AMREF

African Medical and Research Foundation

2003

Annual Financial Statements

AMREF

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Directors, Officers & Administration

Directors

Mr. Bethuel Kiplagat	(Chairman Retired 28 February 2003)
Prof. Miriam Were	(Chairman Appointed 28 February 2003)
Dr. Michael Smalley	(Director General)
Mr. Bruce Bodner	(Retired 28 February 2003)
Dr. Irwin Friedman	(Resigned 28 February 2003)
Mr. Francis Howard	(Retired 28 February 2003)
Dr. Jessica Jitta	
Dr. Adanetch Kidanemariam	
Dr. Eunice Kiereini	
Dr. Adeline Kimambo	
Mr. Iain Knapman	
Dr. Ulrich Laukamm-Josten	
Mr. Hans Tuyt	
Dr. Nizar Verjee	
Dr. Alfonso Villalonga	
Mr. Wilhelm Von Trott	
Dr. Thomas van der Heijden	
Mr. Paul Zuckerman	
Mr. Scott Griffins	(Appointed 28 February 2003)
Mr Marc Ocendall	(Appointed 28 February 2003)
Mr. Alistair Boyd	(Appointed 28 February 2003)

Management

1.	Dr. Michael Smalley	Director General
2.	Dr. Peter Ngatia	Director of Programmes
3.	Mr. V. S. Thyagarajan	Director of Finance & Administration
4.	Ms. Catherine Mahoney	Director of Communication and Fund-raising (from 15 September, 2003)
5.	Ms. Kalimi Mworia	Ag. Director of Learning Systems (Up to 31 Dec. 2003)
6.	Dr. D. Bukenya	Tanzania Country Director
7.	Ms. Mette Kjaer	Kenya Country Director
8.	Ms. Blanche Pitt	South Africa Country Director
9.	Dr. Vincent Oketcho	Uganda Country Director
10.	Dr. Thelma Leifert	Mozambique Country Director
11.	Dr. John Nduba	Ethiopia Country Director
12.	Ms Patricia Kashangaki	Corporate Human Resource Manager (from 15 January, 2003)

Company Secretary

Mr. V. S. Thyagarajan (Acting)
AMREF
PO Box 27691
00506-Nairobi

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Directors, Officers & Administration - contd.

Auditors

KPMG Kenya
Certified Public Accountants
16th Floor, Lonrho House
Standard Street
PO Box 40612
00100 Nairobi GPO

Registered Office

Langata road (opposite Wilson Airport)
P O Box 27691
Langata Road
00506 Nairobi

Lawyers

Kaplan & Stratton
7th Floor, Queensway House
Kaunda Street
PO Box 40111
00100 Nairobi GPO

Bankers

Barclays Bank PLC, London - UK

Citibank N.A., Nairobi - Kenya

Barclays Bank of Kenya Limited, Nairobi - Kenya

National Bank of Kenya Limited, Nairobi - Kenya

National Bank of Commerce Limited, Dar-es-Salaam - Tanzania

Standard Chartered Bank Tanzania Limited, Dar-es-Salaam - Tanzania

Barclays Bank of Uganda Ltd, Kampala - Uganda

Stanbic Bank Uganda, Kampala - Uganda

Nedbank, Pretoria - South Africa

Banco Commercial de Mocambique, Maputo - Mozambique

Commercial Bank of Ethiopia, Addis Ababa - Ethiopia

Kigali Commercial Bank - Rwanda

Report of the Directors
For the year ended 30 September 2003

The directors have pleasure in submitting their report together with the audited financial statements for the year ended 30 September 2003, which disclose the state of affairs of the company.

1. *Objectives of the Foundation*

The African Medical and Research Foundation's (the Foundation) mission is to improve the health of the disadvantaged in Africa as a means for them to escape poverty and improve the quality of their life.

This mission is to be achieved by developing, testing and promoting the adoption of appropriate models for improving health; contributing to capacity development at all levels and contributing to the development of an enabling environment for health improvement.

AMREF works with communities to implement projects, learns from its activities and uses its knowledge to influence others.

2. *Principal activities*

The principal activities of the Foundation to achieve the above stated objectives include improving community health, capacity building through training and outreach, and advocating for changes to improve the health and well being of poor people in Africa.

3. *Incorporation*

The company is incorporated in Kenya as a company limited by guarantee under the Companies Act and is domiciled in Kenya.

4. *Results*

The results for the year are set out on page 6.

5. *Directors*

The directors who served since 1 October 2002 are set out on page 1.

6. *Auditors*

The auditors, KPMG Kenya, have indicated their willingness to continue in office in accordance with Section 159(2) of the Companies Act (Cap 486).

