

AFAAS FINANCIAL AUDITED REPORTS 2021 & 2022

Presented by
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Presentation

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Introduction

- The African Forum for Agricultural Advisory Services (**AFAAS**) is the umbrella organisation for Agricultural Extension and Advisory Services (AEAS) in Africa.
- Its objective is to create efficient, effective and synergistic linkages and partnerships between AEAS of member countries, to improve the delivery of AEAS to farmers.



Introduction Cont'd

- It operates within the framework of the Comprehensive Africa Agriculture Development Programme (CAADP), which has the objective of enhancing the livelihoods of African farmers and pastoralists.



AFAAS Current Grants

	Donor	Currency	Grant Amount	Project	End Year
1	EU	Eur	5,110,000	CAADXP XP4 Project	Dec. 2024
2	IFAD	USD	830,000	Last Mile Project (LMP)	June. 2024
3	EU	Eur	318,625	Sustain Sahel	July. 2025
4	EU	Eur	279,881.71	AIRTEA	2024
5	EU	Eur	196,625	Bio4Africa	May, 2025
6	EU	Eur	239,862	ATREA	June, 2024
7	EU	Eur	217,993.13	CANALS	Dec.2025



Funds Received for Year 2022

During the period January to
December 2022 received a total
of USD446,208



Income and Expenditure incurred to December 2022

Project	B/f 2021(\$)	Receipt-2022 (\$)	Total (\$)	Expenditure (\$)	Balance (\$)
IFAD (Last Mile)	31,970	19,934	51,904	39,399.16	12,505
CAADP XP IV	1,838,838	Nil	1,838,838	1,325,860.17	512,978
Partnership	26,900	Nil	26,900	45.85	26,854
AIRTEA		146,390	146,390	6,607.42	139,782
FFS-FAO	105,077	219,103	324,180	362,974	(38,794)
COL 1&2	6,949	2,388	9,337	8,940.00	398
SERVInnov	6,075	12,218	18,293	23,386.24	(5,094)
Sustain Sahel	9,049	Nil	9,049	233.78	8,815
AATF	8496	7,803	16,299	14,743	1,556
BIO4 Africa	33,341	38,372	71,713	58,178.08	13,535
TOTAL	2,066,695	446,208	2,512,903	1,840,368	672,535



Details on AFAAS Audited Financial Statements

The financial statements are prepared for 12 months January to December.



Recruitment of AFAAS Auditors

The Audit firm is competitively hired. As per our manuals a firm is contracted for 2 terms of 3 years. Beginning the year 2022 Ernest & Young (E&Y) were contracted for a period of 3 years (2022, 2023 & 2024) with an option of renewal subject to availability of funds and satisfactory performance. The contracts are issued annually with agreed TORs.



Objective of the Audit

- The primary objective of the Statutory Audit is to enable the auditor express an independent professional opinion on whether the Financial Statements including additional disclosures present a fair view of the financial affairs of the organization.



Objective of the Audit Cont'd

- Report to Management areas of weakness noted during the review of the control environment over Financial reporting



Audit Opinion

- Ernest & Young audited the financial statements(FS) for AFAAS for the years ending December 2021 & 2022.
- In their opinion , the FS present fairly, in all material respects, the financial position of AFAAS for the years.



Audit Opinion Cont'd

- The Auditor included an emphasis of Matter on the FS for the year ended December 2022.
- This was in regard to the change in the basis of preparation of Financial Statements according to IFRS for SMEs.



Income & Expenditure for the period ending 2022

Period	12months 31 Dec 2022	12 months 31 Dec 2021
Grant Income	1,840,368	1,299,249
Expenditure	(1,849,879)	1,304,054
Surplus /(deficit) for the period	(9,511)	(4,805)

Details are on page10 of the statutory report






Statement of Financial Position




Period	12 months 31 Dec 2022 (USD)	12 months 31 Dec 2021 (USD)
Non – Current Assets	63,827	59,912
Current Assets	676,213	2,082,678
Current Liabilities	767,881	2,160,920
Net Total Assets	(27,841)	(18,330)
Presented by		
General Fund	(27,841)	(18,330)
Total	(27,841)	(18,330)




Detailed Control Issues noted from 2022 Audit

Issues/Observation	Agreed Action
 <p>Non compliant with CAADP project contractual provisions as the technical reports were sent to the donor on 5th April 2023 approximately 48 days late from the expected date of February 15th</p>	<p>This was due to IFAD Portfolio Review meeting held in Senegal which agreed on the new dates of 3rd April 2023. As a corrective measure in future AFAAS will demand a written communication to every agreed position.</p>
 <p>Long outstanding advances not accounted for</p>	<p>Close monitoring of Advances by the AFAAS secretariat and Capacity development of countries</p>
 <p>Late submission of progress reports by some some Country Fora</p>	<p>Capacity development and close follow up</p>

Control Issues noted in 2021 Audit

Issues/Observation	Agreed Action
 <p>Weakness in management of inter-project borrowings</p>	<p>This has already been handled during the revision of the financial manual.</p>
 <p>Need to align the Company's accounting policy to the newly adopted reporting framework</p>	<p>Incorporated during the revision of the financial manual</p>
 <p>Inconsistencies in board meetings.</p>	<p>This happened during the covid 19 pandemic</p>

Control Issues noted in 2021 Audit

Issues/Observation	Agreed Action
 <p>3.4 AFAAS Sustainability with Limited funds given that all projects are short term.</p>	<p>AFAAS Continues to network and writing of Proposal</p>





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<http://networking.afaas-africa.org>

