

**FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025**

CONTENTS	PAGE
Organization Information	1
Report of the of Management	2
Statement of Magement's Members' Responsibilities	3
Report of the Independent Auditors	4
Financial statements:	
Statement of Income & Expenditure	5
Statement of Financial Position	6
Statement of Cash flow statement	7
Notes to the financial statements	8 - 11

***FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025***

Type of Company Foundation

Director 1.Fauza Mwanamisi Kombo Mwamtindi

Registered office Ukunda Kwale road Kombani
P.O.Box 930 Ukunda
Nairobi

Independent auditors Khoya and Company
(Certified Public Accountants of Kenya)
P.O Box 21359-00505
Nairobi

Principal bankers KCB Bank

FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025

REPORT OF THE BOARD MANAGEMENT

(a) Administration

The foundation of Fauza Mwanamisi shall be administered and managed by the Board of management under the name of "Fauza foundation "

(b) objects

The Management shall hold the funds and its income upon trust to apply them for the following objects (the objects)

- 1 Provide the necessities of education needs of unprivileged children in Kenya.
- 2 Support the capacity building and training of children empowerment in Kenya
- 3 Promote and support training in ethical leadership of Children in Kenya.
- 4 To do all acts and engage in activities that are related to and connected with and/or incidental to any of the above stated objects.

**FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025**

Report of the Board Members

Under the companies Act 2015 requires the Foundation to prepare financial statements for each financial year that gives a true and fair view of the state of affairs of the organization as at the end of the financial year and of its income and expenditure. It also requires the Board member(s) to ensure that the Organization keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the organization. They are also responsible for safeguarding the assets of the Organization.

The Board members 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 the requirements of the Charitable Trust act no 13 of 2021 , s.4. The Members are of the opinion that the financial statements give a true and fair view of the state of affairs of the organization and of its surplus. The board further accepts responsibility for the maintenance of accounting records that may be relied upon in the preparation of the financial statements, as well as adequate systems of internal control.

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

.....

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BOARD MEMBER

BOARD MEMBER

DATE.....

DATE.....

**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF FAUZA FOUNDATION**

Opinion

We have audited the financial statements of Fauza Foundation set out on pages 5 to 11 which comprise the statement of income and expenditure, statement of financial position and the cash flow statement for the year then ended 31st December 2025, together with the summary of significant accounting policies and other explanatory notes.

In our opinion, proper books of accounts have been kept and the financial statements, which are in agreement with the Trust's books of account, give a true and fair view of the state of the project's financial affairs as at 31st December 2025. The books have also been kept as per the requirements of the development partners; including that the project funds have been used exclusively for the purpose of the project in accordance with letter of approval, agreement of cooperation, the schedules of budgeted expenses and sources of income and the audit agreement as well as the Trust Act Cap 164.

Board Members' responsibility for the Financial Statements

The board are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and the requirements of the Trust coordination Act Cap 164. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an independent opinion on these financial statements. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

Scope & 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 that the financial statements are free from material misstatement. An audit includes an examination, on test basis, of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of the accounting policies used and significant estimates made by Directors, as well as an evaluation of the overall presentation of the financial statements.

We have obtained all the information and explanation that to the best of our knowledge and belief were necessary for purposes of our audit and belief that our audit provides a reasonable basis of our opinion.

The engagement partner responsible for the audit resulting in this independent auditor's report was CPA, Dr: Martin Odipo Khoya PhD. Practicing Certificate No.P1007

Khoya and Company
Certified Public Accountants
Nairobi, Kenya
Date.....2026

FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025

Statement of Income & Expenditure

Revenue	Notes	2025 Shs.	2024 Shs.
Income	4	448,539	585,852
Total Income		448,539	585,852
EXPENDITURE			
Administrative costs	7	365,073	182,500
Financial Charges	8	35,893	17,908
Surplus/(Deficit)		83,467	385,444

FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025

Statement of Financial Position

	Notes	2025 Shs.	2024 Shs.
Non-current assets			
Property, plant and equipment	2	28,711	32,813
		28,711	32,813
Current assets			
Cash and cash equivalents	3	470,877	424,554
Trade receivable	6	-	-
Current Liabilities			
Trade and other payables	5	10,000	10,000
Net Current Assets		460,877	414,554
Total Assets		489,588	447,367
Represented by			
Accumulated Funds	9	489,588	447,367
		489,588	447,367
Total funds		489,588	447,367

.....2026 and were signed on its behalf by:

FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025

Statement of Cash flow statement

	2025	2024
	Kshs	Kshs
<i>Cash generated from operations</i>		
Surplus/Deficit Carried Forward	83,467	385,444
<i>Adjustments for:</i>		
Depreciation on property, plant and equipment	4,102	4,687
Procedures from insurance compensation	-	-
Inventories	-	-
Trade and other receivables	-	-
Trade and other payables	-	10,000
Cash generated from operations	87,568	400,131
Tax paid	-	-
Net cash from operating activities	87,568	400,131
<i>Investing activities</i>		
Purchase of property and equipment	-	(37,500)
Purchase of shares	-	-
Investments	-	-
Proceeds on disposal of property and equipment	-	-
Net cash (used in) investing activities	-	(37,500)
<i>Financing activities</i>		
Proceeds from borrowings	-	-
Net cashflow from financing activities	-	-
Adjustments from accumulated funds	(41,245)	61,922
	(41,245)	61,922
(Decrease) / Increase in cash and cash equivalents	46,323	424,554
Movement in cash and cash equivalents		
At 1st January 2025	424,554	-
(Decrease) / Increase during the year	46,323	424,554
At 31st December 2025	470,877	424,554

FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025

Notes to The Financial Statement

1. Summary of Significant Accounting Policies

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

The financial statements are prepared in accordance with and comply with International Financial Reporting Standards (IFRSs)

a) Statement of compliance & basis of preparation

These financial statements are presented in the functional currency, Kenya shillings(Kshs) and prepared under the historical cost convention, except as specified below under fair value measurement in accordance with the applicable IFRSs.

b) Revenue recognition

Sales of services are recognised in the period in which the services are rendered, by reference to completion of the specific transaction assessed on the basis of the actual service provided as a proportion of the total services provided.

c) Property, plant and equipment

All property,plant and equipment are initially recorded at cost, certain classes of property, plant and equipment are subsequently shown at revalued amount, based on periodic valuation by the independent valuer, less subsequent. All other property,plant and equipment are stated at historical cost less accumulated depreciation and impairment losses.

	<u>Rate %</u>
Furniture , fittings & Equipment	12.5
Motor vehicles	30
Computers and photocopiers	30
Plant and machinery	30

FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025

Notes to the financial statements

2	Property, Plant and equipment			
	Office Computers Shs.	Furniture and fittings Shs.	Shs.	Total Shs.
Cost:				
At 1st January 2025	-	37,500	-	37,500
Revaluation	-	-	-	-
Additions	-	-	-	-
Disposals	-	-	-	-
At 31st December 2025	-	37,500	-	37,500
Depreciation				
At 1st January 2025	-	4,688	-	4,688
On disposals	-	-	-	-
Charge for the year	-	4,102	-	4,102
At 31st December 2025	-	8,790	-	8,790
Net Book Value:				
At 31st December 2025	-	28,711	-	28,711
At 31st December 2024	-	32,813	-	32,813

FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025

Notes to the financial statements

3	Cash and Cash Equivalent	2025	2024
		KSHS	KSHS
KCB Bank (KSH)		355,242	111,983
Paypal Account		115,635	312,571
		470,877	424,554

For the purpose of cash flow statement, cash and cash equivalent comprise cash in hand and deposits held at call with banks.

4	Revenue	2025	2024
		Shs.	Shs.
Donations		440,863	598,063
Forex exchange gain /loss		7,676	(12,211)
Total revenue		448,539	585,852

5	Trade and other payables	2025	2024
		Shs.	Shs.
Audit fees		10,000	10,000
Total Trade and other payables		10,000	10,000

6	Trade receivable & prepayment	2025	2024
		Shs.	Shs.
Prepayments		-	-
Other receivables		-	-
Total Trade and other receivable		-	-

FAUZA FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2025

Notes to the financial statements

	2025	2024
7 Administrative costs		
Other expenses	-	6,337
Personal effects	-	2,200
Audit fee	10,000	10,000
Food & refreshments	40,000	24,346
Charity & Thanksgiving	240,122	122,500
Salaries and wages	60,849	
Depreciation	4,102	4,688
Internet	2,000	-
Travel and transportation	8,000	12,429
	365,073	182,500
8 Financial Charges		
Bank & Mpesa Charges	15,566	10,118
Bank account fees	20,327	7,790
Total	35,893	17,908
9 Accumulated Funds		
At start of the year	447,367	-
Adjusted accumulated fund surplus of the year	(41,245)	61,922
	83,467	385,444
	489,588	447,367

BANK CHARGES	IN AED	IN KES	IN USD
11-Jan-24		16	692
11-Jan-24			108
19-Jan-24		35	1,541
12-Mar-24			1,407
15-Apr-24			10
29-Apr-24		16	583
20-May-24		16	571
20-May-24			108
09-May-24			1,318
5/31/2024			10
5/31/2024			1,225
6/30/2024			1,225
7/31/2024			1,278
8/31/2024			1,278
9/30/2024			1,278
10/31/2024			1,278
11/30/2024			1,278
12/31/2024			1,278
TOTAL BANK CHARGES		17,792	
BANK BALANCE		118,983	

	EXPENSES		
	SCHOOL FEES	FOOD STUFFS	CLEANING AND SANITIZATION
11-Jan-24	57,000		
05-Apr-24		24,346	
05-Apr-24			2,200
05-Apr-24			
20-May-24	65,500		
TOTALS	122,500	24,346	2,200

CHARITY AND THANKSGIVING

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6,337