7. *Approval of financial statements*

The financial statements were approved at a meeting of the Directors held on 4 March 2004

BY ORDER OF THE BOARD

Dr. Michael Smalley, *Director General*
Date: 4 March 2004

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Statement of Directors' Responsibilities

The Kenyan Companies Act requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of each financial year and of the operating results of the company for that year. It also requires the directors to ensure the company keeps proper accounting records, which disclose with reasonable accuracy the financial position of the company. They are also responsible for safeguarding the assets of the company.

The directors accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards and in the manner required by the Kenyan Companies Act. The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the company and of its operating results.

The directors further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the directors to indicate that the company will not remain a going concern for at least the next twelve months from the date of this statement.

Prof. Miriam Were,
Chairman Board of Directors

Dr. Michael Smalley,
Director General

Date: 4 March 2004

Report of the Independent Auditors to the members of African Medical and Research Foundation

We have audited the financial statements set out on pages 6 to 16 for the year ended 30 September 2003. We have obtained all the information and explanations that to the best of our knowledge and belief were necessary for the purposes of our audit and to provide a reasonable basis for our audit. The financial statements are in agreement with the books of account.

Respective responsibilities of directors and independent auditors

As stated on page 4, the directors are responsible for the preparation of financial statements that give a true and fair view of the state of affairs of the company and of its operating results. Our responsibility is to express an opinion on the financial statements based on our audit.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing. Those standards require that we plan and perform our audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes an examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the directors, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion proper books of account have been kept, and the financial statements give a true and fair view of the state of the company's financial position at 30 September 2003 and of its operating results and cash flows for the year then ended and comply with International Financial Reporting Standards and the Kenyan Companies Act.

KPMG KENYA
Certified Public Accountants
Nairobi.

Date: 4 March 2004

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Income and Expenditure Statement
For the year ended 30 September 2003

	Note	2003 US$'000	2002 US$'000
INCOME			
Grants - restricted	2	16,765	14,044
Grants - unrestricted	2	2,729	2,607
Other income	3	2,005	2,090
Net financing income	4	46	45
Total income		**21,545**	**18,786**
EXPENDITURE			
Direct programme activity		17,070	14,831
Programme monitoring and support	5(a)	1,628	1,338
Institutional development	5(b)	1,018	858
Administration	5(c)	1,764	1,721
Total expenditure		**21,480**	**18,748**
Operating surplus for the year	6	**65**	**38**

The notes set out on pages 10 to 16 form an integral part of these financial statements

Balance Sheet as at 30 September 2003

ASSETS	Note	2003 US$'000	2002 US$'000
Non-current assets			
Property, plant and equipment	7	6,673	4,564
Current assets			
Inventories	8	316	436
Debtors and prepayments	9	1,020	704
Grant receivable	10(a)	2,646	2,959
Cash and cash equivalents	11	6,065	4,882
		10,047	8,981
Total Assets		16,720	13,545
FUNDS AND LIABILITIES			
Funds (Page 8)			
Capital Reserve		6,673	4,564
Accumulated Reserve		1,220	838
Aircraft Replacement Fund		334	150
Aircraft Maintenance Reserve		103	167
Health Learning Materials Fund		77	77
Total funds		8,407	5,796
Current liabilities			
Unexpended grants	10(b)	6,378	5,837
Creditors and accruals	12	1,935	1,912
		8,313	7,749
Total Funds and Liabilities		16,720	13,545

The financial statements set out on pages 6 to 16 were approved by the board of directors on 4th March 2004 and were signed on its behalf by:

Prof. Miriam Were,
Chairman, Board of Directors

Dr. Michael Smalley,
Director General

The notes set out on pages 10 to 16 form an integral part of these financial statements.

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Statement of Changes in Reserves and Funds
For the year ended 30 September 2003

	Capital Reserve	Accumulated Reserve	Aircraft replacement fund	Aircraft maintenance Reserve	Health learning material fund	Total
2002:	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000
At 1 October 2001						
As previously stated	4,796	529	-	-	77	5,402
Transfer from current liabilities	-	-	-	129		129
Prior year adjustment with respect to leasehold land	(172)	-		-	-	(172)
At 1 October 2001						
As Restated	4,624	529		129	77	5,359
Surplus for the year	-	38		-	-	38
Depreciation transfer	(457)	457	-	-	-	
Appropriations		(186)	150	38	-	
Additions in the year	199	-		-	-	199
Disposals	(2)	2	-	-	-	
At 30 September 2002	4,364	838	150	167	77	5,796
2003:						
At 1 October 2002	4,364	838	150	167	77	5,796
Surplus for the year	-	65	-		-	65
Depreciation transfer	(443)	443			-	-
Utilized during the Year	-	41	-	(41)	-	-
Appropriations	-	(169)	109	60	-	-
Additions to property, Plant & Equipment	2,354	-	-	-	-	2,354
Transfer from grants	-		75	-	-	75
Disposal of fixed assets	(2)	2	-	-	-	-
Release of provision On sale of aircraft	-		-	(83)		(83)
At 30 September 2003	**6,673**	**1,220**	**334**	**103**	77	**8,407**

