

**AFRICAN INSTITUTE FOR DEVELOPMENT POLICY  
(AFIDEP)**

**ANNUAL REPORT  
AND  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
31 DECEMBER 2022**

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY – KENYA

ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2022

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# AFRICAN INSTITUTE FOR DEVELOPMENT POLICY

## CORPORATE INFORMATION

### FOR THE YEAR ENDED 31 DECEMBER 2022

DIRECTORS	Elizabeth Lule Prof Francis Dadoo Pamela Onduso Prof. Sosten Chiotha Dr. John Mudany  Dr. Yazoume Ye  Susan Rich Dr. Cheikh Mbacke' Sarai Chisala-Templelhoff Dr. Eliya Zulu	Chairperson  Treasurer Board member Board member and Chairperson of the Finance and Human Resource Committee Board member and Chairperson of the Audit, Risk, and Compliance Committee Board member Board member Board member (Ex-officio Board member /Secretary to the Board)
MANAGEMENT	Dr. Eliya Zulu Dr. Rose Oronje  Prof. Nyovani Madise  Mr. John Kuyeli	Executive Director Director, Science Communications and Evidence Uptake & Head of Kenya Office Director of Development Policy & Head of Malawi Office Acting Head of Finance and Administration
REGISTERED OFFICE	Westcom Point Building 6th Floor, Block A, Mahiga Mairu Avenue, Westlands P.O. Box 14688, 00800 Nairobi, Kenya	
MALAWI OFFICE	Public Service Pension Trust Building Plot # 13/41 Lilongwe P.O. Box 31024 Lilongwe 3, Malawi T: +265 995 495 143	
AUDITOR	Deloitte & Touche LLP Deloitte Place, Waiyaki Way, Muthangari P.O. Box 40092 - GPO 00100 Nairobi – Kenya	
LEGAL ADVISERS	Njoroge Regeru and Co Arbor House, Arboretum Drive P.O. Box 46971-00100 GPO Nairobi  Wilkinson and Associates Wilkinson Compounds Keppel Compton Crescent Off Johnstone Road – Area 3 P.O. Box 3352 Lilongwe, Malawi	
BANKERS	Ecobank Kenya Limited Nairobi Ecobank Malawi Limited Blantyre NCBA Bank Limited Nairobi Standard Bank Limited Malawi	

# AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

## REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 DECEMBER 2022

The directors of African Institute for Development Policy (AFIDEP) submit their report together with the audited financial statements for the year ended 31 December 2022.

### 1. PRINCIPAL ACTIVITIES

The principal activity of the organisation is to facilitate creation, translation and utilisation of research evidence for policy formulation and resource allocation in Africa. Since its establishment in 2010, the organisation has been working across Africa to realize sustainable development by strengthening the use of evidence by decision-makers. Over the years, the institution has experienced significant growth and increasingly being recognized as the go-to research and policy institute in the continent.

### 2. REGISTRATION

AFIDEP is a not-for-profit research and policy institute established in 2010 to help bridge the gaps between research, policy and practice in development efforts in Africa. AFIDEP is registered as a Non-Governmental Organisation in both Kenya and Malawi, with a mandate to work across Africa. It seeks to contribute to the realisation of the Sustainable Development Goals (SDGs) and other development strategies by enabling the formulation of effective development policies and programme interventions. AFIDEP was granted a diplomatic status in Malawi through a gazette notice dated 22 January 2022.

### 3. RESULTS

The results for the year are set out on page 8.

### 4. DIRECTORS

The names of the directors are set out on page 2.

By order of the Board

Secretary to the Board of Directors

..... 2023

# AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

## STATEMENT OF DIRECTORS' RESPONSIBILITIES

It is the responsibility of the directors to prepare financial statements for each financial year which give a true and fair view of the financial position of the organisation as at the end of the financial year and of its surplus or deficit for that year. The directors are responsible for ensuring that the organisation maintains proper accounting records that are sufficient to show and explain the transactions of the organisation and disclose, with reasonable accuracy, the financial position of the Organisation. The directors are also responsible for safeguarding the assets of the Organization and for taking reasonable steps for the prevention and detection of fraud and error.

The directors accept responsibility for the preparation and presentation of these financial statements in accordance with International Financial Reporting Standards for Small and Medium- sized Entities (IFRS for SMEs).

They also accept responsibility for:

- (i) designing, implementing and maintaining such internal control as they determine necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error;
- (ii) selecting suitable accounting policies and applying them consistently; and
- (iii) making accounting estimates and judgements that are reasonable in the circumstances.

Having assessed the Organization's ability to continue as a going concern, the directors are not aware of any material uncertainties related to events or conditions that may cast doubt upon the Organization's ability to continue as a going concern.

The directors acknowledge that the independent audit of the financial statements does not relieve them of their responsibilities.

Approved by the board of directors on ..... 2023 and signed on its behalf by:

.....  
Chair, Board of Directors

.....  
Secretary

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

**Report on the Audit of the Financial Statements**

***Opinion***

We have audited the financial statements of African Institute For Development Policy (AFIDEP) set out on pages 8 to 33, which comprise the statement of financial position as at 31 December 2022, the statement of income and expenditure and other comprehensive income, statement of changes in fund balance and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory notes.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Organization as at 31 December 2022, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs).

***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 organization in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code). Together with other ethical requirements that are relevant to our audit of the financial statements in Kenya, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

***Other matter***

The financial statements of African Institute for Development Policy (AFIDEP) for the year ended 31 December 2021 were audited by another auditor, who expressed an unmodified opinion on those financial statements on 31 March 2022.

***Other Information***

The directors are responsible for the other information. The other information comprises the Report of the Directors and the Statement of Director's Responsibilities. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)  
(Continued)

***Other Information (Continued)***

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.

***Responsibilities of the directors for the financial statements***

The directors are responsible for the preparation of the financial statements that give a true and fair view in accordance with International Financial Reporting Standard for Small and Medium-sized Entities (IFRS for SMEs), and for such internal control as the directors 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 directors are responsible for assessing the organization'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 organization or to cease operations, or have no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Organization's financial reporting processes.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements 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 based on these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement 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 to design audit procedures that are appropriate in the circumstances, but not for 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 the directors.
- Conclude on the appropriateness of the directors' 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.

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)  
(Continued)

*Auditor's Responsibilities for the Audit of the Financial Statements (Continued)*

- Obtain sufficient appropriate audit evidence regarding the financial information of the entity or business activities within the Organization to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

We communicate with the directors 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 responsible for the audit resulting in this independent auditor's report is  
**CPA James Mureithi, Practicing certificate No. 2834**

**For and on behalf of Deloitte & Touche LLP  
Certified Public Accountants (Kenya)  
Nairobi**

**2023**

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

STATEMENT OF INCOME & EXPENDITURE  
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 US\$	2022 KES	2021 US\$	2021 KES
<b>INCOME</b>					
Grants income	3	6,748,551	795,459,042	4,788,418	525,070,794
Unrestricted income	4	500,000	58,935,544	500,000	54,809,168
Other operating income	5	197,168	23,073,985	107,968	11,838,903
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Total income</b>		<b>7,445,719</b>	<b>877,468,571</b>	<b>5,396,386</b>	<b>591,718,865</b>
<b>EXPENDITURE</b>					
Programme expenses	6	6,023,148	705,402,616	4,178,330	458,157,860
Employment expenses	7	414,964	48,392,737	437,233	48,059,720
Other administrative expenses	8	942,177	110,546,935	589,728	64,821,646
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Total expenditure</b>		<b>7,380,289</b>	<b>864,342,290</b>	<b>5,205,291</b>	<b>571,039,226</b>
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Surplus for the year</b>		<b>65,430</b>	<b>13,126,281</b>	<b>191,095</b>	<b>20,679,639</b>
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2022

