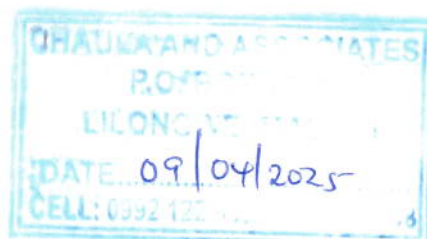


**Girls Activist Youth Organisation (GAYO)**

**Financial Statements**

**31 December 2024**



**Girls Activist Youth Organisation (GAYO)**  
**Financial Statements for the year ended 31 December 2024**

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**Girls Activist Youth Organisation (GAYO)**  
**Management Responsibility for the Financial Statements**  
**For the year ended 31 December 2024**

The Malawi Trustees Incorporation Act, 1962, Cap 5:03 require the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the organisation as at the end of the financial year.

The Act also requires the trustees ensure that the trust keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the organisation.

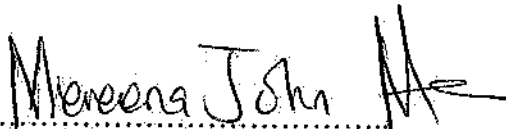
In preparing the financial statements the trustees accept responsibility for the following:

- 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 financial statements, subject to any material departures being disclosed and explained in the financial statements;
- preparation of financial statements on a going concern basis unless it is inappropriate to presume that the organisation will continue in operations.

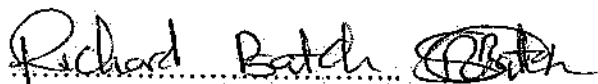
The trustees also accept responsibility for taking such steps as are reasonably open to them to safeguard the assets of the organisation and to maintain adequate systems of internal controls to prevent and detect fraud and other irregularities.

The trustees are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the organisation.

Board Chairperson:



Executive Director:



Date:

08 April 2025

# Chaula & Associates

Chartered Accountants  
Kanabar House Annex  
P.O. BOX 2685  
Blantyre - Malawi Southern Africa  
TEL: + 265 212 250 781  
CELL: + 265 880 890 883/0 880 888 924  
Email: [info@chaulaassociates.com](mailto:info@chaulaassociates.com)

## **REPORT OF THE INDEPENDENT AUDITORS'**

**To the Trustees of**

**Girls Activist Youth Organisation (GAYO)**

### **Opinion**

We have audited the financial statements of Girls Activist Youth Organization (GAYO), which comprise the statement of financial position as at 31 December 2024, and the statement of income and expenditure, statement of changes in funds and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory notes as set out on pages 4 to 16.

In our opinion, the financial statements give a true and fair view of the financial position of Girls Activist Youth Organization (GAYO) as at 31 December 2024, and of its financial performance and its cash flows for the year then ended in accordance with accounting policies described in note 2 and the Trustees Incorporation Act, 1962, Cap 5:03.

### **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 organisation in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Responsibilities of Trustees and those Charged with Governance for the Financial Statements**

The trustees are responsible for the preparation of financial statements that give a true and fair view in accordance with accounting policies described in note 2 and the Trustees Incorporation Act, 1962, Cap 5:03 and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Our 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 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 on the basis of these financial statements.

## INDEPENDENT AUDITORS' REPORT

To the Trustees of

Girls Activist Youth Organisation (GAYO) (Continued)

- As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism 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 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 company's internal control.
- 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.

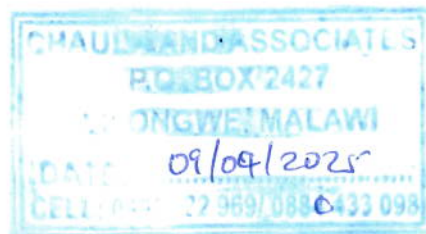
We communicate with the trustees, among other matters, planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during and audit.