The notes set out on pages 10 to 16 form an integral part of these financial statements

Cash Flow Statement
For the year ended 30 September 2003

	2003 US$'000	2002 US$'000
Cash flows from operating activities		
Surplus for the year	61	38
Adjustments for:		
Capital Reserve	2,554	399
Gain on disposal of property, plant and equipment	(285)	(8)
Reversal of provision for aircraft maintenance	(83)	-
Depreciation charge	443	457
Interest income	(46)	(45)
Operating surplus before working capital changes	**2,648**	841
Decrease/(increase) in inventories	120	(30)
(Increase)/decrease in debtors and prepayments	(316)	134
Net movement in grant receivable/unexpended	854	(98)
Increase/ (decrease) in payables	23	(172)
Cash flows from operating activities	**3,329**	675
Cash flow from investing activities		
Payments to acquire property, plant and equipment	(2,554)	(399)
Proceeds on disposal of property, plant and equipment	287	10
Cash received for aircraft replacement fund	77	-
Interest received	46	45
Net cash used in investing activities	**(2,146)**	(344)
Net increase in cash and cash equivalents	1,183	331
Cash and cash equivalents at 1 October 2002 and 2001	4,882	4,551
Cash and cash equivalents at 30 September	**6,065**	4,882

The notes set out on pages 10 to 16 form an integral part of these financial statements.

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Notes to the Financial Statements
For the year ended 30 september 2003

1 SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below:

(a) Basis of preparation

The financial statements are prepared in accordance with and comply with International Financial Reporting Standards promulgated by the International Accounting Standards Board. The financial statements are prepared under the historical cost convention.

(b) Income recognition

i) Grant income is recognized when expenditure is incurred;
ii) Trust fund income is recognized on a receipts basis;
iii) Air Ambulance recoveries are recognized in the year in which the service is provided;
iv) Donations in kind are recognised in the financial statements at the amount attributed to them by the donor, or in the absence of this, at their estimated present market value.

(c) Foreign Currency

Transactions in foreign currencies are converted to US dollars using the exchange rate ruling at the date of the transaction. Foreign currency monetary assets and liabilities are translated to US dollars using the exchange rates ruling at the balance sheet date. Resulting exchange gains and losses are recognized in the income and expenditure statement. Non-monetary assets and liabilities denominated in foreign currency are recorded at the exchange rate ruling at the date of the transaction.

(d) Recognition and measurement of financial instruments

(i) Classification

A financial instrument is a contract that gives rise to both a financial asset of one enterprise and a financial liability of another enterprise.

The financial instruments of the company mainly comprise:

Originated loans and receivables - These are loans and receivables created by the company for providing money to a debtor. These include debtors, short-term deposits and grants receivable.

Financial liabilities - The Company has non-trading financial liabilities, which consist mainly of trade creditors and unexpended grants.

(ii) Recognition

Originated loans and receivables and financial liabilities are recognized on the day they are transferred to the company.

(iii) Measurement

Financial instruments are measured initially at cost, including transaction costs.

Subsequent to initial recognition, all non-trading financial liabilities and originated loans and receivables are measured at amortized cost less impairment losses. Amortized cost is calculated using the effective interest rate method. Premiums and discounts, including initial transaction costs, are included in the carrying amount of the related instrument and amortized based on the effective interest rate of the instrument.

(iv) Derecognition

A financial asset is derecognized when the company loses control over the contractual rights that comprise that asset. This occurs when the rights are realized, expire or are surrendered. A financial liability is derecognized when it is extinguished.

(e) Property, plant and equipment

Assets donated to the Foundation are included in the accounts at the amount attributed to them by the donor. Property, plant and equipment purchased for donor-funded health programmes are expensed in the year of purchase. All other property, plant and equipment are initially recorded at cost.

Depreciation is calculated on the straight line basis to write down the cost of each asset, to its residual value over its estimated useful life as follows:

Buildings	5%
Aircraft	5%
Motor vehicles, medical, surgical and radio equipment	25%
Furniture, fittings and general equipment	12.5%

(f) Inventories

Inventories are valued at the lower of cost and net realisable value. Cost is determined using the weighted average method. Provision is made for obsolete and defective stocks.

(g) Debtors and prepayments

Debtors and prepayments are stated at nominal value less write-down for any amounts expected to be irrecoverable.

(h) Retirement benefit obligations

The company operates a defined contribution retirement benefit scheme for all its local employees. In respect of employees on international contract, the company contributes to individual retirement benefit schemes chosen by the staff concerned.

