

KAMUZU UNIVERSITY
OF HEALTH SCIENCES

KAMUZU UNIVERSITY OF HEALTH SCIENCES
AFRICA CENTRE OF EXCELLENCE IN PUBLIC HEALTH AND
HERBAL MEDICINE
(ACEPHEM)

PROJECT NUMBER : ACEH 048
CREDIT NUMBER : IDA
GRANT NUMBER : (P151847)

SECTOR : HEALTH

FINANCIAL STATEMENTS

National Audit Office
Lilongwe 3
P.O Box 30045
Lilongwe 3
March 2023

ACEPHEM
PROJECT IDENTITY NUMBER-ACEII 048
INTERNATIONAL DEVELOPMENT ASSOCIATION- GRANT NUMBER: P151847
Financial Statements
For the year ended 31st March, 2022

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CONTROLLING OFFICERS REPORT

Introduction

The African region is faced with a double burden of communicable and non-communicable diseases. Diseases such as malaria, tuberculosis, HIV and AIDS and neglected tropical diseases (NTD) as well as physical injuries, cardiovascular diseases and diabetes cause significant morbidity and mortality on the continent. Further, Africa is urbanizing quickly to the extent that the proportion of countries with 20% or more of their population living in urban areas is increasing. Urban areas are suffering from communicable diseases such as those related to water, sanitation and hygiene (WASH) as well as non-communicable diseases associated with smoking, alcohol, stress, sedentary lifestyles, obesity and illicit drug use. Disparities between the wealthy and the poor contribute to the deteriorating health status of communities.

Natural products (e.g. herbs) are a source of many medicines even though there is increased prominence of synthetic medicines. The drug of choice for malaria in Malawi, i.e. Artemisinin-combination drugs resulted from herbal medicine research. The growing antimicrobial resistance globally also calls for alternative effective therapies, some of which may have origins from herbs. While these herbal remedies may be used, often, the dosage and toxicity remain undetermined for many natural remedies. Heavy metal contamination for instance, is a real concern so is modern drug-herbal interactions that may negatively affect the health of users.

The Africa Centre of Excellence in Public Health and Herbal Medicine (ACEPHEM) was established to increase Malawi's capacity to educate postgraduate students in public health and herbal medicine. The World Bank is funding the government of Malawi's ACEPHEM project through credit from the International Development Association (IDA). The project's implementation began on May 26, 2016, and it became operational on September 30, 2016. The project is expected to end on December 31, 2023.

Project Objectives

The ACEPHEM aims are to:

1. Build education capacity through training at the MSc, MMED (Master in Medicine) and MPhil/PhD levels in Public Health and Herbal Medicine for the Eastern and Southern Africa. The Centre will establish basic and applied research programs for African scientists in collaboration with relevant researchers from outside the region to

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- engage in high-impact (research) projects in urban public health on the one hand and herbal medicine in collaboration with traditional healers on the other.
2. Develop the human capacity for herbal medicine in practice, research, identification and industrialization. Such human capacity development will further contribute to the training and education of themselves, others, engage in multi-disciplinary endeavours of teaching and research and establish linkages or networks with colleagues in the region and elsewhere as well as rural communities from which many herbs are obtained
 3. Engage sustainably with various stakeholders including the private sector and civil society.

Project Activities

The project engages in the following:

- Train MSc/MPhil/MMED students in urban and public health/herbal medicine
- Train PhD students in fields that are relevant to public health (e.g. adolescent health, and herbal medicine)
- Conduct research in public health practice
- Build the capacity of partner research and academic institutions in urban, public health and herbal medicine
- Upgrade the center's premises for office space, teaching and meeting venues
- Conduct short term training workshops, support publications in peer-reviewed journals,
- Implement faculty and student exchanges
- Network with traditional healers and industry to commercialize products with the potential for the market.

