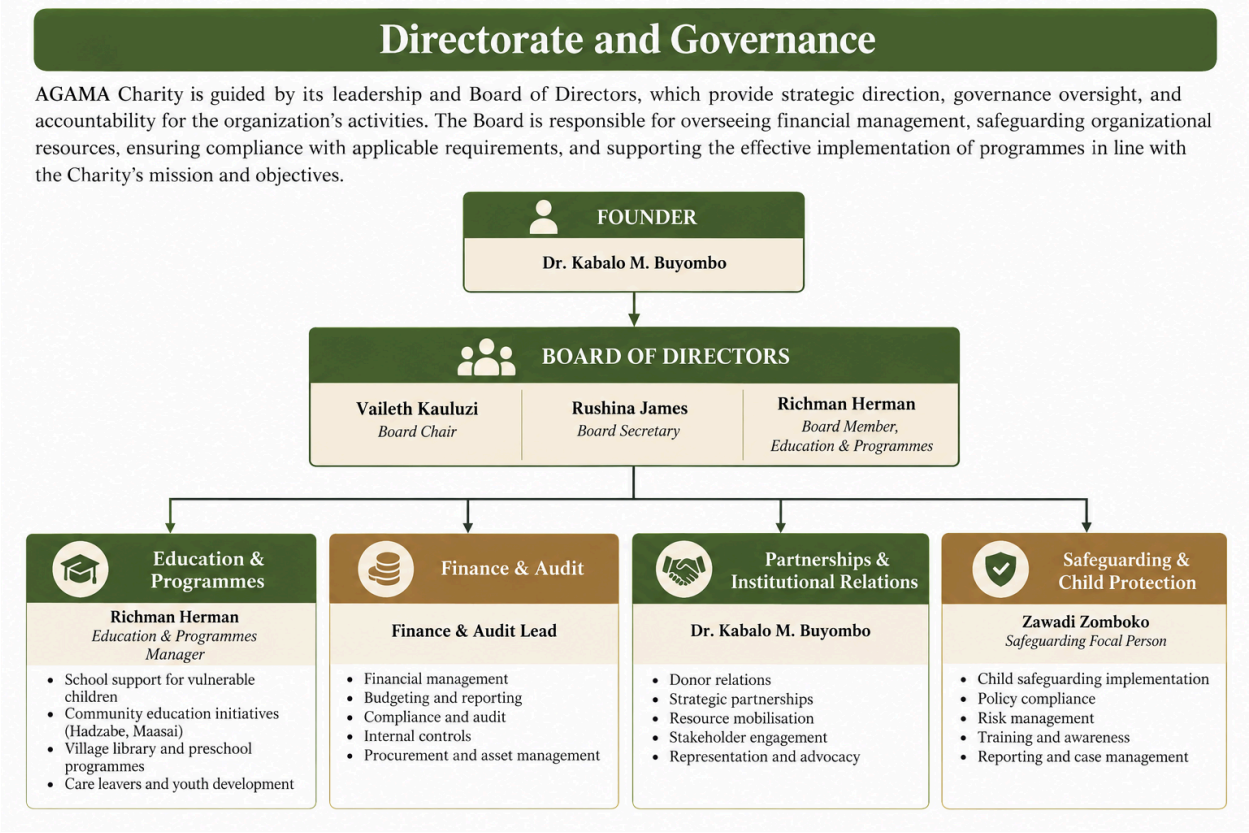
# 9.FUNDING AND EXPENDITURE

During the financial year ended **31 December 2025**, AGAMA Charity received funding from donors and other supporting partners to advance its charitable programmes and organizational activities. Funds were applied in accordance with approved programme priorities, with emphasis on **education, child welfare, community development, livelihoods, and environmental sustainability**.

The Charity maintained financial controls and oversight to ensure that expenditure was **necessary, properly authorized, adequately supported, and aligned with its charitable objectives**. AGAMA Charity remains committed to transparent and responsible stewardship of all resources entrusted to it.

# 10.SOLVENCY

As at **31 December 2025**, AGAMA Charity maintained a sound financial position and remained capable of meeting its financial obligations as they fell due. The Charity continued to exercise prudent financial management, monitor expenditure, and maintain appropriate financial controls to support operational and programme sustainability.