*Chaula & Associates*

**Chaula & Associates**  
Chartered Accountants

Bentry Chaula  
Partner

Blantyre  
08 April 2025



**Girls Activist Youth Organisation (GAYO)****Statement of Income and Expenditure for the year ended 31 December 2024**

	<u>Note</u>	<u>2024</u> <u>MK</u>	<u>2023</u> <u>MK</u>
<b>Income</b>			
Donor income designated for projects	3	501,966,361	130,379,478
Other income	4	-	13,542,099
		<u>501,966,361</u>	<u>143,921,577</u>
<b>Expenditure</b>			
Staff costs	5	56,405,000	23,644,725
Overheads expenses	6	66,777,105	17,262,069
Finance Cost	7	-	493,274
Program delivery expenses	8	328,774,169	80,907,329
		<u>451,956,274</u>	<u>122,307,397</u>
<b>Deficit for the year</b>		<u>50,010,087</u>	<u>21,614,180</u>

**Girls Activist Youth Organisation (GAYO)**  
**Statement of Financial Position as at 31 December 2024**

	<u>Note</u>	<u>2024</u> MK	<u>2023</u> MK
<b>ASSETS</b>			
<b>Non – current assets</b>			
Plant and equipment	9	4,933,000	7,732,000
		-----	-----
<b>Current assets</b>			
Bank balances	10	141,337,907	31,278,918
		-----	-----
<b>Total assets</b>		<b>146,270,907</b>	<b>39,010,918</b>
		=====	=====
<b>FUNDS</b>			
<b>Funds</b>			
Capital fund	11	4,933,000	7,732,000
Accumulated fund	12	141,337,907	31,278,918
		-----	-----
		146,270,907	39,010,918
		-----	-----
<b>Total funds</b>		<b>146,270,907</b>	<b>39,010,918</b>
		=====	=====



Executive Director



Board Chairperson

Date: 08 April 2025

**Girls Activist Youth Organisation (GAYO)****Statement of Changes in Funds for the year ended 31 December 2024**

	Capital Fund K	Accumulated Fund K	Total K
Balance at 31 December 2022	10,531,000	9,664,738	20,195,738
Depreciation for the year	(2,799,000)	-	(2,799,000)
Surplus for the year	-	81,663,082	81,663,082
Balance at 31 December 2023	<u>7,732,000</u>	<u>91,327,820</u>	<u>99,059,820</u>
Depreciation for the year	(2,799,000)	-	(2,799,000)
Surplus for the year	-	50,010,087	50,010,087
Balance at 31 December 2023	<u><u>4,933,000</u></u>	<u><u>141,337,907</u></u>	<u><u>146,270,907</u></u>



**Girls Activist Youth Organisation (GAYO)****Statement of Cash Flows for the year ended 31 December 2024**

	<b><u>2024</u></b> <b>K</b>	<b><u>2023</u></b> <b>K</b>
<b>Cash flows from operating activities</b>		
Cash receipts from donors and others	501,966,361	143,921,577
Cash payments to projects and employees	(391,907,372)	(122,307,397)
Cash flows from operating activities	<u>110,058,989</u>	<u>21,614,180</u>
<b>Cash flows from investing activities</b>		
Cash and cash equivalents at beginning of year	31,278,918	9,664,738
Cash and cash equivalents at end of year	<u><u>141,337,907</u></u>	<u><u>31,278,918</u></u>

# **Girls Activist Youth Organisation (GAYO)**

## **Notes to the Financial Statements**

**For the year ended 31 December 2024**

### **1. Nature of the programme**

Girls Activist Youth Organization (GAYO) is non-political and non-profit making, non-governmental organisation registered under the Trustees Incorporation Act of Malawi 1962, Cap 5:03. It is also affiliated with the National Youth Council of Malawi as a youth organization. GAYO puts particular emphasis on the uniqueness of every girl child, and the complexity of issues concerning their welfare in Malawi, especially in the face of the growing poverty, HIV/AIDS and early marriages, high illiteracy rates, child labour, the plight of street children, and many other social ills affecting children.

### **2. Significant accounting policies and basis of preparation**

The following is a summary of the significant accounting policies, adopted in the preparation of the financial statements.

#### **a) Basis of preparation**

These financial statements have been prepared in accordance with accounting policies described below and are in Malawi Kwacha. They are prepared on a historical cost basis.

#### **b) Accounting for Income and Expenditure**

Income is accounted for on a receipt basis. Expenditure is accounted for when incurred.

##### **i) Donor funds**

Designated funds are utilized only for the individual projects specified in the donor agreement. These are recognised in the respective project account when received from prospective donors.

##### **ii) Bank interest**

This comprises interest received from funds deposited with the bank. Interest income is recognised in the income and expenditure account of the respective project when it is received.

##### **iii) Other income**

This comprises of income received from various income generating activities undertaken by the organisation

## **Girls Activist Youth Organisation (GAYO)**

### **Notes to the Financial Statements for the year ended 31 December 2024**

**c) Going concern**

The statement of receipts and payments have been prepared based on accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities which is subject to the financing agreement

**d) Commitments**

There were no commitments during the period requiring disclosure in the statement of receipts and payments

**e) Plant and equipment**

Plant and equipment procured for the purposes of the project are capitalized through Capital Fund.