Project Achievements

Component	Sub- component	Action Plan	DLI #	DLR #	Estimated Budget (US\$)	Status
1.0. ACE plan to achieve learning excellence	1.1 Development of new curricula or review of existing ones	1	2	2.4	\$223,000.00	Development of a taught PhD programme and processing international accreditation for MPH programme
	1.2 Students recruited and supported	1	2	2.3; 2.5	\$ 437,117.00	Advertisement for the programs at ACEPHEM was done. 23 students were recruited by June 2022. The centre facing challenges in recruiting international students. Many factors have attributed to this including competition with other neighboring universities which have favorable tuition fees conditions as compared to our University.
	1.3 Rehabilitate and upgrade teaching and learning facilities	1	2	2.2	\$ 50,000.00	The project assisted the University in building perimeter fence around the institutional houses, which also houses international students.
	1.4 Professional development and short courses	1	2	2.3	\$95,000.00	Collaborated with the Department of Health Systems and Policy and conducted a global health summer school.
2.0. ACE action plan to achieve teaching and applied research excellence	2.1 Procure general use teaching and research equipment and lab supplies	2	2	2.6	\$111,600.00	Procurement for reagents and lab materials for students conducting various experiments for their research
	2.2 Core team to lead public health and herbal medicine research	2	2	2.2	\$ 101,300.00	This is on going
	2.3 Field site monitoring and support and vehicle maintenance	2		2.6	\$ 34,600.00	Fuel and vehicle maintenance

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	2.4 Facilitating international conference presentations and manuscript publication	2	2	2	2.5	\$16,900.00	Supported students in peer reviewed journals. Supported the University in hosting an online COVID conference.
3.0. Attracting regional faculty and students	3.1 Education outreach program	3	2	2	2.5	\$7,850.00	This activity is planned for, it is on going
	3.2 Facilitating national and regional student and faculty exchange program	3	2	2	2.6	\$32,000.00	43 faculty and PhD students from various universities including Zambia, St. Paul's University in Kenya, Kamuzu University of Health Sciences from Malawi and Université Catholique Du Graben from DRC were supported
	3.3 Proposal development for possible funding (External revenue generation)	3	2	2		\$22,000.00	The project completed and submitted 10 proposals
	Conduct short course in accordance to the need	3	2	2		\$20,000.00	The project trained 112 men and women in various short courses including manuscript writing, proposal writing and grant writing. The participants of these training were students from various universities in the country
4.0 Collaboration with international partners	4.1 International Academic Partners monitoring and support	4	2	2	2.6	\$34,000.00	We visited our partners in Kenya and Rwanda
	4.2 MOU signing and joint Implementation Planning meeting	4	4	4	4.1	\$51,500.00	We signed a cannabis MOU with and Israeli company MIG

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	4.3 Partner implementation plan bi-Annual review meeting	4	4	4.2	\$ 8,000.00	We held meetings with our partners at LUANAR, MUST and Mzuni
5.0. Plan for management and governance	5.1 Project meetings conducted	5	2	1.1; 3.2; 3.3	\$130,866.00	The center conducted board meetings, National steering committee meeting, 2 Technical Appraisal Meetings and a Project review meetings
	5.2 Capacity building of ACEPHEM Staff	5	5		\$28,000.00	The center supports its employees in career development. In the reporting period the M/E officer was sent for an online training with the Galilee institute in Monitoring and Evaluation. The assistant registrar (Administration) has completed an MBA which was funded by the Center. An on-going Bachelor's degree tuition support for data personnel in the Research Support Center.
	5.3 Administration offices furnished and equipped	5	2	1.5	\$ 8,400.00	Procurement of furniture is need driven. During the reporting period the centre procured computers, PPEs and stationery for the team

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 Date: 1 Mar 2023
 Prof. Mepheron Mallewa
 Vice Chancellor
 Kamuzu University of Health Sciences (KUHeS)

ACEPHEM

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STATEMENT OF MANAGEMENT RESPONSIBILITIES For The Year Ended 31st March 2022

The management of ACEPHEM is required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the project as at the end of the financial year/period and of the operating results for that year.

The management is also required to ensure that the project keeps proper accounting records, which disclose with reasonable accuracy at any time the financial position of the project and enable them to ensure that the financial statements comply with the financial agreements and statutes.

In preparing the financial statements, the management accepts responsibility for the following:

- Maintenance of proper accounting records;
- Selection of suitable accounting policies and applying them consistently;
- Making judgment and estimates that are reasonable and prudent;
- Compliance with applicable accounting standards when preparing the consolidated financial statements, subject to any material departures being disclosed and explained in the consolidated financial statements.

The management also accepts responsibility for taking such steps as are reasonably open to them to safeguard the assets of the project and to maintain adequate systems of internal controls to prevent and detect fraud and other irregularities

The management is of the opinion that the financial statements give a true and fair view of the financial affairs of the project and of its operating results.