The company's contributions of 14% of basic pay to the defined contribution scheme and the individual retirement benefit schemes are charged to the Income Statement in the year to which they relate.

(i) **Capital Reserve**

The Capital Reserve has been created to reflect the amounts donated for and monies spent on property and equipment. The Reserve is adjusted through the general reserve to reflect movements in property, plant and equipment for acquisition, depreciation and disposals such that the capital reserve is equivalent to the net book amount of the property, plant and equipment it represents.

(j) **Aircraft Replacement Fund**

The aircraft replacement fund was created with the aim of investing at least the amount equivalent to the depreciation charged on the caravan aircraft each year to enable the company to replace the aircraft over a period in case grant funds or other funds cannot be raised for the same. This will also include any other funds specifically received for future replacement of aircraft.

(k) **Aircraft Maintenance Reserve**

The aircraft maintenance reserve was created to cover the estimated cost of the next major overhaul of aircraft on the basis of hours flown.

(l) **Health Learning Materials Fund**

The Health Learning Materials (HLM) Fund is a deposit of proceeds in Kenya Shillings from the sale of certain printing equipment, the income of which has been set aside for production of health learning materials.

(m) **Operating leases**

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases are recognized in the income statement on a straight-line basis over the term of the lease.

(n) **Impairment**

The carrying value of assets is reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amount is estimated and an impairment loss recognized in the income and expenditure account if the carrying amount exceeds its recoverable amount.

(o) **Cash and Cash Equivalent**

Cash and cash equivalent comprises bank balances, bank deposits and cash. Bank overdrafts are payable on demand and form an integral part of the cash management and are included as a component of cash and cash equivalent for the purposes of the statement of cash flow, where applicable.

2 GRANT FUNDS

	2003 Restricted funds US$'000	2003 Unrestricted funds US$'000	2003 Total funds US$'000	2002 Total funds US$'000
At 1 October:				
Grants receivable (Note 10 a)	(2,839)	(120)	(2,959)	(2,207)
Unexpended grants (Note 10 b)	5,230	900	6,130	5,183
Net grant funds brought forward	2,391	780	3,171	2,976
Grants received during the year	19,138	3,019	22,157	17,245
Donations in Kind	577	-	577	-
Total grants available for operations	22,106	3,799	25,905	20,221
Less: Grant balances at 30 September 2003:				
Grants receivable (Note 10(a)	2,628	18	2,646	2,959
Unexpended grants (Note 10(b)	(5,492)	(886)	(6,378)	(6,130)
Advance to partners	(50)	-	(50)	-
Transfer to Aircraft replacement fund	(75)	-	(75)	-
Transfer to capital reserve	(2,352)	(202)	(2,554)	(399)
Net grant income	**16,765**	**2,729**	**19,494**	**16,651**

3 OTHER INCOME

	2003 US$'000	2002 US$'000
Income from Air Ambulance recoveries	1,199	1,181
Miscellaneous income	806	909
	2,005	**2,090**

4 NET FINANCING INCOME

Interest income	**46**	**45**

5 EXPENDITURE

a) Programme monitoring and support expenditure includes costs relating to the Director of Programmes, Information Technology, Director General and all country level overheads, except finance & administration and communication & fundraising expenses.

b) Institutional development expenditure includes costs relating to the Director General, Director of communication and fundraising, Human Resources and all country level costs relating to communication & fundraising.

c) Administration expenditure includes costs relating to corporate governance, Director General, Director of Finance and Administration, internal audit and all country level costs relating to finance & administration.

6 OPERATING SURPLUS

	2003 US$'000	2002 US$'000
The operating surplus is arrived at after Charging/ (crediting):		
Depreciation on property, plant and equipment	443	457
Staff costs	7,392	7,323
Auditors' remuneration	19	17
Directors' remuneration:		
Fees	nil	nil
Other	155	50
Gain on disposal of property, plant and equipment	(205)	(8)
The following items are included within staff costs		
Termination benefits	76	186
Retirement benefit costs: defined contribution plans	834	766

The numbers of employees engaged at year end were: 527 (2002: 514).

7 PROPERTY, PLANT AND EQUIPMENT

	Land & buildings	Capital work-in-progress	Aircraft	Motor vehicles	Furniture, fittings & general equipment	Total
	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000
Cost or valuation						
At 1 October 2002	3,466	-	1,516	297	1,501	6,780
Additions	7	721	1,621	39	163	2,551
Disposal	-	-	(141)	(13)	(1)	(155)
At 30 September 2003	3,473	721	2,999	323	1,663	9,179
Depreciation						
At 1 October 2002	540	-	639	193	844	2,216
Charge for the year	172	-	109	32	130	443
On disposals	-	-	(140)	(13)	-	(153)
At 30 September 2003	712	-	608	212	974	2,506
Net book amount						
At 30 September 2003	**2,761**	**721**	**2,391**	**111**	**689**	**6,673**
At 30 September 2002	**2,926**	**-**	**877**	**104**	**657**	**4,564**

In the opinion of the directors, there is no impairment of property, plant and equipment.