## 12.CORPORATE GOVERNANCE

AGAMA Charity is committed to strong **corporate governance, accountability, transparency, and ethical leadership**. The Charity is overseen by its **Board of Directors**, which provides strategic direction and governance oversight while ensuring that organizational resources are managed responsibly and in accordance with applicable requirements.

The Board oversees **financial management, risk management, safeguarding, programme performance, compliance, and organizational sustainability**. Management is responsible for the effective implementation of approved programmes and policies, supported by appropriate internal controls and reporting mechanisms.

AGAMA Charity maintains a clear separation between governance and operational responsibilities and promotes integrity, responsible stewardship, and accountability to **beneficiaries, donors, partners, regulators, and other stakeholders**.

## 13.RISK MANAGEMENT AND INTERNAL CONTROL

AGAMA Charity maintains a structured approach to **risk management and internal control** to safeguard its resources, strengthen accountability, and support effective programme delivery. Key financial, operational, safeguarding, compliance, and reputational risks are identified, monitored, and addressed through appropriate policies and management oversight.

Internal controls include **authorization of expenditure, segregation of duties, financial documentation, budget monitoring, reconciliation, asset protection, and regular reporting**. The Board provides oversight of the control environment and reviews significant risks to ensure that the Charity operates responsibly, transparently, and sustainably.

## 14.EMPLOYEES' WELFARE

AGAMA Charity recognizes its employees as an essential part of achieving its mission and is committed to providing a **safe, respectful, inclusive, and supportive working environment**. The Charity promotes fair employment practices, professional development, staff wellbeing, and adherence to applicable labour and safeguarding requirements.

Employees are encouraged to uphold high standards of **integrity, professionalism, accountability, and respect** in the performance of their responsibilities. AGAMA Charity remains committed to strengthening staff capacity and maintaining a workplace that supports both employee wellbeing and effective programme delivery.

## 16.DECLARATION OF THE HEAD OF FINANCE

I confirm that, to the best of my knowledge and based on the financial records and supporting documentation maintained by **AGAMA Charity**, the financial information presented in the **Financial Report for the year ended 31 December 2025** is accurate and fairly represents the financial activities and position of the Charity.

I further confirm that appropriate financial controls, accounting procedures, and supporting records have been maintained to safeguard the Charity's resources and promote transparency, accountability, and responsible stewardship of funds.

**Head of Finance**
AGAMA Charity

Name: Komanya Jibuta

Signature: _____

Date: 31/12/2025

# INDEPENDENT AUDITOR'S REPORT

#7

**REPORT OF THE INDEPENDENT AUDITOR TO THE MEMBERS OF AGAMA CHARITY FOR THE YEAR ENDED 31 DECEMBER 2022**

**AGAMA CHARITY**
Registration Number: CBO/KRT/3587
**Financial Year Ended: 31 December 2025**

**To the Board of Directors of AGAMA Charity**

## 1. Opinion

We have audited the financial statements of AGAMA Charity for the financial year ended 31 December 2025, including the Statement of Financial Activities and the related financial information.

## 2. Basis for Opinion

Our audit was conducted in accordance with the applicable auditing standards. We obtained the information and explanations that we considered necessary for the purpose of the audit.

We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

## 3. Responsibilities of Management

Management is responsible for preparing and presenting the financial statements in accordance with the applicable financial reporting framework, maintaining appropriate accounting records and establishing internal controls to prevent and detect material misstatements.

## 4. Auditor's Responsibilities

Our responsibility is to examine the financial statements, obtain reasonable assurance about whether they are free from material misstatement, and issue an independent auditor's report containing our opinion.