	Notes	2022 US\$	2022 KES	2021 US\$	2021 KES
<b>Assets</b>					
<b>Non-current assets</b>					
Property and equipment	9	367,673	45,361,105	174,216	18,845,296
<b>Current assets</b>					
Collaborator debtors	10	949,905	117,193,105	216,397	23,193,267
Other receivables	11	155,846	19,227,266	81,644	8,725,083
Grants receivable	3	938,063	115,732,117	1,287,114	145,822,652
Cash and cash equivalents	12	1,554,282	191,757,210	1,914,019	210,304,732
Bank deposits	13	1,015,581	125,295,783	1,190,286	130,783,853
		<u>4,613,677</u>	<u>569,205,481</u>	<u>4,689,459</u>	<u>518,829,587</u>
<b>Total Assets</b>		<u><b>4,981,350</b></u>	<u><b>614,566,586</b></u>	<u><b>4,863,675</b></u>	<u><b>537,674,883</b></u>
<b>Funds and Liabilities</b>					
<b>Funds</b>					
Accumulated fund		511,828	63,146,012	446,398	36,116,092
Sustainability fund		400,000	49,349,400	400,000	42,200,885
		<u>911,828</u>	<u>112,495,412</u>	<u>846,398</u>	<u>78,316,977</u>
<b>Current liabilities</b>					
Collaborator payables	10	286,121	35,299,749	472,994	53,645,145
Trade and other payables	14	212,564	26,197,174	264,815	30,033,837
Deferred income	3	3,570,792	440,568,699	3,279,468	375,678,924
		<u>4,069,477</u>	<u>502,065,622</u>	<u>4,017,277</u>	<u>459,357,906</u>
<b>Total Funds and Liabilities</b>		<u><b>4,981,350</b></u>	<u><b>614,566,586</b></u>	<u><b>4,863,675</b></u>	<u><b>537,674,883</b></u>

The financial statements were approved by the Board of Directors on ..... 2023  
and were signed on its behalf by:

.....  
Chair, Board of Directors

.....  
Secretary

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

STATEMENT OF CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED 31 DECEMBER 2022

	Accumulated fund		Sustainability fund		Total	
	US\$	KES	US\$	KES	US\$	KES
<b>Year ended 31 December 2021</b>						
As at 1 January 2021	355,303	38,173,790	300,000	31,235,790	655,303	69,409,580
Surplus for the year	191,095	20,679,639	-	-	191,095	20,679,639
Transfer to sustainability fund	(100,000)	(10,965,095)	100,000	10,965,095	-	-
Translation difference	-	(11,772,242)	-	-	-	(11,772,242)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
As at 31 December 2021	<b>446,398</b>	<b>36,116,092</b>	<b>400,000</b>	<b>42,200,885</b>	<b>846,398</b>	<b>78,316,977</b>
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
<b>Year ended 31 December 2022</b>						
As at 1 January 2022	446,398	36,116,092	400,000	42,200,885	846,398	78,316,977
Surplus for the year	65,430	13,126,281	-	-	65,430	13,126,281
Transfer to sustainability fund	-	-	-	-	-	-
Translation difference	-	13,903,638	-	7,148,515	-	21,052,153
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
As at 31 December 2022	<b>511,828</b>	<b>63,146,012</b>	<b>400,000</b>	<b>49,349,400</b>	<b>911,828</b>	<b>112,495,412</b>
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AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 US\$	2022 KES	2021 US\$	2021 KES
Cash flows from operating activities					
Surplus for the year		65,430	13,126,281	191,095	20,679,639
Depreciation on property and equipment	9	78,179	8,690,562	70,496	7,813,183
Interest income	5	(50,120)	(5,956,325)	-	-
		<u>93,489</u>	<u>15,860,518</u>	<u>261,591</u>	<u>28,492,822</u>
Changes in working capital:					
Increase in collaborator debtors	10	(733,508)	(93,999,838)	(21,886)	(2,473,118)
Increase in other receivables	11	(74,202)	(10,502,184)	(155,287)	(16,333,706)
Decrease/(increase) in grants receivable	3	349,050	30,090,536	(530,907)	(63,320,691)
Decrease in collaborator payables	9	(186,873)	(18,345,396)	-	-
(Decrease)/increase in trade and other payables	13	(52,204)	(3,836,663)	446,444	51,870,746
Increase in deferred income	3	291,324	64,889,775	660,686	87,704,822
		<u>(312,924)</u>	<u>(15,843,252)</u>	<u>660,641</u>	<u>85,940,875</u>
Cash flows from investing activities					
Interest received	5	50,120	5,956,325	-	-
Investments in fixed deposits		(825,295)	(101,819,533)	(400,000)	(46,688,363)
Liquidation of fixed deposits		1,000,000	107,307,603	759,714	86,212,294
Purchase of property and equipment	9	(271,637)	(32,276,891)	(116,519)	(15,052,984)
		<u>(46,812)</u>	<u>(20,832,496)</u>	<u>243,195</u>	<u>24,470,947</u>
(Decrease)/increase in cash and cash equivalents					
As at 1 January		1,914,019	210,304,732	1,010,183	110,109,947
Translation difference		-	19,395,290	-	(10,217,037)
		<u>1,554,282</u>	<u>191,757,210</u>	<u>1,914,019</u>	<u>210,304,732</u>
As at 31 December	12	<u>1,554,282</u>	<u>191,757,210</u>	<u>1,914,019</u>	<u>210,304,732</u>

# AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

### 1 SIGNIFICANT ACCOUNTING POLICIES

#### a) Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities. The balance sheet is equivalent to the statement of financial position and the profit and loss account is presented as the statement of income and expenditure.

#### b) Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) for Small and Medium-sized Entities (SMEs). The financial statements are presented in US Dollar (USD) and Kenya Shillings (Shs) and prepared under historical cost convention. The principal accounting policies adopted are set out below:

##### *Revenue recognition*

Revenue comprises grants from donors and income raised from other internal income generating activities.

##### *Specific grants*

Grants received for specific purposes are recognized as revenue upon the fulfilment of donor-imposed conditions or restrictions attached to the grants as explained below:

- (i) Grants are recognised when planned activities for those grants are carried out and deliverables completed. Unspent funds are deferred and recorded as unexpended grants.
- (ii) The excess of expenditure over receipts for restricted grants are recognised as revenue and included in the financial statements as grants receivable. Restricted grants received for which expenditure has not been incurred are included on the financial statements as unexpended grants

##### *General grants*

Nonspecific grants are recognized as income when received.

##### *Other income*

This represents interest income from bank accounts, gain on disposal of assets, exchange gain and other miscellaneous income. It is recognized when earned.

##### *Expenditure*

Expenditure is accounted for on an accrual basis. Project expenditure is allocated to individual projects on the basis of benefits received by those projects, and in compliance with donor agreements.

##### *Property and equipment*

Property and equipment are stated at cost or, if donated, either at invoice cost as advised by the donor or valuation less depreciation and any accumulated impairment losses.