Property, plant and equipment which originally cost approximately US$ 637,693 is fully depreciated but still in use. If depreciation had been charged during the year on the cost of these assets the amount of property, plant and equipment and capital funds would have been reduced by US$ 106,210.

		2003 US$'000	2002 US$'000
8	**INVENTORIES AND WORK IN PROGRESS**		
	Aviation spare parts and work in progress	163	310
	Printing materials and work in progress	-	5
	Printed books and manuals	65	49
	Sundry stocks	88	72
		316	**436**
9	**DEBTORS AND PREPAYMENTS**		
	Trade receivables	560	486
	National offices	192	3
	Programme advances	98	158
	Staff debtors	47	25
	Others	123	32
		1,020	**704**
10	**GRANTS RECEIVABLE/UNEXPENDED**		
(a)	**Grants receivable**		
	Unrestricted	18	120
	Restricted	2,628	2,839
	At 30 September	**2,646**	**2,959**

Grants receivable represent expenditure incurred on projects for which there are commitments from donors for which a donation has not been received by the year end.

(b)	**Unexpended grants**		
	Unrestricted	886	900
	Less: Unallocated Project Expenditure	-	(293)
	Net unrestricted	886	607
	Restricted	5,492	5,230
	At 30 September	**6,378**	**5,837**

Unexpended grants comprise grants and donations received in advance and remain un-utilized as at the balance sheet date.

11	**CASH AND CASH EQUIVALENTS**		
	Cash at bank and in hand	1,549	3,086
	Short term bank deposits	2,516	1,796
		6,065	**4,882**

The weighted average interest rate on the term deposit was 1.95% (2002: 2.89%).

		2003 US$'000	2002 US$'000
12	**CREDITORS AND ACCRUALS**		
	Trade creditors	969	944
	Accruals	966	968
		1,935	1,912

13 BANK OVERDRAFT

The Foundation has an overdraft facility of KShs 5million (US$ 66,500). The facility is secured by a floating debenture over the Foundation's fixed and moveable property.

14 TAXATION

No tax is provided for in these financial statements, as the Foundation is exempt from income taxation in Kenya in recognition of its charitable status under paragraph 1E of First Schecule of the Income Tax Act (Cap.470).

15 CONTINGENT LIABILITIES

In the ordinary course of business the company has given guarantees amounting to US$ 42,300 (2002 US$ 81,000) to third parties.

16 CAPITAL COMMITMENTS

Capital expenditure contracted for at the balance sheet date but not recognized in the financial statements is as follows:

	2003 US$'000	2002 US$'000
Property and equipment	323	-

17 OPERATING LEASE

Operating lease rentals are payable as follows:

Tenancy:		
Less than 1 year	64	5
Between one and five years	166	55
More than five years	-	-
	230	60

18 CURRENCY

The financial statements are presented in United States of America dollars (US$).

Analysis of Expenditure

	2003 US$000	2002 US$000
Priority Intervention Areas		
Family Health	4,296	3,773
HIV/Aids/STI	4,777	3,074
Training & Development of Health Learning Materials	2,829	2,998
Clinical Outreach Services, Emergency & disaster preparedness	2,797	2,688
Safe Water and basic sanitation	1,945	1,518
Malaria	426	780
Direct Programme activity expenditure	**17,070**	14,831
HQ & Country offices		
Staff costs	3,762	2,611
Travel and Transport	592	507
Office costs	739	504
Communications	316	293
Programme Monitoring and administration	**4,410**	**3,917**
Total Operating Expenditure	21,480	18,478
Capital Expenditure	2,554	390
Gross Total Expenditure	**24,034**	**19,147**

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Income and Expenditure (by Country)
For the year ended 30 September 2003