Items of plant and equipment are written off over their anticipated economic useful life of four years.

**f) Accruals**

No provision is made for unpaid liabilities at the end of the year.

**g) Other receivables**

Other receivables are initially measured at fair value, and are subsequently measured at amortised cost using the effective interest rate method less impairment losses.

**h) Foreign currency transactions**

Transactions in other currencies are translated into Malawi Kwacha at the rate ruling at the date of the transaction.

**i) Accumulated Fund**

The projects' surpluses and deficits are accounted through the Accumulated Fund.

**j) Capital Fund**

All projects funds used for the acquisition of capital items are accounted through Capital Fund.

**k) Subsequent events**

There is no significant events that have occurred after period end that necessitates adjustments to or disclosure in the statement of receipts and payments.

# Girls Activist Youth Organisation (GAYO)

## Notes to the Financial Statements for the year ended 31 December 2024

		<u>2024</u>	<u>2023</u>
	<u>Note</u>	<u>MK</u>	<u>MK</u>
<b>3</b>	<b>Donor income designated for projects</b>		
SET	13	57,685,797	25,035,785
GEAR	14	26,700,300	49,392,889
World Vision	15	37,958,902	33,437,884
Segal Foundation	16	52,495,100	22,512,920
She Create Change	17	28,000,000	-
Amplify Change	18	21,921,357	-
TIKUMA	19	277,204,905	-
		<u>501,966,361</u>	<u>130,379,478</u>
<b>4</b>	<b>Other Income</b>		
SET	13	-	-
GEAR	14	-	-
World Vision	15	-	-
Segal Foundation	16	-	13,542,099
She Create change	17	-	-
Amplify Change	18	-	-
TIKUMA	19	-	-
		<u>-</u>	<u>13,542,099</u>
<b>5</b>	<b>Staff costs</b>		
SET	13	10,753,000	5,124,720
GEAR	14	6,155,891	2,458,246
World Vision	15	7,820,660	1,761,984
Segal Foundation	16	2,815,449	14,299,775
She Create Change	17	9,600,000	-
Amplify Change	18	1,200,000	-
TIKUMA	19	18,060,000	-
		<u>56,405,000</u>	<u>23,644,725</u>

**Girls Activist Youth Organisation (GAYO)****Notes to the Financial Statements for the year ended 31 December 2024**

	<u>Note</u>	<u>2024</u> <u>MK</u>	<u>2023</u> <u>MK</u>
<b>6</b>	<b>Overheads expenses</b>		
SET	13	1,759,671	624,000
GEAR	14	12,301,355	2,348,408
World Vision	15	1,395,000	2,060,992
Segal Foundation	16	44,590,234	12,228,669
She Create Change	17	2,399,332	-
Amplify Change	18	4,249,880	-
TIKUMA	19	81,633	-
		<u>66,777,105</u>	<u>17,262,069</u>
<b>7</b>	<b>Finance Cost</b>		
SET	13	-	160,385
GEAR	14	-	49,980
World Vision	15	-	156,781
Segal Foundation	16	-	126,128
She Create Change	17	-	-
Amplify Change	18	-	-
TIKUMA	19	-	-
		<u>-</u>	<u>493,274</u>
<b>8</b>	<b>Program delivery expenses</b>		
SET	13	39,173,126	12,323,428
GEAR	14	70,341,116	41,433,606
World Vision	15	28,263,585	27,150,295
Segal Foundation	16	-	-
She Create Change	17	10,515,806	-
Amplify Change	18	15,553,787	-
TIKUMA	19	164,926,749	-
		<u>328,774,169</u>	<u>80,907,329</u>

**Girls Activist Youth Organisation (GAYO)****Notes to the Financial Statements for the year ended 31 December 2024****9 Plant and equipment**

<u>Cost</u>	<u>Computers</u> <u>K</u>	<u>Furniture and equipment</u> <u>K</u>	<u>Total</u> <u>K</u>
At 1 January 2024	7,330,000	6,000,000	13,330,000
At 31 December 2024	7,330,000	6,000,000	13,330,000
<u>Depreciation</u>			
At 1 January 2024	4,398,000	1,200,000	5,598,000
Charge for the year	2,199,000	600,000	2,799,000
At 31 December 2024	6,597,000	1,800,000	8,397,000
<u>Net book value</u>			
At 31 December 2024	733,000	4,200,000	4,933,000
At 31 December 2023	2,932,000	4,800,000	7,732,000