Depreciation is calculated on a straight-line basis at the following rates:

The annual depreciation rates in use are:

<i>Asset</i>	<i>Rates p.a.</i>
Office Equipment	12.50%
Furniture & Fittings	12.50%
Motor vehicles and machinery	20.00%
Software and other intangible assets	25.00%
Computers Equipment	33.33%

Gains and losses on disposal of property and equipment are determined by reference to their carrying amounts.

## AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

#### 2 ACCOUNTING POLICIES (Continued)

##### *Financial instruments*

Financial assets and liabilities are recognized in the Organisation's financial position when the Organisation has become a party to the contractual provisions of the instrument. Specific accounting policies adopted by the Organisation in accounting for financial instruments at the end of reporting period are summarized below:

##### Receivables

Receivables are stated at their nominal value as reduced by appropriate allowances for estimated irrecoverable amounts. The objective evidence of impairment of the receivables is when there is significant financial difficulty of the counter party or when there is a default or delinquency on the agreed payment terms. When a receivable is considered uncollectible it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against the allowance account. Changes in the carrying amount of the allowance account are recognised in surplus or deficit for the year.

##### Payables

Payables are stated at their nominal value.

##### *Cash and cash equivalents*

For the purposes of the cash flow statement, cash equivalents include short term liquid investments which are readily convertible into known amounts of cash and which were within three months of maturity when acquired.

##### *Short term deposits*

Short term deposits are classified as held to maturity and are measured at amortised costs.

##### ***De-recognition of financial assets***

Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or where the Organization has transferred substantially all risks and rewards of ownership.

##### ***Impairment of financial assets***

At the end of each reporting period, the Organization assesses whether there is objective evidence that a financial asset is impaired. Impairment losses are recognised if there is objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the asset, and that those events have an impact on the estimated future cash flows of the financial asset that can be reliably estimated. The impairment loss so recognised is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the financial asset's original effective interest rate.

##### ***Retirement benefit obligations***

The organisation operates a defined contribution scheme for eligible employees to which employees and the organization contribute. The assets of the scheme, which are funded from contributions from both the organisation and the employees are held in separate trustee administered funds. Contributions are determined by the rules of the scheme.

The organization contributes to the statutory defined contribution pension schemes in Kenya and Malawi. Contributions are determined by local statute.

AFIDEP contributions to the above schemes are charged to the statement of income and expenditure in the year which they relate.

# AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 2 ACCOUNTING POLICIES (Continued)

#### ***Employee entitlements***

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for such entitlements as a result of services rendered by employees up to the reporting date. The estimated monetary liability for employees accrued annual leave entitlements at the reporting date is recognised as expense accrual.

#### ***Comparatives***

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current year.

#### ***Taxation***

Whilst the organisation does not have a tax exemption certificate for the Kenya office at present, the organisation deals in activities which are not for profit and therefore the management is of the view that the organisation would not be subject to tax.

In Malawi, AFIDEP was granted diplomatic status and are therefore exempt from tax.

Therefore, no provision for current or deferred tax is recognised in these financial statements.

#### **Critical accounting estimates and judgements**

In the process of applying the Organization's accounting policies, management has made judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision only affects that period or in the period of the revision and future periods if the revision affects both current and future periods.

#### ***(i) Critical judgments in applying accounting policies***

##### ***Impairment of assets***

At the end of each reporting period, the Organisation reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss.

#### ***(ii) Key sources of estimation uncertainty***

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year:

##### **Property and equipment**

Critical estimates are made by management in determining the useful lives and residual values for property and equipment based on the intended use of the assets and the economic lives of those assets. Subsequent changes in circumstances such as technological advances or prospective utilization of the assets concerned could result in the actual useful lives or residual values differing from initial estimates.

# AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 2 ACCOUNTING POLICIES (Continued)

#### **Critical accounting estimates and judgements (Continued)**

##### **(ii) Key sources of estimation uncertainty (Continued)**

###### Impairment losses on financial assets

At the end of each reporting period, the Organization reviews the carrying amounts of its financial assets to determine whether there is any indication that these assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated, and an impairment loss is recognized in the statement of changes in net assets available for benefits whenever the carrying amount of the asset exceeds its recoverable amount.

###### Provisions and contingent liabilities

The Organization reviews its obligations at each statement of financial position date to determine whether provisions need to be made and if there are any contingent liabilities.

###### *Going Concern*

The financial statements have been prepared on a going concern basis on the belief that funds will continue to be received from donors. AFIDEP had current assets of USD 4,613,677 and current liabilities of USD 4,069,477. This position presents a positive working capital position of USD 544,200 indicating that AFIDEP will be able to meet its short-term obligations as they fall due.

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. GRANT MOVEMENT SCHEDULE (USD)

Donor	Project	Opening deferred income	Opening Grant receivable	Funds Received Jan-Dec 2022	Interest Earned	Earned income 2022 Jan-Dec 2022	Provision for bad debts	Deferred income 31 Dec 2022	Grant Receivable 31 Dec 2022	Earned income 2021
Anonymous Donor Susan Thompson Buffett Foundation	Exemplar in Adolescent SRHR - ASHER (Anonymous Donor)	624,965	-	465,442	-	516,477	-	573,930	-	-
Children's Investment Fund Foundation UK	CIFF- Putting countries back on the path on the SGD's	344,186	-	-	-	409,608	-	-	(65,422)	325,546
Children's Investment Fund Foundation UK	Planetary health	139,478	-	-	-	136,025	-	3,453	-	60,522
Foreign & Commonwealth and Development Office (FCDO)	Understanding the Role of State in Somalia: Implications for Donor Intervention	-	43,008	102,005	-	60,159	-	-	(1,162)	42,672
Foreign & Commonwealth and Development Office (FCDO)	LSTM-Leaving no one behind, Transforming gender pathways to health for TB LIGHT	-	44,425	198,869	-	207,852	-	-	(53,408)	155,943
Foreign & Commonwealth and Development Office (FCDO)	Epidemiological Modelling for health decision making in Sub-Saharan Africa	-	-	11,153	-	11,153	-	-	-	-
Foundation For Innovative New Diagnostics	FIND-Knowledge Translation& Policy Change Strategy in the Diagnostics for UHC Tracker Project in Kenya	-	-	8,493	-	12,109	-	-	(3,616)	-
GAVI Institute	GAVI-Global Immunization Learning Hub	-	-	26,654	-	61,433	-	-	(34,779)	-
German Development Agency	Population Dynamics Sexual & Reproductive Health & Rights (Giz -Main German Development Agency)	-	-	75,635	-	42,736	-	32,899	-	-
Global Integrity and Mo Ibrahim Foundation	Africa Integrity Indicators- Mo Ibrahim Foundation	60,644	-	112,663	-	279,761	-	-	(106,454)	62,876
Government of Botswana	Botswana Demographic Dividend Roadmap	-	79,015	107,543	-	146,580	-	-	(65,614)	79,015
Guttmacher Institute	Regional Advocacy on SRHR Guttmacher	-	26,955	41,719	-	22,270	-	-	(7,506)	45,184
Guttmacher Institute	Guttmacher - A New Social and Economic Investment Case for FP &SRH	-	-	206,758	-	20,969	-	185,789	-	-
International Union for the Scientific Study of Population (IUSPP)	Estimating the impact of increasing FP on urban development, and identifying ways of integrating FP into urban development planning and the functions of city councils (Malawi) – Proposal - IUSPP	1,393	13,149	6,928	-	1,393	3,436	-	-	23,666
Itad Ltd	GCRF EVALUATION	-	8,794	16,541	-	26,325	-	-	(18,578)	20,494