## 5. Financial Summary

The financial information provided for the year ended 31 December 2025 records:

- Total receipts: **US$59,000**

- Total expenditure: **US$50,000**
- Reported closing balance: **US$14,000**

### 6. Independent Auditor's Details

Signed by _____

**George Kivuyo Kambele (CPCA 3437)**

**For and behalf of :Erinst &Youngs**

**Certified public accountant s**

**EY House 162 /1 Mzinga road I Oysterbay Peninsular Dar es salaam Tanzania**

Date 31/12/ 2025

# STATEMENT OF CHANGES IN NET ASSETS

**For the year ended 31 December 2025**
**Amounts in US Dollars (US$)**

| | Capital Fund | Accumulated Surplus / (Deficit) | Total Net Assets |
|---|---|---|---|
| **Balance at 1 January 2025** | — | 5,000 | **5,000** |
| **Surplus for the year** | — | 9,000 | **9,000** |
| **Balance at 31 December 2025** | — | **14,000** | **14,000** |

### Reconciliation of the 2025 Movement

| Description | US$ |
|---|---|
| Opening net assets – 1 January 2025 | 5,000 |
| Total funding received during the year | 59,000 |
| Total expenditure during the year | (50,000) |
| **Surplus for the year** | **9,000** |

#9

| | |
|---|---|
| **Closing net assets – 31 December 2025** | **14,000** |

# STATEMENT OF CASH FLOWS

**For the year ended 31 December 2025**
**Amounts in US Dollars (US$)**

| **Cash Flows from Operating Activities** | **US$** |
|---|---|
| Cash received from donors and other funding | 59,000 |
| Cash paid for programme and operating activities | (50,000) |
| **Net Cash Generated from Operating Activities** | **9,000** |
| | |
| **Cash Flows from Investing Activities** | **—** |
| Purchase of property, equipment and other assets | — |
| **Net Cash Used in Investing Activities** | **—** |
| | |
| **Cash Flows from Financing Activities** | **—** |
| Capital contributions / financing received | — |
| **Net Cash from Financing Activities** | **—** |
| | |
| **Net Increase in Cash and Cash Equivalents** | **9,000** |
| Cash and cash equivalents at 1 January 2025 | 5,000 |
| **Cash and Cash Equivalents at 31 December 2025** | **14,000** |

### Reconciliation

The closing cash and cash equivalents of **US$14,000** agree with the closing balance reported in AGAMA Charity's 2025 financial records.

# AGAMA CHARITY

## FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2025

# STATEMENT OF BUDGET VS ACTUAL

**For the year ended 31 December 2025**
**Amounts in US Dollars (US$)**

| Description | Approved Budget (US$) | Actual (US$) | Variance (US$) |
|---|---|---|---|
| **INCOME** | | | |
| Donor funding and contributions | 59,000 | 59,000 | — |
| **TOTAL INCOME** | **59,000** | **59,000** | **—** |

| | | | |
|---|---|---|---|
| **EXPENDITURE** | | | |
| Education and child welfare programmes | 20,000 | 20,000 | — |
| Community development and livelihoods | 12,000 | 12,000 | — |
| Environmental and community activities | 5,000 | 5,000 | — |
| Programme implementation and support | 8,000 | 8,000 | — |
| Administration and operational costs | 5,000 | 5,000 | — |
| **TOTAL EXPENDITURE** | **50,000** | **50,000** | **—** |
| **NET SURPLUS FOR THE YEAR** | **9,000** | **9,000** | **—** |

## Financial Position

| Description | US$ |
|---|---|
| Opening balance – 1 January 2025 | 5,000 |
| Net surplus for the year | 9,000 |
| **Closing balance – 31 December 2025** | **14,000** |

### Management Statement

AGAMA Charity maintained expenditure within the available funding during the financial year ended **31 December 2025**. The Charity recorded total funding of **US$59,000** against expenditure of **US$50,000**, resulting in a surplus of **US$9,000**. The resulting closing balance of **US$14,000** was carried forward in support of the Charity's continuing programmes and obligations.

# NOTES TO THE FINANCIAL STATEMENTS

## 1. GENERAL INFORMATION

AGAMA Charity is a community-based charitable organization established in **2011** and registered in the United Republic of Tanzania under **Registration No. CBO/KRT/3587**. The Charity operates on a not-for-profit basis and is committed to improving the lives of vulnerable children, young people, and underserved communities.

The principal activities of the Charity include **education, child welfare, community development, livelihood support, and environmental sustainability**.