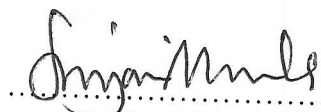
The financial statements have been approved by the Kamuzu University of Health Sciences and are signed on its behalf by:



.....

Prof McPherson Mallewa

Vice Chancellor, Kamuzu University of Health Sciences
ACEPHEM



.....
Prof. A. Muula

Centre Director,

Telephone: + 265 1 770 700
Website: <https://www.nao.gov.mw>

All Communications should be
addressed to:
National Audit Office



In reply please quote No.

NATIONAL AUDIT OFFICE
P.O. BOX 30045
CAPITAL CITY
LILONGWE 3
MALAWI

AUDITOR GENERAL'S REPORT

TO THE VICE CHANCELLOR OF KAMUZU UNIVERSITY OF HEALTH SCIENCES ON THE FINANCIAL STATEMENTS OF AFRICA CENTRE OF EXCELLENCE IN PUBLIC HEALTH AND HERBAL MEDICINE(ACEPHEM)-IDA (P151847) FOR THE YEAR ENDED 31ST MARCH, 2022

Opinion

I have audited the accompanying Financial Statements of the Africa Centre of Excellence in Public Health and Herbal Medicine comprising of Statement of Financial Position, Statement of Receipts and Payments and Notes to the Financial Statements for the period then ended as set out on pages 12 to 27.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Malawi Resilience and Disaster Risk Management Project as at 31st March, 2022 in accordance with the International Public Sector Accounting Standards (IPSAS), Donor terms of agreement and financial provisions.

Basis for Opinion

I conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). My responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am independent of the Africa Centre of Excellence in Public Health and Herbal Medicine in accordance with the International Standards of Supreme Audit Institutions 30 - *Code of ethics* (ISSAI 30) as promulgated by the International Organisation of Supreme Audit Institutions (INTOSAI), and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter

As discussed in Notes section paragraph 2.0 sub paragraph 2.1, the financial statements are of a period of 9 months beginning July 2021 to March 2022. My opinion is therefore not modified in respect of this matter

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

I have determined that there is no need to communicate key audit matters in my report due to the nature of the audited entity.

Management's Responsibility for the Project's Financial Statements

The Africa Centre of Excellence in Public Health and Herbal Medicine Project Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards (IPSAS). Financial Reporting under the Cash Basis of Accounting, Donor terms of agreement and financial provisions, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation of the financial statements that are free from material misstatements, whether due to fraud or error.

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

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or taken together, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Project's Financial Statements.

As part of an audit in accordance with ISSAIs, I exercise professional judgment and maintain professional scepticism throughout the audit. I 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 my 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 in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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.

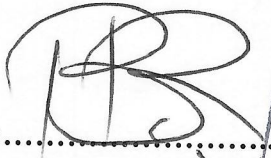
I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances,

I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication

The engagement auditor on the audit resulting in this Auditor General's report is:

Signature:.....

THOMAS K.B. MAKIWA
ACTING AUDITOR GENERAL
NATIONAL AUDIT OFFICE
LILONGWE
MALAWI


THE AUDITOR GENERAL
NATIONAL AUDIT OFFICE
27 FEB 2023
P.O. BOX 30045
LILONGWE 3




Date: 27th FEBRUARY 2023

STATEMENT OF FINANCIAL POSITION AS AT 31ST MARCH 2022

	NO TE	2022 MKW	2022 USD	2021 MKW	2021 USD
ASSETS					
Property, Plant and Equipment	3	489,391,442	598,789	425,361,764	527,479
CURRENT ASSETS					
Debtors		7,382,729	9,033	2,274,698	2,821
Cash and Bank	4	278,252,077	340,452	319,969,299	396,785
Total Current Assets		285,634,806	349,485	322,243,997	399,606
TOTAL ASSETS		775,026,248	948,273	747,605,761	927,084
FUNDS, RESERVES AND LIABILITIES					
FUNDS AND RESERVES					
Capital Funds		377,716,372	462,150	417,161,128	517,310
General Funds		270,730,117	331,248	320,019,518	396,847
Funds for specific purpose		(496,522)	(608)	(166,522)	(206)
Revaluation Reserves		111,675,070	136,639	8,200,635	10,169
Total Equities and Reserves		759,625,036	929,429	745,214,759	924,119
CURRENT LIABILITIES					
Trade accounts payables		-	-	-	-
Taxes payable		15,401,212	18,844	2,391,002	2,965
Total current liabilities		15,401,212	18,844	2,391,002	2,965
Total Equities and Liabilities		775,026,248	948,273	747,605,761	927,084