Donor	Project	Opening deferred income	Opening Grant receivable	Funds Received Jan-Dec 2022	Interest Earned	Earned income 2022 Jan-Dec 2022	Provision for bad debts	Deferred income 31 Dec 2022	Grant Receivable 31 Dec 2022	Earned income 2021
Medical Research Council (MRC) -UK	DRUM (Identifying barriers to the sustainable delivery of collaborative actions to address antimicrobial resistance in Malawi)	-	36,345	36,774	-	2,288	-	-	(1,859)	77,420
Medical Research Council (MRC) -UK	Partnership for Increasing the Impact of Vector Control (PIIVeC) - Global Challenges Research Fund (GCRF) (through LSTM)	-	42,651	20,032	-	1,634	24,253	-	-	48,602
National Institute for Health Research (NIHR)	Controlling Vector-Borne Diseases in Emerging Agricultural Systems in Malawi SHIRE VEC	-	-	37,689	-	39,674	-	-	(1,985)	-
UNFPA	UNFPA Malawi — Population Day, Symposium and Policy Dialogues	-	12,020	-	-	-	-	-	(12,020)	-
The Bill & Melinda Gates Foundation	Examining Traditional Method Use: Desperation or Innovation? —TEAM-UP	1,662,893	-	518,632	-	1,400,156	-	781,369	-	829,541
The Bill & Melinda Gates Foundation	BMGF Transformative technologies	445,909	-	1,100,000	31,729	1,133,864	-	443,774	-	675,639
The Bill & Melinda Gates Foundation	BMGF ALDIH Domestic Health Financing	-	-	1,650,000.00	-	201,301	-	1,448,319	-	-
The Bill & Melinda Gates Foundation	Exemplars in FP BMGF (led by Popcouncil and AKU)	-	-	45,289	-	100,729	-	-	(55,441)	-
The Union for the Study of African Population (UAPS)	Support for African Research and Data use Capacity Building(AFRES-DATA)	-	-	-	-	17,705	-	-	(17,705)	-
The Union for the Study of African Population (UAPS)	Training Curriculum Development & Implementation for Early Career Researcher Capacity Building Programme (Afres Data)	-	-	-	-	4,100	-	-	(4,100)	-
The William and Flora Hewlett Foundation	ORGANIZATION DEVELOPMENT 2022	-	-	100,000	-	85,000	-	-	-	-
United Nations	UNECA -DD Consultancy	-	-	-	-	12,000	-	-	(12,000)	-
United Nations Population Fund	ICPD+25 M&E Framework	-	32,450	24,055	-	-	8,430	-	-	43,753
United States Agency for International Development (USAID)	BUILD-PACE2 - Building Capacity for Integrated FP/RH and PED Action	-	576,838	1,717,247	-	1,583,484	-	-	(443,075)	-
University of North Carolina UNC	Full Access Full Choice (FAFC (2022))	-	-	60,028	-	71,348	-	-	(11,320)	-
USAID Global Health Corps	Partners Fellowship programme - Global Health Corps	-	-	9,124	-	10,764	-	-	(1,640)	-
World Health Organisation	Heightening Institutional Capacity for Government use of Health Research (HIGH-Res) WHO	-	-	99,838	-	99,854	-	-	(16)	459,020

Donor	Project	Opening deferred income	Opening Grant receivable	Funds Received Jan-Dec 2022	Interest Earned	Earned income 2022 Jan-Dec 2022	Provision for bad debts	Deferred income 31 Dec 2022	Grant Receivable 31 Dec 2022	Earned income 2021
Preston	PRESTON-WERNER FOUNDATION (BUILD BUY IN Funding) to be deferred to2023	-	-	85,000	-	-	-	85,000	-	815,540
Children's Investment Fund Foundation UK	Water4Life Ethiopia CIFF Project	-	66,176	66,165	-	-	-	-	(9)	213,851
Swiss Tropical and Public Health Institute	Gavi-Girl Effect Partnership Independent Evaluation	-	5,261	-	-	-	5,261	-	-	11,274
National Institute for Health Research (NIHR)	Multidisciplinary Applied Health Research on Lung Health & TB (IMPALA) - GHR-National Institute for Health Research (through LSTM)-	-	110,352	110,353	-	-	-	-	-	129,194
National Institute for Health Research (NIHR)	African Research Consortium on Sepsis (ARCS) (led by LSTM)	-	11,112	-	-	-	-	-	(11,112)	38,781
National Institute for Health Research (NIHR)	Post TB Lung Disease	-	37,390	36,215	-	-	1,175	-	-	37,390
The Wellcome Trust Ltd	Malawi Liverpool Wellcome (MLW) Trust MOP Core Grant (through LSTM)	-	13,535	-	-	-	13,535	-	-	42,272
BJB Foundation	Malawi Priorities Project - JBJ Foundation through Copenhagen Consensus	-	54,000	54,000	-	-	-	-	-	95,873
United States Agency for International Development (USAID)	Policy, Advocacy, and Communication Enhanced for Population and Reproductive Health (PACE) -PRB 2020	-	65,000	79,686	-	14,686	-	-	-	65,000
The Wellcome Trust Ltd	Africa Population Cohorts Consortium Project(APCC)	-	-	19,916	-	5,872	-	14,045	-	-
Exeter University	ASAL-Landscape approach to improve governance of pastoral food systems in East Africa and Beyond-U.Exeter	-	8,638	10,852	-	-	-	2,214	-	-
Exeter University	Data to Policy (D2P) - Vital Strategies	-	-	-	-	9,242	-	-	(9,242)	15,872
An Essential Information Package for Optimising Community Antibiotic Use in East Africa (with LSTM)	Engineering and Physical Sciences Research Council (EPSRC)	-	-	-	-	-	-	-	-	3,821
Strengthening the Use of Evidence for Development Impact (SEDI) - with Oxford Policy Management - DFID	Foreign & Commonwealth and Development Office (FCDO)	-	-	-	-	-	-	-	-	7,453
SADC consultancy on regional inventory on sexual and GBV legislation	Southern African Development Community - SADC	-	-	-	-	-	-	-	-	3,500
Organizational Effectiveness Support - Hewlett	The William and Flora Hewlett Foundation	-	-	-	-	-	-	-	-	25,829
Evidence Leaders in Africa-ELA-Hewlett AAS	The William and Flora Hewlett Foundation	-	-	-	-	-	-	-	-	63,261

<b>Donor</b>	<b>Project</b>	<b>Opening deferred income</b>	<b>Opening Grant receivable</b>	<b>Funds Received Jan-Dec 2022</b>	<b>Interest Earned</b>	<b>Earned income 2022 Jan-Dec 2022</b>	<b>Provision for bad debts</b>	<b>Deferred income 31 Dec 2022</b>	<b>Grant Receivable 31 Dec 2022</b>	<b>Earned income 2021</b>
Malawi Parliament Enhancement Project (MPEP)	United States Agency for International Development (USAID)	-	-	-	-	-	-	-	-	158,751
consultancy services for Science Engagement to support Evidence Informed Policy Responses to COVID-19 in Africa		-	-	-	-	-	-	-	-	9,383
Partners Fellowship programme - Global Health Corps		-	-	-	-	-	-	-	-	12,559
Enhance Deltas	The Wellcome Trust	-	-	-	-	-	-	-	-	88,921
		<b>3,279,468</b>	<b>1,287,114</b>	<b>7,261,298</b>	<b>31,729</b>	<b>6,748,551</b>	<b>56,090</b>	<b>3,570,792</b>	<b>(938,063)</b>	<b>4,788,418</b>