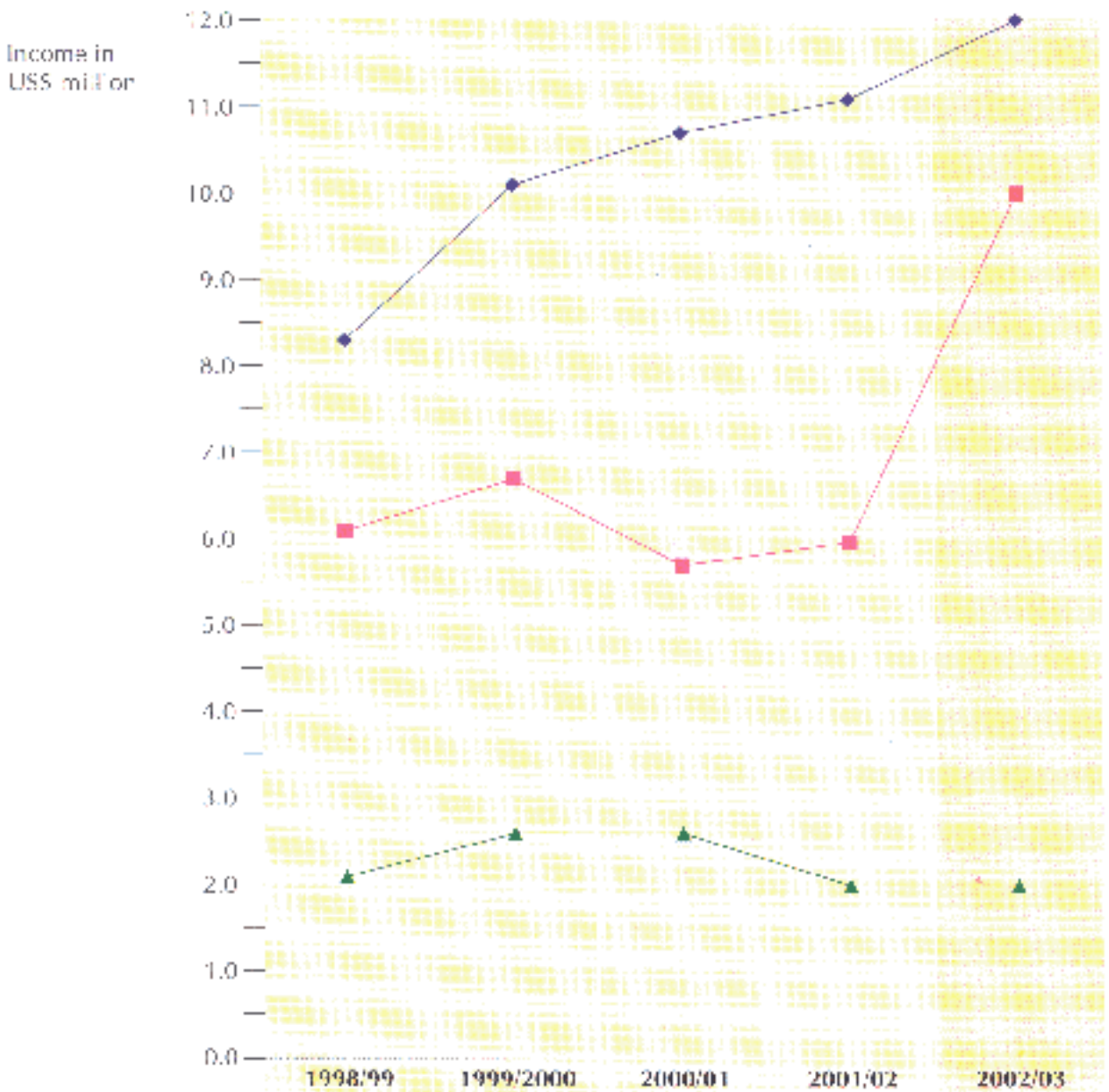
	Kenya	Tanzania	Uganda	Mozambique	South Africa	Ethiopia	Headquarters	Aviation	TOTAL US$'000
INCOME									
Grants – restricted	6,048	4,717	2,858	538	676	350	1,578	-	**16,765**
Grants – unrestricted	143	59	196	210	210	167	1,740	4	**2,729**
Other income	284	64	1	-	19	-	438	1,199	**2,005**
Net financing income	1	-	-	-	1	-	42	2	**46**
Total income	**6,476**	**4,840**	**3,055**	**748**	**906**	**517**	**3,798**	**1,205**	**21,545**
EXPENDITURE									
Direct programme activity	5,558	4,233	2,754	508	622	356	1,879	1,140	**17,070**
Programme monitoring and support	376	289	138	120	216	73	416	-	**1,628**
Institutional development	155	137	31	24	14	29	628	-	**1,018**
Administration	387	161	132	96	54	59	875	-	**1,764**
Total expenditure	**6,476**	**4,840**	**3,055**	**748**	**906**	**517**	**3,798**	**1,140**	**21,480**
Operating surplus for the year	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**65**	**65**