 Prof. McPherson Mallewa
 Vice Chancellor, KUHeS
 Kamuzu University of Health Sciences



 Mr G Mugawa
 Acting Director of Finance & Investment,
 Kamuzu University of Health Sciences

STATEMENT OF COMPREHENSIVE INCOME AND EXPENDITURE

	NOTES	2022 MKW	2022 USD	2021 MKW	2021 USD
INCOME					
Balance brought forward from 2017 - 2020		322,243,997	394,277	362,168,174	468,686
World bank funds	6	304,885,993	399,685	494,697,641	640,194
Other income		74,983,466	94,720	21,872,720	28,306
Exchange gain		28,458,539	5,295.00	31,157,937	40,322
Bank interest		987,438	1,113	1,279,455	1,656
TOTAL INCOME		731,559,434	895,090	911,175,927	1,179,163
EXPENDITURE					
Procurement of general use teaching material		-		36,127,463	46,753
Developing a new MSc at KUHES		102,648,750	125,595	439,983,115	569,387
Development of a core team		106,053,390	129,760	19,809,652	25,636
Procurement of vehicles and maintenances		6,880,934	8,419	5,264,018	6,812
Upgrading of teaching and learning facilities		8,019,868	9,813	7,395,900	9,571
Organising short courses		47,444,778	58,050	52,753,113	68,268
National and regional student / faculty exchange		95,192,143	116,471		-
Proposal development for possible funding		58,721,901	71,848	7,990,600	10,341
Conduct management meetings of ACEPHEM		28,403,608	34,753	27,287,804	35,313
ACEPHEM Administration offices furnished		5,480,530	6,706	5,344,949	6,917
Exchange Loss		930,331	1,138	-	-
Bank charges		1,053,083	1,288	574,999	744
TOTAL EXPENDITURE		460,829,317	563,842	602,531,612	779,743

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SURPLUS / DEFICIT)	270,730,117	331,248	308,644,315	399,420
REPRESENTED BY				
Local Account	21,621,055	26,454	45,680,538	59,116
FCDA Account	256,631,022	313,998	274,288,762	354,960
Debtors / Cash Imprests	7,382,729	9,033	2,274,698	2,941
TOTAL BANK	285,634,806	349,485	322,243,997	417,020
Tax	15,401,212	18,844	2,391,002	3,094.22
General purpose funds	(496,522)	(608)	11,208,680	14,505.28
TOTAL	14,904,689	18,236	13,599,682	17,600
GRAND TOTAL	270,730,117	331,248	308,644,315	399,420

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STATEMENT OF DESIGNATED ACCOUNT

BANK NUMBER: 0006708000177, FMB BANK					
	NOTE	2022 MKW	2022 USD	2021 MKW	2021 USD
Receipts					
Balance brought forward from 2018 - 2021		274,289,062	335,020	347,336,055	470,832
Cash Receipts	10	304,885,993	399,685	494,697,641	646,318
Receipts from other Funds	10	74,983,466	94,720	21,704,720	28,745
Interest received	10	976,853	1,257	1,279,455	1,667
Transfer to operating account	10	(405,236,190)	(493,855)	(407,957,084)	(530,440)
Total Receipts		249,899,183	336,827	457,060,787	617,122
Payments					
Total amount paid in respect of subsistence, training, bank Charges, net exchange loss, management meetings and other services	10	18,574,117	22,829	182,771,725	282,102
Total payments		18,574,117	22,829	182,771,725	282,102
Balance		231,325,066	313,998	274,289,062	335,020