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. GRANT MOVEMENT SCHEDULE (KES)

Contracted	Donor	Opening deferred income	Opening Grant receivable	Funds Received	Interest	Earned income 2022	Provision for bad debts	Translation Difference	Grant Payable	Grant Receivable	Earned income 2021
Exemplar in Adolescent SRHR - ASHER (Anonymous Donor)	Anonymous Donor Susan Thompson Buffett Foundation	71,592,764	-	54,862,155	-	60,877,720	-	5,230,539	70,807,738	-	-
CIFF- Putting countries back on the path on the SGD's	Children's Investment Fund Foundation UK	39,428,168	-	-	-	48,280,889	-	781,430	-	(8,071,291)	35,697,556
Planetary health	Children's Investment Fund Foundation UK	15,977,880	-	-	-	16,033,415	-	481,544	426,009	-	6,636,510
Understanding the Role of State in Somalia: Implications for Donor Intervention	Foreign & Commonwealth and Development Office (FCDO)	-	4,870,363	12,023,483	-	7,091,049	-	(205,431)	-	(143,360)	4,679,186
LSTM-Leaving no one behind, Transforming gender pathways to health for TB LIGHT	Foreign & Commonwealth and Development Office (FCDO)	-	5,030,856	23,440,936	-	24,499,741	-	(499,469)	-	(6,589,131)	17,099,848
Epidemiological Modelling for health decision making in Sub-Saharan Africa	Foreign & Commonwealth and Development Office (FCDO)	-	-	1,314,620	-	1,314,616	-	-	4	-	-
FIND-Knowledge Translation & Policy Change Strategy in the Diagnostics for UHC Tracker Project in Kenya	Foundation For Innovative New Diagnostics	-	-	1,001,079	-	1,427,338	-	(19,898)	-	(446,157)	-
GAVI-Global Immunization Learning Hub	GAVI Institute	-	-	3,141,790	-	7,241,174	-	(191,366)	-	(4,290,750)	-
Population Dynamics Sexual & Reproductive Health & Rights (GIZ -Main German development agency)	German Development Agency	-	-	8,915,204	-	5,037,339	-	181,025	4,058,891	-	-
Africa Integrity Indicators- Mo Ibrahim Foundation	Global Integrity and Mo Ibrahim Foundation	6,947,066	-	13,279,710	-	32,975,717	-	(384,642)	-	(13,133,583)	6,894,621
Botswana Demographic Dividend Roadmap	Government of Botswana	-	8,947,958	12,676,210	-	17,277,489	-	5,454,213	-	(8,095,024)	8,664,384

Contracted	Donor	Opening deferred income	Opening Grant receivable	Funds Received	Interest	Earned income 2022	Provision for bad debts	Translation Difference	Grant Payable	Grant Receivable	Earned income 2021
Regional Advocacy on SRHR Guttmacher	Guttmacher Institute	-	3,052,461	4,917,464	-	2,624,989	-	(166,046)	-	(926,032)	4,954,613
Guttmacher - A New Social and Economic Investment Case for FP &SRH	Guttmacher Institute	-	-	24,370,790	-	2,471,639	-	1,022,288	22,921,439	-	-
Estimating the impact of increasing FP on urban development, and identifying ways of integrating FP into urban development planning and the functions of city councils (Malawi) – Proposal - IUSSP	International Union for the Scientific Study of Population (IUSPP)	159,575	1,489,005	817,493	-	164,194	405,448	137,821	-	-	2,595,102
GCRF EVALUATION	Itad Ltd	-	995,832	1,949,706	-	3,102,956	-	(142,919)	-	(2,292,002)	2,247,307
DRUM (Identifying barriers to the sustainable delivery of collaborative actions to address antimicrobial resistance in Malawi)	Medical Research Council (MRC) - UK	-	4,115,772	4,334,591	-	269,689	-	(178,426)	-	(229,296)	8,489,474
Partnership for Increasing the Impact of Vector Control (PIIVeC) - Global Challenges Research Fund (GCRF) (through LSTM)	Medical Research Council (MRC) - UK	-	4,829,898	2,361,194	-	192,631	2,992,169	5,653,505	-	-	5,329,398
Controlling Vector-Borne Diseases in Emerging Agricultural Systems in Malawi SHIRE VEC	National Institute for Health Research (NIHR)	-	-	4,442,484	-	4,676,474	-	(10,923)	-	(244,913)	-
UNFPA Malawi — Population Day, Symposium and Policy Dialogues	UNFPA	-	1,361,183	-	-	-	-	(121,766)	-	(1,482,949)	-
Examining Traditional Method Use: Desperation or Innovation? —TEAM-UP	The Bill & Melinda Gates Foundation	190,492,462	-	61,131,718	-	165,037,965	-	9,813,983	96,400,198	-	90,962,767
BMGF Transformative technologies	The Bill & Melinda Gates Foundation	51,081,009	-	129,658,196	3,739,932	133,649,759	-	3,920,573	54,749,950	-	74,086,746
BMGF ALDIH Domestic Health Financing	The Bill & Melinda Gates Foundation	-	-	194,487,294	-	23,772,359	-	7,969,249	178,684,184	-	-
Exemplars in FP BMGF (led by Pop council and AKU)	The Bill & Melinda Gates Foundation	-	-	5,338,205	-	11,873,094	-	(305,059)	-	(6,839,948)	-

Contracted	Donor	Opening deferred income	Opening Grant receivable	Funds Received	Interest	Earned income 2022	Provision for bad debts	Translation Difference	Grant Payable	Grant Receivable	Earned income 2021
Support for African Research and Data use Capacity Building(AFRES-DATA)	The Union for the Study of African Population (UAPS)	-	-	-	-	2,086,954	-	(97,422)	-	(2,184,376)	-
Training Curriculum Development & Implementation for Early Career Researcher Capacity Building Programme	The Union for the Study of African Population (UAPS)	-	-	-	-	483,271	-	(22,560)	-	(505,831)	-
Organization Development 2022	The William and Flora Hewlett Foundation	-	-	11,787,109	-	10,019,042	-	(1,768,066)	-	-	-
UNECA -DD Consultancy	United Nations	-	-	-	-	1,414,453	-	(66,029)	-	(1,480,482)	-
ICPD+25 M&E Framework	United Nations Population Fund	-	3,674,741	2,835,395	-	-	1,035,714	(5,474,422)	-	-	4,797,654
BUILD-PACE2 - Building Capacity for Integrated FP/RH and PED Action	United States Agency for International Development (USAID)	-	65,322,967	202,413,771	-	186,646,928	-	(5,107,534)	-	(54,663,658)	-
Full Access Full Choice (FAFC (2022))	University of North Carolina UNC	-	-	7,075,566	-	8,409,896	-	(62,289)	-	(1,396,619)	-
Partners Fellowship programme - Global Health Corps	USAID Global Health Corps	-	-	1,075,444	-	1,268,747	-	(9,024)	-	(202,326)	-
Heightening Institutional Capacity for Government use of Health Research (HIGH-Res) WHO	World Health Organisation	-	-	11,768,014	-	11,769,900	-	(88)	-	(1,974)	50,333,515
PRESTON-WERNER FOUNDATION (BUILD BUY IN Funding) to be deferred to2023	Preston	-	-	10,019,042	-	-	-	467,705	10,486,748	-	89,427,451
Water4Life Ethiopia CIFF Project	Children's Investment Fund Foundation UK	-	7,493,939	7,798,940	-	-	-	-306,313	-	(1,311)	23,449,689
Gavi-Girl Effect Partnership Independent Evaluation	Swiss Tropical and Public Health Institute	-	595,772	-	-	-	649,069	53,296	-	-	1,236,249
Multidisciplinary Applied Health Research on Lung Health & TB (IMPALA) - GHR-National Institute for Health Research (through LSTM)-	National Institute for Health Research (NIHR)	-	12,496,660	13,007,416	-	-	-	510,756	-	-	14,166,642