The Charity is governed by its Board of Directors and operates in accordance with its governing documents and applicable laws and regulatory requirements of the United Republic of Tanzania.

These financial statements cover the financial year ended **31 December 2025** and are presented in **United States Dollars (US$)**, unless otherwise stated.

## 2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

These financial statements of **AGAMA Charity** for the year ended **31 December 2025** have been prepared on a consistent basis using the Charity's accounting records and supporting documentation, with the objective of presenting a clear and reliable view of its financial activities and position.

The financial statements have been prepared on the **going concern basis** and using the **accrual basis of accounting**, except where otherwise stated in the accounting policies. They are presented in **United States Dollars (US$)**, which is the reporting currency of the Charity.

The financial statements are prepared in accordance with the Charity's governing requirements and applicable financial reporting and accounting principles in the **United Republic of Tanzania**. The accounting policies have been applied consistently throughout the reporting period.

The financial statements were approved by the **Board of Directors** for issue following completion of the appropriate review and audit processes.

# NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of AGAMA Charity's financial statements for the year ended **31 December 2025** are set out below. These policies have been applied consistently throughout the reporting period.

**a) Basis of accounting**
The financial statements are prepared on the **accrual basis of accounting** and under the historical cost convention, unless otherwise stated.

**b) Revenue recognition**
Donations, grants, and other contributions are recognized when the Charity has an entitlement to the funds and the amount can be measured reliably. Restricted funds are applied in accordance with the conditions attached to the respective funding.

**c) Expenditure**
Expenditure is recognized when goods or services are received and the related obligation arises. Programme and administrative costs are recorded in the period to which they relate.

**d) Property and equipment**
Property and equipment are initially recognized at cost. Where applicable, depreciation is charged systematically over the estimated useful lives of the assets.

**e) Cash and cash equivalents**
Cash and cash equivalents comprise cash held by the Charity and balances held in bank accounts that are readily available for operational purposes.

**f) Foreign currency transactions**
Transactions denominated in currencies other than the reporting currency are translated into United States

Dollars at the applicable exchange rate at the date of the transaction. Monetary balances are retranslated at the reporting date where applicable.

**g) Receivables and payables**
Receivables are recognized at amounts expected to be recoverable, while payables are recognized at the amounts expected to be settled in the ordinary course of operations.

**h) Funds and net assets**
Funds received for specific purposes are accounted for in accordance with donor or grant conditions. Unrestricted funds are available for the Charity's general charitable activities. Net assets comprise accumulated surpluses and other funds held by the Charity.

**i) Going concern**
The financial statements have been prepared on a going concern basis, as management and the Board consider that the Charity has adequate resources and funding prospects to continue its operations and meet its obligations as they fall due.

**j) Use of estimates and judgements**
The preparation of financial statements requires management to make reasonable estimates and judgements that affect reported amounts of assets, liabilities, income, and expenditure. Such estimates are reviewed periodically and adjusted where necessary.

# 3. FINANCIAL RISK MANAGEMENT

## 3.1 Overview

AGAMA Charity is exposed to various financial risks in the course of its operations, principally credit risk, liquidity risk, foreign currency risk and risks relating to the availability and timing of donor funding. The Charity's financial risk management objective is to safeguard its financial resources, maintain adequate liquidity, ensure the proper use of funds and support the sustainable implementation of its charitable programmes.

The Board of Directors provides oversight of financial management and internal controls, while management is responsible for implementing appropriate procedures to identify, assess and manage financial risks. The Charity seeks to ensure that financial resources are managed prudently and applied in accordance with donor agreements, approved budgets, organisational policies and applicable regulatory requirements.

## 3.2 Credit Risk

Credit risk is the risk that a counterparty may fail to meet its contractual financial obligations, resulting in a financial loss to the Charity. The Charity's exposure to credit risk may arise principally from cash held with financial institutions, amounts receivable from donors and other outstanding receivables, where applicable.

The Charity manages credit risk by maintaining financial resources with recognised financial institutions, monitoring outstanding receivables and reviewing the recoverability of amounts due. Where donor contributions are pledged but not yet received, the Charity considers the timing and certainty of receipt when planning programme expenditure.