STATEMENT OF SOURCES AND USES OF THE FUNDS

	2022 MKW	2022 USD	2021 MKW	2021 USD
SOURCES OF FUNDS				
Balance brought forward	322,243,997	394,277	362,168,174.44	468,686
World bank funds	304,885,993	399,685	494,697,640.54	640,194
Other income	74,983,466	94,720	21,872,719.76	28,306
Exchange gain	28,458,539	5,295	31,157,937.46	40,322
Interest received	987,438	1,113	1,279,455.17	1,656
Transfer to operating account				
Total Receipts	731,559,434	895,090	911,175,927	1,179,163
APPLICATION OF FUNDS				
Component 1 - Building education capacity				
Development of new MSc at Malawi College of Medicine	102,648,750	125,595	439,983,115	569,387.09
Procurement and Upgrading of teaching and learning facilities	-	-	36,127,463	46,752.96
Proposal development for possible funding	58,721,901	71,848	7,990,600.00	10,340.73
Development of a core team	106,053,390	129,760	19,809,652	25,635.89
SUB - TOTAL	267,424,041	327,203	503,910,829	652,117
Component 2 - Governance and Management				
Procurement of vehicles and maintenances	6,880,934	8,419	5,264,018	6,812
Procurement of general use teaching material	8,019,868	9,813	7,395,900	9,571
Natioanl and regional student / faculty exchange visit	95,192,143	116,471	-	-
Conduct management meetings of ACEPHEM	28,403,608	34,753	27,287,804	35,313
Organising short courses	47,444,778	58,050	52,753,113	68,268

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ACEPHEM Administration offices furnished and equipped	5,480,530	6,706	5,344,949	6,917
Exchange Loss	930,331	1,138	-	-
Bank charges	1,053,083	1,288	574,999	744
SUB - TOTAL	193,405,277	236,639	98,620,783	127,626
TOTAL FUNDS APPLIED	270,730,117	331,248	308,644,315	399,420

NOTES TO THE FINANCIAL STATEMENTS

1.0 Nature of Project

Africa Centre of Excellence in Public Health and Herbal Medicine (ACEPHEM) is a government of Malawi project that is being financed by World Bank through the IDA. The project's implementation start date is 26th May, 2016 and was declared effective on 30th September, 2016. The closing date of the project is 4th October, 2021, and the application deadline is 31st December, 2022. The objects are: To build education capacity through training at the MSc, MMED (Master in Medicine) and MPhil/PhD levels in Public Health and Herbal Medicine for the Eastern and Southern Africa, to develop the human capacity for herbal medicine in practice, research, identification and industrialization and engage sustainably with various stakeholders including the private sector and civil society

2.0 Accounting Policies

African Centre of Excellence for Public Health and Herbal Medicine (ACEPHEM) is using existing College of Medicine Accounting policies in the management of project funds. The guiding accounting policies are as hereunder;

2.1 Basis of preparing the Accounts

The Accounts have been prepared using the historical cost convention and on a cash Basis. All receipts and expenses incurred in the period are reflected in the financial statements

The Financial statements have been prepared for a 9 months period (July 2021 to March 2022) to align the project to the Malawi government's financial year. The change in the Government Financial Year that used to be from 1st July to 30th June of the following year to the current year that begins from 1st April to 31st March the following year, has an impact on the current period comparative figures against the prior period .

2.2 Foreign Currency Translation

Foreign currency translation for income and expenditure account items are converted using the actual exchange rate at the date of draw down. All local expenditures paid from the local accounts/currency are translated back to the US Dollar at the actual rate at which draw-down was converted at date of transfer from special account to local account. Where the expenditure cannot be fully met from the proceeds of a draw down and part of the expenditure should be met from the proceeds of the subsequent draw down, which may have come at a different rate, the conversion rate of the total expenditure from the local currency to the US dollar, is on First in First out (FIFO) basis. Thus, the preceding draw down should be exhausted, before the subsequent draw down. Current assets and special fund balances are translated using the rate at the closing date (Closing Rate Method). The closing exchange rate to one US Dollar was MK817.30 as at 31st March 2022 and there was exchange gain or loss recognized during the year.

2.4 Receipts

These are stated at actual amounts drawn from the World Bank – Grant No. P151847 and IDA 56360 by way of Designated Account replenishment into the FMB Bank account and direct payments through FMB Local account.

2.5 Interest Received

Interest received from the two Designated Accounts and the Local account are recognized then credited into the account

2.6 Taxation

In accordance with financing agreements, all the project receipts are eligible to tax.

2.7 Non-Current Assets

Capital expenditures are capitalized in the year they are incurred and provision for depreciation is made on all Non-Current Assets.

2.8 Cash and cash equivalent

Cash and cash equivalent comprises cash at hand and deposits with banks in local and foreign dominated currency.