Contracted	Donor	Opening deferred income	Opening Grant receivable	Funds Received	Interest	Earned income 2022	Provision for bad debts	Translation Difference	Grant Payable	Grant Receivable	Earned income 2021
African Research Consortium on Sepsis (ARCS) (led by LSTM)	National Institute for Health Research (NIHR)	-	1,258,412	-	-	-	-	-112,573	-	(1,370,985)	4,252,556
Post TB Lung Disease	National Institute for Health Research (NIHR)	-	4,234,192	4,268,701	-	-	-	34,510	-	-	4,100,004
Malawi Liverpool Wellcome (MLW) Trust MOP Core Grant (through LSTM)	The Wellcome Trust Ltd	-	1,532,746	-	-	-	1,669,860	137,114	-	-	4,635,319
Malawi Priorities Project - JBJ Foundation through Copenhagen Consensus	BJB Foundation	-	6,115,133	6,365,038	-	-	-	249,905	-	-	10,512,889
Policy, Advocacy, and Communication Enhanced for Population and Reproductive Health (PACE) -PRB 2020	United States Agency for International Development (USAID)	-	7,360,806	9,392,675	-	1,731,017	-	(15,022,425)	40	-	7,127,532
Africa Population Cohorts Consortium Project(APCC)	The Wellcome Trust Ltd	-	-	2,347,521	-	647,294	-	79,369	1,779,596	-	1,740,459
ASAL-Landscape approach to improve governance of pastoral food systems in East Africa and Beyond-U.Exeter	Exeter University	-	995,860	1,279,137	-	-	-	(2,021,095)	253,902	-	-
Data to Policy (D2P) - Vital Strategies	Exeter University	-	-	-	-	1,089,304	-	(50,851)	-	(1,140,156)	-
An Essential Information Package for Optimising Community Antibiotic Use in East Africa (with LSTM)	Engineering and Physical Sciences Research Council (EPSRC)	-	-	-	-	-	-	-	-	-	418,987
Strengthening the Use of Evidence for Development Impact (SEDI) - with Oxford Policy Management - DFID	Foreign & Commonwealth and Development Office (FCDO)	-	-	-	-	-	-	-	-	-	817,258
SADC consultancy on regional inventory on sexual and GBV legislation	Southern African Development Community - SADC	-	-	-	-	-	-	-	-	-	383,790
Organizational Effectiveness Support - Hewlett	The William and Flora Hewlett Foundation	-	-	-	-	-	-	-	-	-	2,832,251
Evidence Leaders in Africa-ELA-Hewlett AAS	The William and Flora Hewlett Foundation	-	-	-	-	-	-	-	-	-	6,936,877

<b>Contracted</b>	<b>Donor</b>	<b>Opening deferred income</b>	<b>Opening Grant receivable</b>	<b>Funds Received</b>	<b>Interest</b>	<b>Earned income 2022</b>	<b>Provision for bad debts</b>	<b>Translation Difference</b>	<b>Grant Payable</b>	<b>Grant Receivable</b>	<b>Earned income 2021</b>
Malawi Parliament Enhancement Project (MPEP)	United States Agency for International Development (USAID)	-	-	-	-	-	-	-	-	-	17,407,686
consultancy services for Science Engagement to support Evidence Informed Policy Responses to COVID-19 in Africa		-	-	-	-	-	-	-	-	-	1,028,887
Partners Fellowship programme - Global Health Corps		-	-	-	-	-	-	-	-	-	1,377,149
Enhance Deltas	The Wellcome Trust	-	-	-	-	-	-	-	-	-	9,750,390
		<b>375,678,924</b>	<b>145,774,556</b>	<b>855,897,091</b>	<b>3,739,932</b>	<b>795,459,042</b>	<b>6,752,260</b>	<b>(9,832,189)</b>	<b>440,568,699</b>	<b>(115,732,117)</b>	<b>525,070,746</b>

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3 (b) EARNED INCOME

Earned income represents the expenditure incurred to deliver the project as agreed with the donor. The project expenditure incurred above the approved donor budgets is charged to AFIDEP's unrestricted income.

4. UNRESTRICTED INCOME

This is unrestricted funding from The William and Flora Hewlett Foundation.

5. OTHER OPERATING INCOME

	<b>2022</b>	<b>2022</b>	<b>2021</b>	<b>2021</b>
	<b>USD</b>	<b>KES</b>	<b>USD</b>	<b>KES</b>
VAT refunds (Malawi Government)	135,279	15,736,384	41,113	4,508,189
Interest income	50,120	5,956,325	25,532	2,799,608
Exchange gain	8,253	965,601	41,050	4,501,171
Gain on disposal of property and equipment*	3,516	415,675	273	29,935
	<u>197,168</u>	<u>23,073,985</u>	<u>107,968</u>	<u>11,838,903</u>

\*This related to disposal of assets that had a value below the AFIDEP capitalisation threshold

6. PROGRAMME COSTS

	<b>2022</b>	<b>2022</b>	<b>2021</b>	<b>2021</b>
	<b>USD</b>	<b>KES</b>	<b>USD</b>	<b>KES</b>
Project personnel costs	2,607,754	305,005,980	1,995,641	218,823,930
Project direct costs	1,020,052	120,722,628	1,026,602	112,567,891
Project travel costs	655,320	77,071,074	228,350	25,038,794
Partners (collaborators) costs	1,350,204	157,094,245	728,654	79,897,605
Programme support staff costs	389,818	45,508,689	199,083	21,829,640
	<u>6,023,148</u>	<u>705,402,616</u>	<u>4,178,330</u>	<u>458,157,860</u>

7. EMPLOYMENT COSTS

Administrative staff salaries	261,326	30,574,806	256,370	28,111,214
Staff training	3,464	395,752	1,679	184,104
Staff other benefits	8,857	993,961	60,803	6,667,107
Staff welfare	54,750	6,305,737	15,717	1,723,384
Staff recruitments	28,022	3,270,519	14,170	1,553,754
Other staff costs	58,545	6,851,962	88,494	9,703,410
	<u>414,964</u>	<u>48,392,737</u>	<u>437,233</u>	<u>47,942,973</u>

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

NOTES TO THE FINANCIAL STATEMENTS (continued)