# Girls Activist Youth Organisation (GAYO)

## Notes to the Financial Statements for the year ended 31 December 2024

		<u>2024</u>	<u>2023</u>
	<u>Note</u>	<u>MK</u>	<u>MK</u>
<b>10 Bank balances</b>			
SET	13	16,866,259	6,844,452
GEAR	14	33,969	11,687,867
World Vision	15	2,948,162	2,468,505
Segal Foundation	16	15,367,511	10,278,094
She Create Change	17	5,484,862	-
Amplify Change	18	917,690	-
TIKUMA	19	84,664,585	-
		<u>141,337,897</u>	<u>31,278,918</u>
<b>11 Capital Fund</b>			
<b>Analysed as:</b>			
GAYO		<u>4,933,000</u>	<u>7,732,000</u>
<b>Represented by:</b>			
Plant and equipment		<u>4,933,000</u>	<u>7,732,000</u>
<b>12 Accumulated Fund</b>			
<b>Analysed as:</b>			
SET	13	16,866,259	6,844,452
GEAR	14	33,969	11,687,867
World Vision	15	2,948,162	2,468,505
Segal Foundation	16	15,367,511	10,278,094
She Create Change	17	5,484,862	-
Amplify Change	18	917,690	-
TIKUMA	19	84,664,585	-
		<u>141,337,897</u>	<u>31,278,918</u>
<b>Represented by:</b>			
Bank balances		<u>141,337,897</u>	<u>31,278,918</u>

**Girls Activist Youth Organisation (GAYO)****Statement of Income and Expenditure for the year ended 31 December 2024**

	<b><u>2024</u></b>	<b><u>2023</u></b>
<b>13 Sexual Education for Transformation project (SET)</b>	<b><u>MK</u></b>	<b><u>MK</u></b>
<b>Income</b>		
Grant and Donation	51,685,797	25,035,785
	<u>51,685,797</u>	<u>25,035,785</u>
<b>Expenditure</b>		
Staff costs	10,753,000	5,124,720
Overhead expenses	1,759,671	624,000
Finance cost	-	160,385
Programme delivery expenses	39,173,126	12,323,428
	<u>51,685,797</u>	<u>18,232,533</u>
Surplus for the year	10,021,807	6,803,252
Surplus brought forward	6,844,452	41,200
Surplus carried forward	<u>16,866,259</u>	<u>6,844,452</u>
<b>Represented by:</b>		
Bank – National Bank of Malawi current account	16,866,259	6,844,452
	<u>16,866,259</u>	<u>6,844,452</u>



**Girls Activist Youth Organisation (GAYO)****Statement of Income and Expenditure for the year ended 31 December 2024**

	<b><u>2024</u></b>	<b><u>2023</u></b>
<b>14 Girls Education Advocacy in the Region (GEAR)</b>	<b><u>MK</u></b>	<b><u>MK</u></b>
<b>Income</b>		
Grant and Donation	26,700,300	49,392,889
	<hr/>	<hr/>
<b>Expenditure</b>		
Staff costs	6,155,891	2,458,246
Overheads expenses	12,301,355	2,348,408
Finance cost	-	49,980
Programme delivery expenses	70,341,116	41,433,606
	<hr/>	<hr/>
	88,798,362	46,290,240
	<hr/>	<hr/>
Surplus for the year	(62,098,062)	3,102,649
Surplus brought forward	62,132,031	8,585,218
	<hr/>	<hr/>
Surplus carried forward	33,969	11,687,867
	<hr/>	<hr/>
<b>Represented by:</b>		
Bank – National Bank of Malawi current account	33,969	11,687,867
	<hr/>	<hr/>

**Girls Activist Youth Organisation (GAYO)****Statement of Income and Expenditure for the year ended 31 December 2024**

	<b><u>2024</u></b>	<b><u>2023</u></b>
<b>15 World Vision – Community Engagement and Sponsorship Plan</b>	<b><u>MK</u></b>	<b><u>MK</u></b>
<b>Income</b>		
Donation	37,958,902	33,437,884
	<u>37,958,902</u>	<u>33,437,884</u>
<b>Expenditure</b>		
Staff cost	7,820,660	1,761,984
Overheads expenses	1,395,000	2,060,992
Finance cost	-	156,781
Programme delivery expenses	28,263,585	27,150,295
	<u>37,479,245</u>	<u>31,130,052</u>
Surplus for the year	479,657	2,307,832
Surplus brought forward	2,468,505	160,673
	<u>2,948,162</u>	<u>2,468,505</u>
Surplus carried forward	<u>2,948,162</u>	<u>2,468,505</u>
<b>Represented by:</b>		
Bank-National Bank of Malawi current account	2,948,162	2,468,505
	<u>2,948,162</u>	<u>2,468,505</u>