2.9 Financial risk management

2.9.1 Market risk

2.9.1.1 Foreign exchange risk

The project operates wholly in Malawi; however its transactions are done in both Malawi Kwacha and United States dollars. The project receives its funding in United States dollars and the funds received are deposited in a US\$ dominated account, transfers to Malawi Kwacha are done only when fund are require for utilization. The project's presentation currency is United States dollars. The consequence of this is that the project does not have a significant exposure to foreign exchange risk.

2.9.2 Cash flow and fair value interest rate

As the project has no significant interest-bearing assets, the project's income and operating cash flows are substantially independent of changes in market interest rates.

2.9.3 Credit risk

Credit risk is the risk that one party to a financial instrument will fail to discharge an obligation to cause the other party to incur a financial loss. Financial assets,

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which potentially subject the project to credit risk, consist of principally of fixed and short notice bank depots. With regard to the bank deposit, the project manages this risk by placing bank deposits with high credit rating financial institutions. These are no independent financial positions, past experience and other factors as a selecting the financial institution.

2.9.4 Liquidity risk

Liquidity risk is the risk that the project may not be able to meet its funding requirements. Liquidity risk management includes maintaining sufficient cash, the availability of funding from an adequate amount of committed credit facilities and the ability to close out market positions. The project has received and committed sufficient cash resources from its donors to meet the budgeted costs of all project activities up to the end of the project.

2.9.5 Critical accounting estimates and judgments

The project makes estimates and assumptions concerning the future. The resulting estimates will by definition rarely equal the related actual results. No significant estimates have been made in the current financial period.

3. SCHEDULE OF NON CURRENT ASSETS

ASSETS	2022 MKW	2022 USD	2021 USD
Property, Plant and Equipment			
Land and Building	473,955,333	579,902	509,767
Motor Vehicle	132,567,437	162,201	114,049
Fixture and Fittings	5,767,375	7,057	6,433
Office Equipment	40,539,241	49,601	50,272
Computer	15,399,750	18,842	21,080
Total	668,229,137	817,603	701,600
Depreciation			
Building	35,955,146	43,992	34,567
Motor Vehicle	93,431,445	114,317	90,304
Fixture and Fittings	4,168,866	5,101	4,097
Office Equipment	29,581,502	36,194	29,142

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Computers	15,700,735	19,210	16,011
Total	178,837,695	218,815	174,121
Closing balance as at 30/06/2020	489,391,442	598,789	527,479

NOTES TO THE FINANCIAL STATEMENTS
(CONTINUED)

Bank and Cash balances

		2022	2022	2021	2021
	NO	MKW	USD	MKW	USD
	TE				
FCDA Account (Designated Account)	5	21,621,055	26,454	274,288,762	340,138
FMB Bank - Local Account		256,631,022	313,998	45,680,538	56,647
		278,252,077	340,452	319,969,299	396,785

Other Income			2022	2022	2,021	2,021
Date		Details	MKW	USD	MKW	USD
7/14/21	GRANT72021/1	UNIVERSITY OF SURREY	1,508,774	2,030.31	7,126,569	9,223
7/26/21	GRANT72021/2	UNIVERSITY OF KWAZULU NATAL	7,791,666	10,485.00	7,168,976	9,277
8/25/21	COM REFUND	UNIVERSITY OF KWAZULU NATAL	11,207,836	14,985.00	3,650,073	4,724
8/31/21	REC082021/2	AFRICAN POPULATION AND HEALTH RESEARCH	1,676,396	2,241.36	3,759,102	4,865
9/30/21	REC92021/1	INTER UNVIVERSITY COUNCIL OD EAST AFRICA	3,602,670	4,785.00	168,000	217
3/7/22	INT102021	UNIVERSITY OF BERLIN	49,196,124	60,193.28	21,872,720	28,306
	Total		74,983,466	94,720	43,745,440	56,611

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6. Debtors Transactions

Date	Reference	Details	MKW	USD
4/9/2018	FTOT 170	FMB - TOBU TOURS	1,073,719.32	
				1,314
1/10/2022	1789	SAMUEL MUHONE	842,000.00	1,030
2/23/2022	375290	MAGGIE NYALI	3,143,009.76	3,846
3/28/2022	1795	MANESS BANK - PETTY CASH	100,000.00	122
3/29/2022	379519	SAMUEL MUHONE	2,224,000.00	2,721
		Total	7,382,729	9,033