Balance Sheet (by Country)
For the year ended 30 September 2003

	Kenya	Tanzania	Uganda	Mozambique	South Africa	Ethiopia	Headquarters	Aviation	TOTAL US$'000
ASSETS									
Non-current assets									
Property, plant and equipment	592	577	19	4	19	-	2,876	2,586	**6,673**
Current assets									
Inventories	139	-	-	-	-	-	14	163	**316**
Debtors and prepayments	246	104	107	7	2	12	117	425	**1,020**
Group Balances									-
Capital Reserve	(592)	(577)	(19)	(4)	(19)	-	4,797	(2,586)	-
Current Account	874	279	259	(5)	196	70	(882)	(791)	-
Grant receivable	993	1,135	172	133	127	31	55	-	**2,646**
Cash and cash equivalents	(213)	184	752	100	148	253	4,147	694	**6,065**
	1,447	**1,125**	**1,271**	**231**	**454**	**366**	**7,248**	**(2,095)**	**10,047**
TOTAL ASSETS	**2,039**	**1,702**	**1,290**	**235**	**473**	**366**	**10,124**	**491**	**16,720**
FUNDS AND LIABILITIES									
Funds									
Capital Reserve	-	-	-	-	-	-	6,673	-	6,673
Accumulated Reserve	-	-	-	-	-	-	1,220	-	**1,220**
Aircraft Replacement Fund	-	-	-	-	-	-	334	-	**334**
Aircraft Maintenance Reserve		-	-		-	-		103	**103**
Health Learning Materials Fund	-		-	-	-	-	77	-	**77**
Total funds	-	-	-	-	-	-	**8,304**	**103**	**8,407**
Current liabilities									
Unexpended grants	1,764	1,134	1,225	222	379	257	1,198	199	**6,378**
Creditors and accruals	275	568	65	13	94	109	622	189	**1,935**
	2,039	1,702	**1,290**	235	**473**	**366**	**1,820**	**388**	**8,313**
TOTAL FUNDS AND LIABILITIES	2,039	1,702	**1,290**	235	**473**	**366**	**10,124**	**491**	**16,720**