8. OTHER ADMINISTRATIVE EXPENSES

	2022 USD	2022 KES	2021 USD	2021 KES
Office rent	188,985	22,141,032	150,756	16,530,564
Depreciation charge for the year	78,179	9,386,361	70,496	7,813,183
Travelling/conference and meetings	58,315	6,857,300	27,956	3,065,402
Internet expenses	24,655	2,870,403	31,880	3,495,672
Insurance - health scheme and others	46,994	5,466,137	5,110	560,316
Board expenses/remunerations	51,755	6,194,307	15,525	1,702,331
Office expenses	11,998	1,414,256	12,359	1,355,176
Repairs and maintenance - assets and facilities	19,555	2,301,699	29,877	3,276,042
Covid expenses	5,914	679,032	11,244	1,232,915
Insurance of assets	23,856	2,778,302	20,431	2,240,279
Bank charges	28,754	3,356,836	22,197	2,624,715
Advertisements	3,629	419,340	9,999	1,096,400
Security	1,022	117,777	2,580	282,899
Professional fees	69,765	7,564,968	93,525	10,255,105
Telephone communication and postage	6,106	723,573	5,791	635,098
Local travel (cabs)	21,226	2,524,395	7,195	788,939
Audit fees	24,786	2,920,849	4,978	545,842
Electricity	14,103	1,673,881	8,118	890,146
Office stationery and printing costs	21,624	2,559,285	6,711	735,868
Newspapers and periodicals	2,153	246,342	6,668	731,153
Subscriptions	12,992	1,478,820	1,540	168,862
General expenses and repairs	10,880	1,302,716	2,101	230,377
Leave provision	31,613	3,661,693	14,039	1,539,390
Partnership building & resource mobilization	15,849	1,839,228	28,652	3,141,719
Motor vehicle expenses	2,350	273,910	-	-
Bad debts (collaborators) – Note 10	4,919	606,874	-	-
Bad debts (donors) – Note 3	56,090	6,346,812	-	-
Administrative expenses	104,110	12,840,807	-	-
<b>Total other administrative expenses</b>	<b>942,177</b>	<b>110,546,935</b>	<b>589,728</b>	<b>64,938,393</b>

## AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

## NOTES TO THE FINANCIAL STATEMENTS (continued)

## 9. PROPERTY AND EQUIPMENT

	Computers & software	Furniture and fittings	Office equipment	Motor Vehicle	Total	Computers & software	Furniture and fittings	Office equipment	Motor Vehicle	Total
	USD	USD	USD	USD	USD	KES	KES	KES	KES	KES
<b>For the year ended 31 December 2022</b>										
<b>Cost</b>										
As at 1 January 2022	125,943	160,508	68,671	97,919	453,041	13,838,901	17,637,120	7,545,752	10,759,565	49,781,338
Additions	57,500	46,950	42,082	125,105	271,637	6,794,339	5,575,207	4,964,587	14,942,758	32,276,891
Translation difference	-	-	-	-	-	1,998,765	2,382,493	1,153,646	1,812,928	7,347,832
As at 31 December 2022	<b>183,443</b>	<b>207,458</b>	<b>110,753</b>	<b>223,024</b>	<b>724,678</b>	<b>22,632,005</b>	<b>25,594,820</b>	<b>13,663,985</b>	<b>27,515,251</b>	<b>89,406,061</b>
<b>Depreciation</b>										
As at 1 January 2022	108,253	100,052	51,126	19,395	278,826	12,247,874	11,320,003	5,784,457	2,194,374	31,546,708
Charge for the year	17,967	22,752	10,555	26,905	78,179	2,006,555	2,523,680	1,134,501	3,025,825	8,690,561
	-	-	-	-	-	1,317,774	1,307,076	690,843	491,994	3,807,687
	<b>126,220</b>	<b>122,804</b>	<b>61,681</b>	<b>46,300</b>	<b>357,005</b>	<b>15,572,203</b>	<b>15,150,759</b>	<b>7,609,801</b>	<b>5,712,193</b>	<b>44,044,956</b>
<b>Net Book Value</b>										
As at 31st December 2022	<b>57,223</b>	<b>84,654</b>	<b>49,072</b>	<b>176,724</b>	<b>367,673</b>	<b>7,059,802</b>	<b>10,444,060</b>	<b>6,054,184</b>	<b>21,803,058</b>	<b>45,361,105</b>
<b>For the year ended 31 December 2021</b>										
<b>Cost</b>										
As at 1 January 2021	112,000	156,988	67,536	-	336,522	10,494,235	16,813,132	7,420,987	-	34,728,354
Additions	13,943	3,520	1,135	97,921	116,519	3,344,666	823,988	124,765	10,759,565	15,052,984
As at 31 December 2021	<b>125,943</b>	<b>160,508</b>	<b>68,671</b>	<b>97,919</b>	<b>453,041</b>	<b>13,838,901</b>	<b>17,637,120</b>	<b>7,545,752</b>	<b>10,759,565</b>	<b>49,781,338</b>
<b>Depreciation</b>										
As at 1 January 2021	81,855	82,802	43,672	-	208,329	9,062,625	9,037,652	5,022,583	-	23,122,859
Charge for the year	26,398	17,250	7,453	19,395.00	70,496	2,922,672	1,881,475	857,123	2,151,913	7,813,183
	<b>108,253</b>	<b>100,052</b>	<b>51,125</b>	<b>19,395</b>	<b>278,825</b>	<b>11,985,297</b>	<b>10,919,127</b>	<b>5,879,706</b>	<b>2,151,913</b>	<b>30,936,042</b>
<b>Net Book Value</b>										
As at 31 December 2021	<b>17,693</b>	<b>60,461</b>	<b>17,546</b>	<b>78,525</b>	<b>174,216</b>	<b>1,853,604</b>	<b>6,717,994</b>	<b>1,666,046</b>	<b>8,607,652</b>	<b>18,845,296</b>

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

NOTES TO THE FINANCIAL STATEMENTS (continued)

10(a) COLLABORATORS (USD)

Name of collaborator	Receivables as at 31.12.2021	Payables as at 31.12.2021	Disbursements	Liquidations	Provision for bad debts	Receivables as at 31.12.2022	Payables as at 31.12.2022
Akena Associate	25,976	-	396,752	138,795	-	283,933	-
Population and Health Research Institute-PHERI	22,708	-	168,920	75,999	-	115,629	-
The University of Kinshasa UNIKIN	3,648	-	84,169	64,607	-	23,210	-
Ibadan University	3,006	-	41,985	32,606	-	12,385	-
Region Institute for Population Studies - RIPS	5,406	-	272,923	79,948	-	198,382	-
University of Portsmouth	23,748	-	-	32,910	-	-	(9,162)
University Of Portsmouth	-	-	44,283	25,716	-	18,567	-
University of Southampton	-	-	-	23,556	-	-	(23,556)
Centre for Policy Analysis (CEPA) C - Uganda	55,800	-	66,960	88,713	-	34,047	-
Centre de Recherche en Sante de Nouna -CRSN Burkina Faso	76,105	-	-	96,274	-	-	(20,169)
IFAKARA Ifakara Health Istitute	-	-	79,295	56,087	-	23,208	-
Leadership for Environment and Development -LEAD	-	-	4,244	-	-	4,244	-
Laboratoire De Recherche Sur Les Transformations Economiques Et Sociales (LARTES)	-	-	4,919	-	(4,919)	-	-
Partners in Population and Development Africa Regional Office -PPD-ARO	-	-	236,300	-	-	236,300	-
The Center for Rapid Evidence Synthesis -ACRES	-	(65,573)	65,573	52,791	-	-	(52,791)
Kamuzu University of Health Sciesces/Malawi College of Medicine	-	(6,611)	10,323	3,712	-	-	-
Kenya Medical Research Institute (KEMRI)	-	-	7,026	7,026	-	-	-
Malawi Liverpool Welcome Trust	-	(23,808)	43,933	20,125	-	-	-
Pan African Climate Justice Alliance -PACJA	-	(69,616)	115,508	83,804	-	-	(37,912)