7. Exchange Gain

Date	Reference	Details	MKW
8/25/2021	ACE01/2020	EXCHANGE GAIN	1,336,566.22
9/25/2021	ACE02/2020	EXCHANGE GAIN	1,173,388.08
10/25/2021	ACE03/2020	EXCHANGE GAIN	26,126.32
11/25/2021	ACE04/2020	EXCHANGE GAIN	24,084,731.37
12/25/2021	ACE05	EXCHANGE GAIN	209,679.14
1/25/2022	ACE 024	EXCHANGE GAIN	236,927.65
2/25/2022	ACE06/2020	EXCHANGE GAIN	723,177.38
3/25/2022	ACE07/2021	EXCHANGE GAIN	667,942.83
		Totals: Exchange Gain	28,458,539

8. Interest received

Date	Reference	Details	MKW	USD
7/31/2021	INT072021	INTEREST RECEIVED	108,429.37	132.67
8/31/2021	INT082021	INTEREST RECEIVED	87,396.44	106.93
9/30/2021	INT092021	INTEREST RECEIVED	73,190.29	89.55
11/30/2021	INT112021	INTEREST RECEIVED	144,454.41	176.75
12/31/2021	INT122021	INTEREST RECEIVED	168,777.74	206.51
1/31/2022	INT012022	INTEREST RECEIVED	130,752.07	159.98
2/28/2022	INT022022	INTEREST RECEIVED	96,719.59	118.34
3/31/2022	INT032022	INTEREST RECEIVED	99,604.67	121.87
		Totals: Interest received	909,325	1,113

NOTES TO THE FINANCIAL
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9. FUNDS MOVEMENT IN THE DESIGNATED ACCOUNT - ACEPHEM FCDA

Receipts		2022	2022	2021	2021
		MKW	USD	MKW	USD
0701/2022	Balance brought forward	(274,289,062)	(335,020)	(347,336,055)	
11/8/21	INTERNATIONAL DEVELOPMENT ASSOCIATION	(304,885,993)	(399,685)	(208,128,364)	(274,985)
7/14/21	UNIVERSITY OF SURREY	(1,508,774)	(2,030.31)	(286,569,276)	(371,333)
7/26/21	UNIVERSITY OF KWAZULU NATAL	(7,791,666)	(10,485.00)	(7,126,569)	(9,590)
8/25/21	UNIVERSITY OF KWAZULU NATAL	(11,207,836)	(14,985.00)	(7,168,976)	(9,585)
8/31/21	AFRICAN POPULATION AND HEALTH RESEARCH	(1,676,396)	(2,241.36)	(3,650,073)	(4,785)
9/30/21	INTER UNVIVERSITY COUNCIL OD EAST AFRICA	(3,602,670)	(4,785.00)	(3,759,102)	(4,785)
3/7/22	UNIVERSITY OF BERLIN	(49,196,124)	(60,193.28)	-	-
	Total	(654,158,521)	(829,425)	(863,738,416)	(1,145,895)
Transfer to operating Account					
8/5/2021	Transfer from 6438165 to 6439	29,059,800	35,700	22,658,307	30,500
8/9/2021	Transfer from 6438165 to 6439	40,750,000	50,000	37,478,960	50,000
9/14/2021	Transfer from 6438165 to 6439	48,960,000	60,000	22,635,906	30,000
10/20/2021	Transfer from 6438165 to 6439	9,615,590	11,755	83,216,155	110,000
11/5/2021	Transfer from 6438165 to 6439	49,260,000	60,000	37,974,055	50,000
12/8/2021	Transfer from 6438165 to 6439	32,797,800	39,900	24,078,225	31,580
1/13/2022	Transfer from 6438165 to 6439	38,223,000	46,500	22,962,669	30,000

