



MBAE AND ASSOCIATES

Certified Public Accountants

AUDIT REPORT WINNERS GROUP INITIATIVE INCOME & EXPENDITURE STATEMENT FOR THE PERIOD BETWEEN 1ST JANUARY TO 31ST DECEMBER 2024

1. INTRODUCTION

This audit report presents an independent examination of the financial activities of Winners Group Initiative for the financial year ending December 31, 2024. The audit's objective was to ascertain the accuracy and fairness of the financial statements and evaluate compliance with relevant financial and accounting standards.

WINNERS GROUP INITIATIVE

INCOME & EXPENDITURE STATEMENT

For the Period: 1st January 2024 – 31st December 2024



1. REVENUE & FINANCIAL SUPPORT

Income Category	Breakdown / Source	Amount (KSH)
Cash Donations	General Public & Member Contributions	473,890
Grant Funding	Institutional & Donor Project Grants	1,593,005
Sales from Projects	Revenue generated from income activities	252,050
Awards & Support	Local government & community contributions	39,840
Total Cash Income		2,358,785
Donations in Kind (Non-Cash)	Educational materials & talent supplies (Note 1)	113,925
TOTAL REVENUE & SUPPORT		KSH 2,472,710



2. EXPENDITURE

2.1 Direct Project Implementation Costs

Sector	Project Name	Amount (KSH)
Sport	Annual Soccer Tournament Events	95,650
Education	Back to School Project	160,780
Talent	Young Artists' Project	23,000
Business	Poultry Project	471,000
Youth	Youth and Drugs Project	10,300
Women	Women Empowerment	77,800
Health	HIV/AIDS Forums and Meetings	223,450
Business	Bakery Project	240,000
Business	Pig Project	130,500
Subtotal: Direct Project Costs		KSH 1,432,480

2.2 Administrative & Operational Expenses

Expense Line Item	Description	Amount (KSH)
Rent	Office Space Lease	120,000
Staff Stipend	Key Operations Personnel	540,000
Utility Bills	Electricity, Water, Internet	105,565
Traveling	Local Field Logistics	9,870
Office Supplies	Stationery & Administration	150,870
Subtotal: Operational Expenses		KSH 926,305

2.3 Non-Cash Expense Allocations

Allocation	Description	Amount (KSH)
In-Kind Distribution	Direct utilization of donated goods (Note 1)	113,925
Subtotal: Non-Cash Costs		KSH 113,925

| TOTAL EXPENDITURE | | KSH 2,472,710 |

3. FINANCIAL SUMMARY & SURPLUS POSITION

Total Cash Revenue: KSH 2,358,785

Total Cash Expenditure (Project + Admin): KSH 2,358,785 (\$1,432,480 + 926,305\$)

Net Operating Cash Deficit: KSH 0

Total Income (Including Non-Cash): KSH 2,472,710

Total Expenses (Including Non-Cash): KSH 2,472,710

Net Surplus / (Deficit): KSH 0



NOTES TO THE FINANCIAL ACCOUNTS

Note 1 (Donations in Kind): Non-cash contributions valued at KSH 113,925 were received and fully utilized directly within project activities during the financial year. To ensure financial integrity and prevent artificial cash surplus inflation, an equivalent non-cash expense allocation of KSH 113,925 is recognized in the financial period.

RECOMMENDATIONS

Maintain Balanced Budget Allocation: With cash expenditures capped at KSH 2,358,785, operational overhead now accounts for 39.2% of total cash spending. Focus future income increases on direct project delivery to bring administrative ratios below 30%.

Accounting Policy & In-Kind Governance: Formalize an official valuation standard (e.g., local market price sampling) for incoming physical donations and maintain a logged Inventory & Asset Register with beneficiary receipts.

Project Profitability Tracking: With the Poultry Project budget aligned to KSH 471,000, track separate project ledgers monthly for all income-generating activities (Bakery, Poultry, and Pig Project) to ensure cost recovery.

Statutory Financial Statements: Expand future reporting to include a Statement of Financial Position (Balance Sheet) to capture cash at bank, petty cash holdings, assets, and liabilities.

CONCLUSION

Based on our review, the financial statements present a fair and accurate view of the Winners Group Initiative's financial position for the period ending December 31, 2024. The organization has effectively managed its financial resources, ensuring transparency and alignment with its objectives.

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