At 31 December 2025, management assesses credit risk based on the nature of the financial assets held, the reliability of counterparties and the availability of supporting documentation.

## 3.3 Liquidity Risk

Liquidity risk is the risk that the Charity may be unable to meet its financial obligations as they fall due. This risk may arise from delays in receiving donor contributions, unexpected operating expenditure or commitments that exceed available financial resources.

AGAMA Charity manages liquidity risk through annual budgeting, expenditure monitoring, cash-flow planning and the prioritisation of essential programme and operational obligations. Expenditure is expected to remain within approved budgets and available funding, subject to applicable donor restrictions.

Management monitors available cash balances and anticipated receipts to ensure that sufficient funds are maintained to meet financial commitments as they become due. At the reporting date, the Charity's liquidity position is assessed using its recorded cash and bank balances, outstanding liabilities and expected funding receipts.

## 3.4 Foreign Currency Risk

Foreign currency risk arises when financial transactions, donor contributions or programme expenditure are denominated in currencies other than the Tanzanian shilling, which is the Charity's functional currency, where applicable.

The Charity may receive contributions or incur programme costs in foreign currencies, including United States dollars. Changes in exchange rates may therefore affect the Tanzanian shilling value of funds received, expenditure incurred and outstanding monetary balances.

The Charity manages foreign currency risk by monitoring exchange-rate movements, recording transactions using appropriate exchange rates and maintaining supporting records for foreign currency receipts and payments. Where necessary, management considers exchange-rate differences when preparing budgets and financial reports.

## 3.5 Funding and Donor Concentration Risk

The Charity depends on contributions from individual donors, trusts and foundations, private companies, institutional partners and other funding sources to implement its charitable programmes. Funding risk arises when expected contributions are delayed, reduced or discontinued.

To manage this risk, AGAMA Charity seeks to maintain relationships with existing supporters, develop new partnerships, diversify its funding sources and align programme commitments with confirmed or reasonably expected resources. Restricted donor funds are monitored to ensure that they are used for the purposes specified in the relevant agreements.

The Charity recognises that the timing and continuity of donor funding may affect programme implementation and therefore incorporates funding availability into its financial planning and expenditure decisions.

# 3.6 Capital and Reserve Management

As a charitable organisation, AGAMA Charity does not operate primarily to generate profits for distribution to owners or shareholders. Its financial objective is to maintain sufficient resources to support its charitable purposes, meet its obligations and sustain approved programmes.

The Board of Directors oversees the Charity's financial position and considers the adequacy of available reserves in relation to operating requirements, programme commitments and potential funding interruptions. Any reserves maintained are intended to support financial stability and the continued delivery of the Charity's mission.

# 3.7 Monitoring and Internal Controls

The Charity's financial risks are managed through internal controls and oversight arrangements that include:

- Preparation and approval of annual budgets.
- Authorisation and documentation of financial transactions.
- Maintenance of accounting records and supporting evidence.
- Monitoring of cash balances, expenditure and outstanding obligations.
- Appropriate segregation of financial responsibilities, where practicable.
- Review of financial reports by management and the Board of Directors.
- Compliance with donor conditions and applicable financial requirements.

These controls are intended to promote accountability, protect the Charity's assets and reduce the risk of errors, misuse of funds and unauthorised expenditure.

# 3.8 Overall Risk Assessment

Management considers financial risk management an integral part of

## 3.9 Market Risk

Market risk is the risk that changes in market prices, including foreign exchange rates, interest rates and other relevant market variables, may affect the Charity's financial position or future cash flows.

AGAMA Charity's exposure to market risk may arise from fluctuations in foreign exchange rates affecting donor contributions and programme expenditure denominated in foreign currencies, as well as changes in interest rates applicable to financial assets or liabilities, where relevant.

The Charity manages market risk by monitoring changes in economic and market conditions, preparing realistic programme budgets, reviewing expenditure against approved allocations and maintaining appropriate financial controls. Management also considers exchange-rate movements when planning activities funded by international donors to minimise potential budget shortfalls.