<b>Name of collaborator</b>	<b>Receivables as at 31.12.2021</b>	<b>Payables as at 31.12.2021</b>	<b>Disbursements</b>	<b>Liquidations</b>	<b>Provision for bad debts</b>	<b>Receivables as at 31.12.2022</b>	<b>Payables as at 31.12.2022</b>
PATH Foundation Philippines Inc - PFPI	-	(96,319)	165,361	108,805	-	-	(39,763)
FHI 360	-	(108,955)	279,807	236,669	-	-	(65,817)
Leadership for Environment and Development -LEAD	-	(102,112)	235,309	170,148	-	-	(36,951)
	<b>216,397</b>	<b>(472,994)</b>	<b>2,323,590</b>	<b>1,398,291</b>	<b>(4,919)</b>	<b>949,905</b>	<b>(286,121)</b>

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

NOTES TO THE FINANCIAL STATEMENTS (continued)

10(b) COLLABORATORS (KES)

Name of collaborator	Receivables as at 31 December 2021	Payables as at 31 December 2021	Disbursements	Liquidations	Provisions for bad debts	Translation Reserves	Receivable as at 31 December 2022	Payables as at 31 December 2022
Akena Associate	2,784,075	-	48,948,683	17,123,625	-	420,675	35,029,808	-
Population and Health Research Institute-PHERI	2,433,815	-	20,840,252	9,376,263	-	367,750	14,265,554	-
University of Kinshasa UNIKIN	390,988	-	10,384,224	7,970,792	-	59,078	2,863,498	-
Ibadan University	322,179	-	5,179,836	4,022,716	-	48,681	1,527,980	-
Region Institute for Population Studies - RIPS	579,515	-	33,671,466	9,863,465	-	87,565	24,475,082	-
University of Portsmouth	2,545,282	-	-	4,060,222	-	384,593	-	(1,130,348)
University Of Portsmouth	-	-	5,463,349	3,172,673	-	-	2,290,676	-
University of Southampton	-	-	-	2,906,186	-	-	-	(2,906,186)
Centre for Policy Analysis (CEPA) C - Uganda	5,980,574	-	8,261,090	10,944,833	-	903,667	4,200,498	-
Centre de Recherche en Sante de Nouna -CRSN Burkina Faso	8,156,838	-	-	11,877,660	-	1,232,501	-	(2,488,320)
IFAKARA Ifakara Health Istitute	-	-	9,782,902	6,919,706	-	57	2,863,254	-
Leadership for Environment and Development -LEAD	-	-	523,597	-	-	-	523,597	-
Laboratoire De Recherche Sur Les Transformations Economiques Et Sociales (LARTES)	-	-	606,874	-	(606,874)	-	-	-
Partners in Population and Development Africa Regional Office -PPD-ARO	-	-	29,153,158	-	-	-	29,153,158	-
The Center for Rapid Evidence Synthesis - ACRES	-	(7,441,220)	8,089,971	6,513,010	-	(648,751)	-	(6,513,010)
Kamuzu University of Health Sciesces/Malawi College of Medicine	-	(750,216)	1,273,585	457,962	-	(65,407)	-	-

<b>Name of collaborator</b>	<b>Receivables as at 31 December 2021</b>	<b>Payables as at 31 December 2021</b>	<b>Disbursements</b>	<b>Liquidations</b>	<b>Provisions for bad debts</b>	<b>Translation Reserves</b>	<b>Receivable as at 31 December 2022</b>	<b>Payables as at 31 December 2022</b>
Kenya Medical Research Institute (KEMRI)	-	-	866,822	866,822	-	-	-	-
Malawi Liverpool Welcome Trust	-	(2,701,730)	5,420,168	2,482,892	-	(2,937,276)	-	-
Pan African Climate Justice Alliance -PACJA	-	(7,900,019)	14,250,626	10,339,193	-	(688,751)	-	(4,677,336)
PATH Foundation Philippines Inc -PFPI	-	(10,930,274)	20,401,165	13,423,654	-	(952,938)	-	(4,905,700)
FHI 360	-	(12,364,206)	34,520,769	29,198,683	-	(1,077,954)	-	(8,120,074)
Leadership for Environment and Development -LEAD	-	(11,587,663)	29,030,895	20,991,754	-	(1,010,252)	-	(4,558,773)
<b>Total</b>	<b>23,193,267</b>	<b>(53,675,328)</b>	<b>286,669,431</b>	<b>172,512,111</b>	<b>(606,874)</b>	<b>(3,876,762)</b>	<b>117,193,105</b>	<b>(35,299,749)</b>

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

NOTES TO THE FINANCIAL STATEMENTS (continued)

11 OTHER RECEIVABLES

	2022 US\$	2022 KES	2021 US\$	2021 KES
Prepayments	56,100	6,921,253	40,683	4,290,430
Supplier deposits	32,522	4,012,352	25,062	2,758,720
Staff debtors	9,369	1,155,886	15,899	1,675,933
Other debtors	57,855	7,137,775	-	-
	<u>155,846</u>	<u>19,227,266</u>	<u>81,644</u>	<u>8,725,083</u>

12. CASH AND CASH EQUIVALENTS

Cash in hand	48,824	6,023,588	1,044	115,421
Bank balance	1,505,458	185,733,622	1,912,975	210,189,311
	<u>1,554,282</u>	<u>191,757,210</u>	<u>1,914,019</u>	<u>210,304,732</u>

13. BANK DEPOSITS

**Fixed Deposits**

Maturing after 90 days

Bank deposits	<u>1,015,581</u>	<u>125,295,783</u>	<u>1,190,286</u>	<u>130,783,853</u>
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The movement in the bank deposits  
is as follows:

At 1 January	1,190,286	130,783,853	1,550,000	170,307,785
Deposits	800,000	98,698,800	400,000	46,688,362
Interest earned	25,295	3,120,733	-	-
Liquidations	(1,000,000)	(107,307,603)	(759,714)	(86,212,294)

At 31 December	<u>1,015,581</u>	<u>125,295,783</u>	<u>1,190,286</u>	<u>130,783,853</u>
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14. TRADE AND OTHER PAYABLES

Trade payables	114,784	14,161,247	134,467	15,250,726
Other payables	97,780	12,035,927	130,348	14,704,832
	<u>212,564</u>	<u>26,197,174</u>	<u>264,815</u>	<u>29,955,558</u>

AFRICAN INSTITUTE FOR DEVELOPMENT POLICY (AFIDEP)

NOTES TO THE FINANCIAL STATEMENTS (continued)

15 RELATED PARTY TRANSACTIONS

	2022 US\$	2022 KES	2021 US\$	2021 KES
a) Key management personnel compensation				
Salaries	625,500	73,363,253	595,069	65,249,829
Other benefits	170,819	20,034,877	167,039	18,315,994
	<u>796,319</u>	<u>93,398,130</u>	<u>762,108</u>	<u>83,565,823</u>
b) Board expenses				
Governance costs	51,755	6,070,207	15,525	1,702,331
	<u>51,755</u>	<u>6,070,207</u>	<u>15,525</u>	<u>1,702,331</u>

16. CURRENCY

The functional currency of AFIDEP is US Dollars. Income and expenditure balances in the financial statements have been translated using the monthly rates prevailing on the date of the transactions, while the balances on the statement of financial position have been translated to Kenya Shillings using a rate of 123.37 which was the closing rate for 2022 from the Central bank of Kenya

17. EVENTS AFTER THE REPORTING PERIOD

The Organisation has evaluated subsequent events up to the date of the financial statements. Subsequent to 31 December 2022 there were no significant subsequent events that affected operation of the entity.