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2/8/2022	Transfer from 6438165 to 6439	41,250,000	50,000	32,019,900	41,458
2/17/2022	Transfer from 6438165 to 6439	49,320,000	60,000	41,422,704	52,903
3/21/2022	Transfer from 6438165 to 6439	66,000,000	80,000	35,955,000	45,000
	Transfer from 6438165 to 6439			47,555,204	59,000
	Total	405,236,190	493,855	407,957,084	530,440
INTEREST RECEIVED					
7/31/2021	INTEREST	(108,429)	(146)	(121,858)	(164)
8/31/2021	INTEREST	(87,396)	(117)	(117,890)	(158)
9/30/2021	INTEREST	(73,190)	(97)	(103,472)	(137)
10/30/2021	INTEREST	(67,528)	(89)	(68,845)	(91)
11/30/2021	INTEREST	(144,454)	(189)	(64,893)	(85)
12/31/2021	INTEREST	(168,778)	(219)	(95,533)	(124)
1/31/2022	INTEREST	(130,752)	(160)	(131,109)	(181)
2/28/2022	INTEREST	(96,720)	(118)	(117,566)	(150)
3/31/2022	INTEREST	(99,605)	(122)	(119,647)	(152)
4/30/2021	INTEREST	-	-	(117,728)	(148)
5/31/2021	INTEREST	-	-	(113,929)	(143)
6/30/2021	INTEREST	-	-	(106,986)	(133)
	Total	(976,853)	(1,257)	(1,279,455)	(1,667)
BANK CHARGES					
7/25/2021	Bank charges	163,161	220	77,195	103
12/25/2021	Bank charges	91,605	123	56,122	74
9/25/2021	Bank Charges	48,804	65	60,929	79

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10/25/2021	Bank charges	13,503	18	38,925	48
11/30/2021	Bank charges	28,888	38	-	-
12/25/2021	Bank charges	96,852	126	-	-
1/31/2022	Bank charges	234,288	287	-	-
	Total	677,100	876	233,171	304

ACEPHEM FELLOWSHIP PROGRAM

7/27/2021	GALILEE INSTITUTE	244,002	300	1,608,352	2,125
7/27/2021	ASIIN E.V	9,199,761	11,311		
9/17/2021	ACCA SUBSCRIPTION FEE	352,740	432	5,563,601	7,200
12/23/2021	JOHN MPONDA	2,912,662	3,564	645,124	800
1/13/2022	CNB UNIVERSITY IBADAN	3,529,113	4,318	1,069,043	1,326
1/18/2022	BALMORAL LODGE	1,358,169	1,662	3,482,058	4,318
1/25/2022	MDPI AG	300,571	368		
	Total	17,897,017	21,954	12,368,179	15,769

PAYMENTS TOWARDS LABORATORY

10/13/2020	PAYMENT TO BT BT CLINICAL RESEARCH PROJECT	-	-	199,526,518	263,620
	Total	-	-	199,526,518	263,620

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EXCHANGE GAIN

8/25/2021	EXCHANGE GAIN		-	(2,551,535)	-
9/25/2021	EXCHANGE GAIN		-	(2,158,810)	-
10/25/2021	EXCHANGE GAIN		-	(2,107,329)	-
11/25/2021	EXCHANGE GAIN		-	(1,504,609)	-
12/25/2021	EXCHANGE GAIN		-	(1,478,040)	-
1/25/2022	EXCHANGE GAIN		-	(1,582,449)	-
2/25/2022	EXCHANGE GAIN		-	(530,153)	-
3/25/2022	EXCHANGE GAIN		-	(4,466,795)	-
3/25/2021	EXCHANGE GAIN	-	-	(1,744,184)	-
4/25/2021	EXCHANGE GAIN	-	-	(3,527,454)	-
5/25/2021	EXCHANGE GAIN	-	-	(1,832,323)	-
6/25/2021	EXCHANGE GAIN	-	-	(7,674,257)	-
	Total	(26,236,587)		(31,157,937)	
EXCHANGE LOASS					
7/31/2021	EXCHANGE LOSS	930,331	-	-	-
	Total	930,331			
	Total	(256,631,322)	(313,998)	(276,090,857)	(337,429)
	Balance	(256,631,322)	(313,998)	(276,090,857)	(337,429)

NOTES TO THE FINANCIAL
STATEMENTS (CONTINUED)
10.0 WORLD BANK FUNDING FOR THE
PERIOD
FOR THE YEAR ENDED 31 MARCH 2022

		2022	2022	2021	2021
		MKW	USD	MKW	USD
Receipts					
0701/2020	Balance brought forward	322,243,997	394,277	362,168,174	468,686
11/8/2021	IDA / WORLD BANK FUNDING	304,885,993	399,685		
10/26/2020	IDA / WORLD BANK FUNDING	-	-	208,128,364	269,341.26
12/18/2020	IDA / WORLD BANK FUNDING	-	-	286,569,276	370,852.52
	Total	627,129,990	793,962	856,865,815	1,108,879