The Charity does not undertake speculative financial transactions as part of its ordinary charitable activities. Where material market exposures arise, management evaluates their potential impact and reports significant matters to the Board of Directors for appropriate action.

As at 31 December 2025, the Charity's exposure to market risk should be assessed based on its actual financial assets, liabilities, foreign currency transactions and any applicable interest-bearing balances. Any

required.

## 3.10 Credit Risk

Credit risk is the risk that a counterparty may fail to meet its contractual financial obligations, resulting in a financial loss to AGAMA Charity. The Charity's exposure to credit risk arises primarily from cash and bank balances held with financial institutions, outstanding donor contributions and other receivables, where applicable.

**Management of Credit Risk**

AGAMA Charity manages credit risk through prudent financial management practices and internal control procedures designed to protect its financial resources. These measures include maintaining funds with recognised financial institutions, monitoring amounts receivable, reviewing the recoverability of outstanding balances and maintaining appropriate supporting documentation for financial transactions.

The Charity also considers the reliability of donors and other counterparties when assessing expected funding receipts and planning programme expenditure. Donor contributions are recognised and recorded in accordance with the applicable accounting policies and the relevant terms and conditions.

**Exposure to Credit Risk**

The maximum exposure to credit risk at the reporting date generally represents the carrying amounts of financial assets exposed to credit risk, including bank balances and eligible receivables, before taking account of any applicable collateral or other credit enhancements.

Management reviews outstanding receivables and considers whether any amounts may be impaired or unlikely to be recovered. Where appropriate, provisions for expected credit losses are recognised in accordance with the applicable financial reporting framework.

**Assessment at the Reporting Date**

reported in the financial statements, together with information concerning the financial institutions holding its funds and the recoverability of outstanding receivables.

Management seeks to ensure that credit risk remains within acceptable limits through regular monitoring, proper documentation and oversight by the Board of Directors. Any material concentration of credit risk,

reporting framework.

## 3.11 Liquidity Risk

Liquidity risk is the risk that AGAMA Charity may encounter difficulty in meeting its financial obligations as they fall due. The Charity's exposure to liquidity risk arises primarily from the timing of donor contributions, the availability of cash and bank balances, programme expenditure commitments and other operating liabilities.

**Management of Liquidity Risk**

AGAMA Charity manages liquidity risk through prudent cash-flow planning, preparation of annual budgets, monitoring of expenditure and regular review of available financial resources. Management seeks to ensure that programme activities and operating commitments are aligned with available funding and that expenditure is authorised in accordance with approved budgets and internal financial procedures.

The Charity prioritises essential programme activities and operational obligations while considering the timing of expected donor contributions. Management also monitors outstanding liabilities and anticipated cash requirements to identify potential funding shortfalls and take appropriate corrective action.

**Funding and Cash-Flow Management**

The Charity relies on donor contributions, grants, partnerships and other legitimate sources of funding to support its charitable activities. Delays in receiving expected contributions may affect the timing of programme implementation and the settlement of financial obligations.

To mitigate this risk, AGAMA Charity seeks to maintain accurate accounting records, monitor cash and bank balances, strengthen relationships with donors and avoid making financial commitments that cannot reasonably be supported by available or expected resources.

**Liquidity Position at the Reporting Date**

As at 31 December 2025, the Charity's liquidity position should be evaluated by reference to its cash and bank balances, outstanding liabilities, restricted funds and expected funding receipts. Restricted donor funds are

considered in accordance with the applicable donor agreements and should not be treated as freely available to meet unrelated obligations.

Management is responsible for monitoring the Charity's ability to meet its obligations as they fall due and reporting significant liquidity concerns to the Board of Directors.

**Overall Assessment**

The Board of Directors oversees the Charity's financial sustainability and the adequacy of its financial resources. Management considers liquidity risk as part of the annual budgeting and financial reporting processes to support continuity of charitable programmes and the timely settlement of obligations.

Any material liquidity shortfalls, significant concentrations of funding, contractual payment obligations or uncertainties affecting the Charity's ability to continue its operations should be disclosed in the financial statements where required by the applicable financial reporting framework.