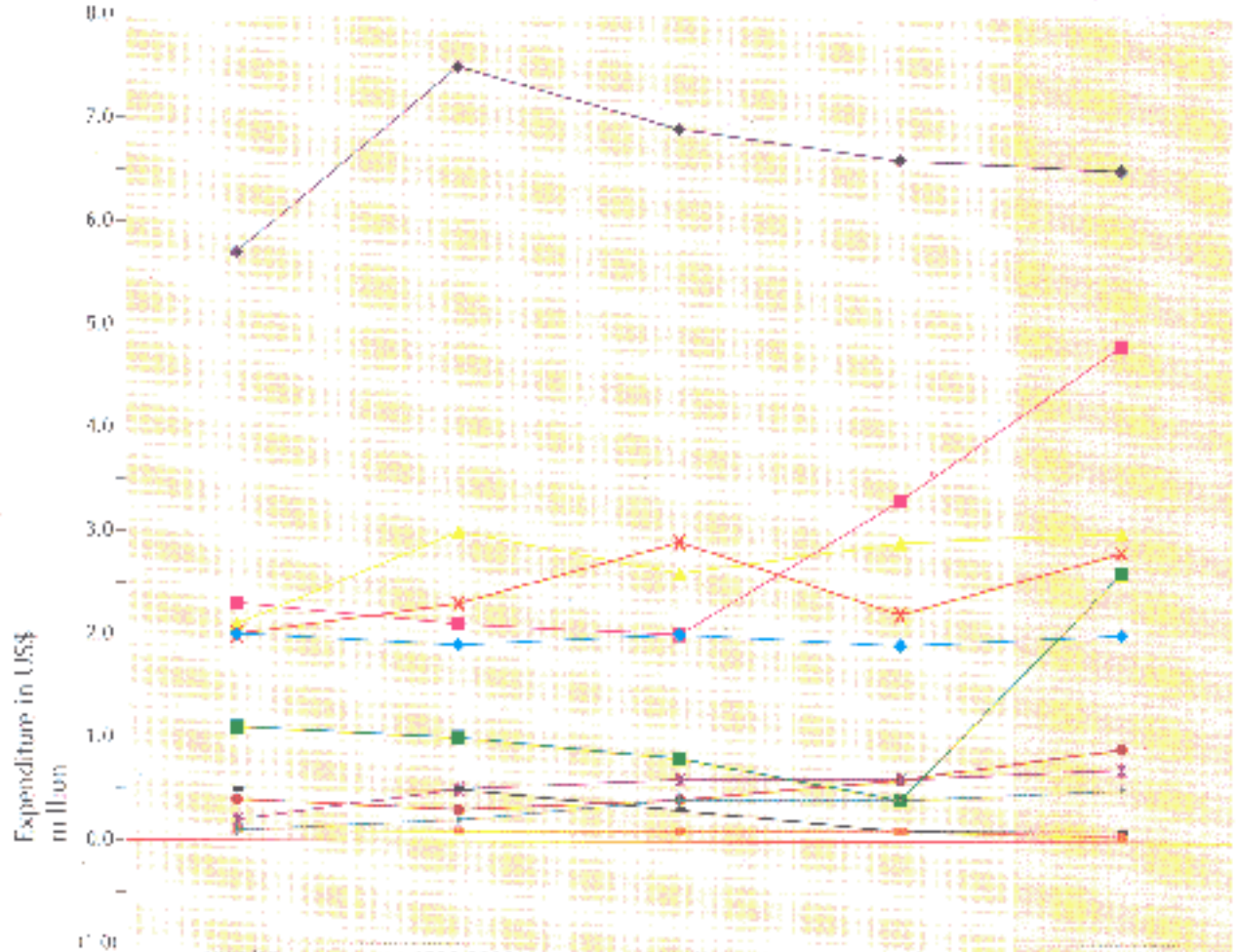
AMREF

Sources of funding 1998/99 - 2002/03



	1998/99	1999/2000	2000/01	2001/02	2002/03
Public grants	8.3	10.1	10.7	11.1	12.0
Private donations	6.1	6.7	5.7	6.0	10.0
Other funds	2.1	2.6	2.6	2.0	2.0
Total funds	**16.5**	**19.4**	**19.0**	**19.1**	**24.0**

Expenditure by country 1998/99 - 2002/03



	1998/99	1999/2000	2000/01	2001/02	2002/03
Kenya	6.7	7.5	6.9	6.6	6.5
Tanzania	2.3	2.1	2.0	3.3	4.8
Uganda	2.1	3.0	2.6	2.9	3.3
Regional	2.0	2.3	2.9	2.2	2.9
Mozambique	0.2	0.6	0.6	0.6	0.7
S.Africa	0.4	0.3	0.4	0.6	0.3
Ethiopia	0.1	0.2	0.4	0.4	0.5
Somalia	0.5	0.5	0.3	0.1	0.1
Rwanda	0.1	0.1	0.1	0.1	0.1
Headquarters	2.0	1.9	2.0	1.9	2.0
Capital	1.1	1.0	0.8	0.4	2.8
Total expenditure	16.5	19.4	19.0	19.1	24.0

AMREF

Grant Funds Received
By country - 1998/99 - 2002/03

	1998/99		1999/2000		2000/01		2001/02		2002/03	
	US$ 000	%	US$ 000	%	US$ 000	%	US$ 000	%	US$ 000	%
USA	1,751	13.8%	3,569	21.5%	3,039	17.4%	2,891	16.8%	4,431	19.5%
UK	2,411	18.9%	2,789	16.8%	3,211	18.3%	2,536	14.7%	2,058	9.1%
Sweden	1,005	7.9%	1,426	8.6%	555	3.2%	2,134	12.4%	1,857	8.2%
Ireland	565	4.4%	1,058	6.4%	1,638	9.4%	1,988	11.5%	1,428	6.3%
Italy	476	3.7%	703	4.2%	971	5.5%	1,541	8.9%	2,434	10.7%
Canada	1,074	8.4%	1,455	8.8%	1,988	11.4%	1,109	6.4%	1,333	5.9%
International organisations	250	2.0%	555	3.3%	611	3.5%	1,013	5.9%	893	3.9%
Tanzania	469	3.7%	593	3.6%	403	2.3%	884	5.1%	781	3.4%
Netherlands	1,140	9.0%	1,002	6.0%	1,302	7.4%	855	5.0%	3,449	15.2%
Germany	1,480	11.6%	795	4.8%	938	5.4%	737	4.3%	1,036	4.6%
Spain	563	4.4%	707	4.3%	894	5.1%	651	3.8%	1,143	5.0%
Kenya	895	7.0%	519	3.1%	486	2.8%	259	1.5%	264	1.2%
Austria	192	1.5%	247	1.5%	366	2.1%	192	1.1%	280	1.2%
Denmark	211	1.7%	338	2.0%	278	1.6%	140	0.8%	74	0.3%
Norway	7	0.1%	278	1.7%	394	2.3%	88	0.5%	387	1.7%
France	-	-	-	-	-	-	29	0.2%	13	0.1%
Uganda	14	0.1%	172	1.0%	140	0.8%	28	0.2%	319	1.4%
Switzerland	200	1.6%	199	1.2%	61	0.3%	3	0.0%	-	0.0%
South Africa	16	0.1%	91	0.5%	50	0.3%			155	0.7%
Other countries	8	0.1%	128	0.8%	180	1.0%	167	1.0%	399	1.8%
Totals	**12,727**	**100.0%**	**16,624**	**100.0%**	**17,505**	**100.0%**	**17,245**	**100.0%**	**22,734**	**100.0%**

The above figures include funds raised and received by AMREF offices in Europe and North America, as listed at the back inside cover.