**Girls Activist Youth Organisation (GAYO)**  
**Statement of Income and Expenditure for the year ended 31 December 2024**

	<b><u>2024</u></b> <b><u>MK</u></b>	<b><u>2023</u></b> <b><u>MK</u></b>
<b>16 SEGAL FAMILY FOUNDATION PROJECT</b>		
<b>Income</b>		
Grant (Segal Foundation)	52,495,100	22,512,920
Other income	-	13,542,099
	<u>52,495,100</u>	<u>36,055,019</u>
<b>Expenditure</b>		
Staff cost	2,815,449	14,299,775
Overheads expenses	44,590,234	12,228,669
Finance cost	-	126,128
	<u>47,405,683</u>	<u>26,654,572</u>
Surplus for the year	5,089,417	9,400,447
Surplus brought forward	10,278,094	877,647
	<u>15,367,511</u>	<u>10,278,094</u>
Surplus carried forward	<u>15,367,511</u>	<u>10,278,094</u>
<b>Represented by:</b>		
Bank-National Bank of Malawi current account	15,367,511	10,278,094
	<u>15,367,511</u>	<u>10,278,094</u>

**Girls Activist Youth Organisation (GAYO)****Statement of Income and Expenditure for the year ended 31 December 2024**

	<b><u>2024</u></b>	<b><u>2023</u></b>
<b>17 SHE CREATE CHANGE</b>	<b>MK</b>	<b>MK</b>
<b>Income</b>		
Grant and Donation	28,000,000	-
	<u>28,000,000</u>	<u>-</u>
<b>Expenditure</b>		
Staff costs	9,600,000	-
Overhead expenses	2,399,332	-
Finance cost	-	-
Programme delivery expenses	10,515,806	-
	<u>22,515,138</u>	<u>-</u>
Surplus for the year	5,484,862	-
Surplus brought forward	-	-
	<u>5,484,862</u>	<u>-</u>
Surplus carried forward	<u>5,484,862</u>	<u>-</u>
<b>Represented by:</b>		
Bank – National Bank of Malawi current account	5,484,862	-
	<u>5,484,862</u>	<u>-</u>

**Girls Activist Youth Organisation (GAYO)****Statement of Income and Expenditure for the year ended 31 December 2024**

	<b><u>2024</u></b>	<b><u>2023</u></b>
<b>18 AMPLIFY CHANGE</b>	<b>MK</b>	<b>MK</b>
<b>Income</b>		
Grant and Donation	21,921,357	-
	<u>21,921,357</u>	<u>-</u>
<b>Expenditure</b>		
Staff costs	1,200,000	-
Overhead expenses	4,249,880	-
Finance cost	-	-
Programme delivery expenses	15,553,787	-
	<u>21,003,667</u>	<u>-</u>
Surplus for the year	917,690	-
Surplus brought forward	-	-
	<u>917,690</u>	<u>-</u>
Surplus carried forward	<u>917,690</u>	<u>-</u>
<b>Represented by:</b>		
Bank – National Bank of Malawi current account	917,690	-
	<u>917,690</u>	<u>-</u>

**Girls Activist Youth Organisation (GAYO)****Statement of Income and Expenditure for the year ended 31 December 2024**

	<b><u>2024</u></b>	<b><u>2023</u></b>
<b>19 TIKUMA</b>	<b>MK</b>	<b>MK</b>
<b>Income</b>		
Grant and Donation	277,204,905	-
	<u>277,204,905</u>	<u>-</u>
<b>Expenditure</b>		
Staff costs	18,060,000	-
Overhead expenses	81,633	-
Finance cost	-	-
Programme delivery expenses	164,926,749	-
	<u>183,068,382</u>	<u>-</u>
Surplus for the year	94,136,523	-
Surplus brought forward	-	-
	<u>94,136,523</u>	<u>-</u>
Surplus carried forward	<u>94,136,523</u>	<u>-</u>
<b>Represented by:</b>		
Payables	9,471,938	-
Bank – National Bank of Malawi current account	84,664,585	-
	<u>94,136,523</u>	<u>-</u>