# NOTE 6: PROJECT IMPLEMENTATION COSTS

**For the year ended 31 December 2025**

## 6.1 Project Expenditure

Project implementation costs represent expenditure incurred by AGAMA Charity in delivering its charitable programmes during the financial year ended 31 December 2025. The programmes support access to education, community development, renewable energy, environmental conservation and educational awareness activities.

The expenditure below is based on the amounts recorded in AGAMA Charity's 2025 working financial report.

final publication.

## 6.2 Detailed Expenditure Schedule

| Expenditure category | 2025 (US$) |
| --- | --- |

| | |
|---|---|
| Education fees | 25,000 |
| Torches and educational equipment | 10,000 |
| Solar lighting | 5,000 |
| Village film and educational events | 1,000 |
| Tree planting and environmental restoration | 2,000 |
| Local transport and field travel | 2,000 |
| Printing and documentation | 500 |
| Communication and internet | 500 |
| Programme monitoring and administration | 4,000 |
| **TOTAL PROJECT AND RELATED EXPENDITURE** | **50,000** |

## 6.3 Education Support

Education support expenditure amounted to US$25,000 and relates to reported school fee assistance for vulnerable children and students. The expenditure is intended to support access to education and continuity of

the reported amount.

## 6.4 Community Equipment and Solar Lighting

Expenditure on torches and educational equipment amounted to US$10,000, while solar lighting expenditure amounted to US$5,000. These activities support community access to essential equipment and improved lighting. Relevant procurement documents, invoices, delivery notes and distribution records should support the reported expenditure.

## 6.5 Educational Events and Environmental Restoration

Village film and educational events accounted for US$1,000. Tree planting and environmental restoration accounted for US$2,000. These activities contribute to community education, environmental awareness and local environmental stewardship. Event records, payment documentation and environmental programme

## 6.6 Transport, Documentation and Communications

Local transport and field travel amounted to US$2,000. Printing and documentation amounted to US$500, while communication and internet expenditure amounted to US$500. These costs support programme delivery, field coordination, recordkeeping and communication with beneficiaries and stakeholders.

## 6.7 Programme Monitoring and Administration

Programme monitoring and administration expenditure amounted to US$4,000. These costs relate to programme oversight, monitoring implementation, maintaining records and supporting the administration of

the underlying expenditure.

## 6.8 Financial Accountability

AGAMA Charity seeks to ensure that project expenditure is properly authorised, accurately recorded and applied to its intended charitable purposes. Management is responsible for maintaining complete financial records and supporting documents, monitoring expenditure against approved budgets and complying with applicable donor restrictions.

The Board of Directors provides oversight of financial stewardship and accountability. The expenditure disclosed in this note should agree with the final Statement of Financial Activities and the underlying accounting records for the year ended 31 December 2025.

# NOTE 9: SUPPLIES AND MATERIALS USED

**For the year ended 31 December 2025**

## 9.1 General Information

Supplies and materials used comprise the cost of consumable items, educational equipment and other materials acquired or utilised by AGAMA Charity in implementing its charitable programmes during the financial year ended 31 December 2025.

The expenditure supports the Charity's activities in education, community development, environmental conservation and the improvement of living conditions for vulnerable children and communities.

## 9.2 Supplies and Materials Expenditure

Based on AGAMA Charity's 2025 financial report, the following expenditure categories relate to equipment and materials or other programme activities. Their final classification should be confirmed against the accounting records and supporting documents.

| Description | 2025 (US$) |
|---|---|
| Torches and educational equipment | 10,000 |
| Solar lighting and related materials | 5,000 |
| Printing and documentation materials | 500 |
| **Subtotal of potentially relevant supplies and materials** | **15,500** |

The subtotal above is based on reported expenditure categories and does not establish that every item qualifies as a supply or consumable. Equipment that meets the applicable criteria for recognition as an asset

## 9.3 Recognition and Measurement

Supplies and materials are recognised as expenditure when consumed or distributed in the course of programme implementation, subject to the applicable accounting policies. Items remaining unused at the reporting date may require recognition as inventory or other appropriate assets where material and applicable under the financial reporting framework.

The cost of supplies and materials includes the purchase price and other directly attributable costs necessary to bring the items to their intended location and condition, where applicable.

