

**YOUTH ACTION VOLUNTEERS
P.O. Box 12183
DAR ES SALAAM**

AUDITED

***FINANCIAL STATEMENTS FOR SIXTEEN MONTHS
ENDED 31ST DECEMBER 2005***

**Y. H. MALUNDO AND COMPANY
CERTIFIED PUBLIC ACCOUNTANTS AND TAX CONSULTANTS
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REPORT OF THE AUDITORS

We have audited the financial statements of YOUTH ACTION VOLUNTEERS set out on pages 2 to 7 in accordance with approved auditing standards.

In common with many Trust funds operating in Tanzania of similar size and organization the system of internal control is depend upon the close involvement of the Board of Trustees and the Management Team of the organization.

Therefore we have accepted assurance from the Board and the Management Team that all the transactions have been reflected in the records, information and explanations presented to us.

Subject to the above, in our opinion, the financial statements that have been prepared under the historical cost convention give a true and fair view of the fund's financial affairs as at 31st December 2005, its income and expenditure and cash flows for the sixteen months then ended.

Y. H. Malundo & Company



Yona H. Malundo, ACPA
Certified Public Accountant and Tax Consultant

At Dar es Salaam
March 2006

**YOUTH ACTION VOLUNTEERS
P.O. BOX 12183
DAR ES SALAAM**

BALANCE SHEET AS AT 31ST DECEMBER 2005

	NOTE	31.12.2005 TSHS	31.08.2004 TSHS
FIXED ASSETS (NET)	2	11,198,972	4,929,854
CURRENT ASSETS			
Cash at Bank	3	12,355,307	6,806,608
Cash on hand		0	3,749,032
TOTAL CURRENT ASSETS		12,355,307	10,555,640
CURRENT LIABILITIES			
Creditors & Accrued charges	4	3,340,000	4,177,258
TOTAL CURRENT LIABILITIES		3,340,000	4,177,258
NET CURRENT ASSETS/LIABILITIES		9,015,307	6,378,382
		20,214,279	11,308,236
FINANCED BY			
Contribution by Founders	5	2,641,551	2,641,551
Accumulated Surplus		17,572,728	8,666,685
		20,214,279	11,308,236



Chairman, Board of Trustees





Executive Director

Notes 1 to 5 form part of these financial statements.

Auditors' report on page one.

YOUTH ACTION VOLUNTEERS
P.O. BOX 12183
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INCOME AND EXPENDITURE STATEMENT FOR THE SIXTEEN MONTHS
ENDED 31ST DECEMBER 2005

	31.12.2005	31.08.2004
	(16 Months)	(1 Year)
	TSHS	TSHS
<u>INCOME</u>		
United Nations Development Programme - Hamasika	56,774,700	0
PACT Tanzania - Pata Ujumbe	6,089,095	33,950,560
Kinondoni District Cluster (Home Based Care)	0	3,600,000
Southern Africa AIDS Training Programme -AIDS Impact Reductior	25,938,976	26,941,580
MS Tanzania - Wajibu Wetu	40,522,996	15,611,210
Income Generating Activity - YAV	0	152,100
Women Dignity Project (Focus Group Discussions)	240,000	0
Concern Tanzania (part of CMAC Evaluation Study)	508,000	0
	<u>130,073,767</u>	<u>80,255,450</u>
<u>OPERATING EXPENSES</u>		
Office rent	2,340,000	1,440,000
Salaries and Allowances	32,098,005	20,332,500
Printing & Stationery	2,201,115	4,326,795
Depreciation	2,171,282	402,819
Audit fee	200,000	150,000
Office Expenses	10,893,889	5,065,694
Project Activity Expenses	69,903,493	46,027,491
Motor Vehicle Expenses	1,359,940	0
	<u>121,167,724</u>	<u>77,745,299</u>
Surplus for the Period	<u>8,906,043</u>	<u>2,510,151</u>
Surplus Brought Forward	<u>8,666,685</u>	<u>6,156,534</u>
Surplus Carried Forward	<u>17,572,728</u>	<u>8,666,685</u>

Notes 1 to 5 form part of these financial statements.

Auditors' report on page one.

**YOUTH ACTION VOLUNTEERS
P.O. BOX 12183
DAR ES SALAAM**

**CASH FLOW STATEMENT FOR THE SIXTEEN MONTHS
ENDED 31ST DECEMBER 2005**

	TSHS
Surplus for the Sixteen Months	8,906,043
Add: Items not involving movement of cash:	
Depreciation	<u>2,171,282</u>
	11,077,325
(Decrease) in Creditors	<u>(837,258)</u>
Funds generated from operating activities	10,240,067
Application of funds:	
Acquisition of fixed assets	<u>(8,440,400)</u>
Increase/Decrease in cash	1,799,667
Cash at the beginning of the period	<u>10,555,640</u>
Cash at the End of the Sixteen Months	<u>12,355,307</u>

Notes 1 to 5 form part of these financial statements.

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**YOUTH ACTION VOLUNTEERS
P.O. BOX 12183
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NOTES TO THE FINANCIAL STATEMENTS : 31ST DECEMBER 2005

1.0 Principal Accounting Policies

1.1 Accounting Basis:

The financial statements have been prepared on historical cost accounting basis

1.2 Depreciation:

It is the fund's policy to write off the cost of fixed assets over their estimated useful life on reducing balance method at the following rates:

Furniture and office equipment	12.5%
Motor Vehicles	25%

1.3 Recognition of Income:

Income is recorded only when it is received.

1.4 Change of Accounting Period:

The financial year of the organisation has been changed from September of the year to August of the following year to the calendar year (January to December). As a result of this change the financial statements of this period have been prepared for sixteen months.

Note 2.0 Movement of Fixed Assets:

See next page

Note 3.0 Cash at Bank:

	31.12.2005	31.08.2004
	TSHS	TSHS
NBC: Samora Branch (SAT Project)	6,422,892	5,056,558
CRDB: Kijitonyama Branch (MS Tanzania Project)	4,813,648	1,750,050
NBC: Samora Branch (UNDP Project)	1,118,767	0
	<u>12,355,307</u>	<u>6,806,608</u>

Note 4.0 Creditors and Accrued charges

	31.12.2005	31.08.2004
	TSHS	TSHS
Creditors	3,140,000	4,027,258
Audit fee	200,000	150,000
	<u>3,340,000</u>	<u>4,177,258</u>

Note 5.0 Contribution by Founders:

Contribution by Founders in the form of Fixed Assets at cost	<u>2,641,551</u>	<u>2,641,551</u>
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Note: 2.0 Movement of Fixed Assets

ITEM	COST		DEPRECIATION				NET BOOK VALUE	
	As at 01.09.2004	Additions/ (Disposals) 31.12.2005	As at 31.12.2005	As at 01.09.2004	Charge for the period	As at 31.12.2005	As at 31.12.2005	As at 31.08.2004
Furniture and Fittings	784,000	65,000	849,000	164,048	85,619	249,667	599,333	619,952
Office Equipment	5,087,600	4,375,400	9,463,000	777,698	1,085,663	1,863,361	7,599,639	4,309,902
Motor Vehicles	-	4,000,000	4,000,000	-	1,000,000	1,000,000	3,000,000	-
TOTAL	5,871,600	8,440,400	14,312,000	941,746	2,171,282	3,113,028	11,198,972	4,929,854