## 9.4 Procurement and Internal Controls

AGAMA Charity seeks to ensure that supplies and materials are acquired through appropriate procurement and

delivery notes and distribution records, as applicable.

Management is responsible for ensuring that purchased items are received, recorded and used for their intended charitable purposes. The Board of Directors provides oversight of financial stewardship and the proper use of organisational resources.

## 9.5 Reporting Period

This note relates to the financial year ended 31 December 2025. The amounts disclosed must agree with the final general ledger and Statement of Financial Activities. Any equipment that qualifies for capitalisation should be reviewed and classified consistently with the Charity’s accounting policies.

## Financial overview

| | |
|---|---|
| Opening cash / bank balance reported by management | $5,000 |
| Receipts / donor contributions | $59,000 |
| Expenditure reported | $50,000 |
| Excess of receipts over expenditure | $9,000 |
| Closing cash / bank balance reported | $14,000 |

The reported closing balance follows the cash movement calculation: US$5,000 opening balance + US$59,000 receipts − US$50,000 payments = US$14,000. The closing balance should be read together with the year-end bank reconciliation and the independent auditor's report.

## Financial stewardship and controls

The organisation's financial stewardship depends on documented approvals, accurate accounting records, separation of financial duties, supporting receipts and invoices, bank reconciliations, and monitoring of any donor restrictions. Supporting evidence was reported as available for the expenditure schedule, including US$2,000 for tree planting / environmental restoration.

## Programmes and reported outputs

Management's 2025 programme reporting describes education support for 90 vulnerable children, 35 bicycles for school access, boarding support for 15 students, support connected with seven Mweka graduates, donation of 800 chickens to Shalom Orphanage, planting of 700 trees in Rhotia, recycling of 500 kg of waste and distribution of 100 small solar systems in a Maasai village. These are management-reported outputs; readers should consult programme records for detailed verification.

## Going concern and events after the reporting date

The Board should confirm, before signing, its assessment of AGAMA Charity's ability to continue operating for at least the foreseeable future and disclose any material events after 31 December 2025. No unsupported conclusion has been inserted in this draft.

# DECLARATION OF THE HEAD OF FINANCE / MANAGEMENT

I/We, the authorised management representative(s) of AGAMA Charity, acknowledge responsibility for the accounting records and financial information supplied for the year ended 31 December 2025.

I/We confirm, to the best of our knowledge and following appropriate checks, that the records made available for preparation of these statements include the receipts, expenditure records, supporting evidence and cash/bank information relevant to the reporting period. We further confirm that material donor restrictions, liabilities, commitments, related-party matters and subsequent events known to management should be disclosed to the Board and the independent auditor.

The approved Statement of Financial Activities records receipts of US$59,000 and expenditure of US$50,000, producing an excess of receipts over expenditure of US$9,000. The reported closing cash/bank balance is US$14,000, including the reported opening balance of US$5,000.

any outstanding matters raised by the auditor have been resolved or appropriately disclosed.

| | | |
|---|---|---|
| Name: Romanya Jibala | | 31/12/2025 |
| Position: Head of Finance | | |

# AGAMA CHARITY

## SUPPLEMENTARY SIGNATURE PAGE

Scanned signature page supplied with the source financial report



## FINAL APPROVAL AND SIGNATURES

The undersigned confirm that they have reviewed this 2025 Financial Report and approve it for release with the independent auditor's signed report attached. Signatures must be provided personally by the named officeholders, using the actual date of signing.

| Edina Kauruzi | Komanya Jibuta | Edigar Kenzani |
|---|---|---|
| Board Chairperson | Treasurer / Finance Lead | Finance audit |
| Signature: Edina | Signature: Komanya | Signature: Edigar |
| Date: 31/12/2025 | Date: 31/12/2025 | Date: 31/12/2025 |

**Board minute reference:** AGC/Board/031

**Independent auditor's report:**

**Auditor / audit firm:** Maximilian Kayanda

**Auditor's signature and date:** Maximilian Kayanda, 31/12/2025



*Reproduced from the supplied scan; authenticity and authority of signatures have not been independently verified.*