

**A Self-help Assistance Program, Inc.  
Audited Financial Statements  
September 30, 2009**

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A Self-help Assistance Program, Inc.  
Financial Statements  
For the year ended September 30, 2009

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## INDEPENDENT AUDITOR'S REPORT

To The Board of Directors:  
A Self-help Assistance Program, Inc.  
Peachtree City, Georgia

We have audited the accompanying statement of financial position of A Self-help Assistance Program, Inc. (a nonprofit organization) as of September 30, 2009, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the combined financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the combined financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the financial position of A Self-help Assistance Program, Inc. as of September 30, 2009, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

*BamboSonaikeCPALLC*

January 27, 2010

A Self-help Assistance Program, Inc.  
Statement of Financial Position  
As of September 30, 2009

	<u>2009</u>	<u>2008</u>
<b>Assets</b>		
Cash and cash equivalents	\$ 124,619	\$ 171,300
Accounts receivable	48,217	-
Prepaid	2,914	18,091
Property, plant and equipment, (net)	44,726	66,888
<b>Total assets</b>	<u>220,476</u>	<u>256,279</u>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	5,470	27,612
Current portion of long term liabilities	9,011	-
Other long term liabilities	18,330	13,686
Long term debt	11,216	34,157
<b>Total liabilities</b>	<u>44,027</u>	<u>75,455</u>
<b>Net assets</b>		
Unrestricted	96,630	85,808
Temporarily restricted	79,819	95,016
<b>Total net assets</b>	<u>176,449</u>	<u>180,824</u>
<b>Total liabilities and net assets</b>	<u>220,476</u>	<u>256,279</u>

The accompanying notes are an integral part of these financial statements.

A Self-help Assistance Program, Inc.  
Statement of Activities  
For the Year Ended September 30, 2009

	For the period ended September 30, 2009			Total
	Unrestricted	Temporarily restricted	Permanently restricted	
<b>Revenue</b>				
Grants and awards	\$ 451,393	\$ 79,819	\$ -	\$ 531,212
Contributions	43,152	-	-	43,152
Program service fees	5,927	-	-	5,927
Interest income	564	-	-	564
Investment income	-	-	-	-
Donations in-kind	138,727	-	-	138,727
Debt forgiveness income	9,158	-	-	9,158
Gains (losses) on disposal of assets	(13,093)	-	-	(13,093)
Other income	22,675	-	-	22,675
Net assets released from restriction	95,016	(95,016)	-	-
<b>Total revenue</b>	753,519	(15,197)	-	738,322
				-
<b>Expenses</b>				
Program services	710,268	-	-	710,268
Management and General	26,028	-	-	26,028
Fundraising	8,672	-	-	8,672
<b>Total expenses</b>	744,968	-	-	744,968
Prior period adjustments	2,271			2,271
Foreign currency translation	-			-
<b>Change in net assets</b>	10,822	(15,197)	-	(4,375)
Net assets - beginning	85,808	95,016	-	180,824
<b>Net assets - ending</b>	<u>\$ 96,630</u>	<u>\$ 79,819</u>	<u>\$ -</u>	<u>176,449</u>

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A Self-help Assistance Program, Inc.  
Statement of Activities  
For the Year Ended September 30, 2009

	For the period ended September 30, 2008			Total
	Unrestricted	Temporarily restricted	Permanently restricted	
<b>Revenue</b>				
Grants and awards	\$ 318,199	\$ 95,016	\$ -	\$ 413,215
Contributions	218,043	-	-	218,043
Program service fees	83,384	-	-	83,384
Interest income	3,176	-	-	3,176
Investment income	(11,417)	-	-	(11,417)
Donations in-kind	-	-	-	-
Debt forgiveness income	-	-	-	-
Gains (losses) on disposal of assets	-	-	-	-
Other income	-	-	-	-
Net assets released from restriction	-	-	-	-
<b>Total revenue</b>	<b>611,385</b>	<b>95,016</b>	<b>-</b>	<b>706,401</b>
	-	-	-	-
<b>Expenses</b>				
Program services	791,211	-	-	791,211
Management and General	49,527	-	-	49,527
Fundraising	17,757	-	-	17,757
<b>Total expenses</b>	<b>858,495</b>	<b>-</b>	<b>-</b>	<b>858,495</b>
Prior period adjustments	(486,901)			(486,901)
Foreign currency translation	36,828			36,828
<b>Change in net assets</b>	<b>(697,183)</b>	<b>95,016</b>	<b>-</b>	<b>(602,167)</b>
Net assets - beginning	782,991	-	-	782,991
<b>Net assets - ending</b>	<b>\$ 85,808</b>	<b>\$ 95,016</b>	<b>\$ -</b>	<b>\$ 180,824</b>

The accompanying notes are an integral part of these financial statements.

A Self-help Assistance Program, Inc.  
Statement of Functional Expenses  
For the Year Ended September 30, 2009

For the period ended September 30, 2009

	Program services						Support services		Total
	Zimbabwe			Malawi		Other	G & A	Fundraising	
	IS&L	AGRI	BTG	IS&L	AGRI				
Advertising and promotion	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,935	\$ -	\$ 589	\$ 34,524
Capacity building	3,506	-	-	-	-	-	-	-	3,506
Client training	78,936	6,301	14,643	15,570	3,698	1,002	-	-	120,150
Depreciation	-	-	-	-	-	32,432	-	-	32,432
Equipment and capital	7,639	-	1,212	5,666	25,779	-	25	-	40,321
Insurance	2,662	-	500	-	-	-	-	-	3,162
Interest and bank charges	1,159	-	-	-	-	5,767	660	-	7,586
Memberships and licenses	-	-	-	-	-	67	288	-	355
Occupancy	13,823	169	205	3,605	-	-	463	-	18,265
Office expenses	1,435	-	2,499	-	-	128	-	-	4,062
Other operating expenses	-	-	-	-	-	3,533	-	-	3,533
Postage and delivery	-	-	-	-	-	230	289	-	519
Printing and reproduction	262	-	-	-	-	-	18	-	280
Staff salaries and benefits	150,834	2,745	39,554	35,253	-	80,600	22,543	8,083	339,612
Staff development	4,970	-	1,232	260	-	3,131	195	-	9,788
Stakeholder mobilization	615	-	2,056	375	-	75	-	-	3,121
Supplies	4,908	-	3,850	-	-	-	240	-	8,998
Telephone	4,775	-	-	750	-	20,041	1,306	-	26,872
Vehicle	46,063	1,248	16,342	7,327	-	-	-	-	70,980
Travel	-	-	-	-	-	10,153	-	-	10,153
Utilities	5,749	-	-	1,000	-	-	-	-	6,749
<b>Total expenses</b>	<b>\$ 327,336</b>	<b>\$ 10,463</b>	<b>\$ 82,093</b>	<b>\$ 69,806</b>	<b>\$ 29,477</b>	<b>\$ 191,094</b>	<b>\$ 26,027</b>	<b>\$ 8,672</b>	<b>\$ 744,968</b>

The accompanying notes are an integral part of these financial statements.

A Self-help Assistance Program, Inc.  
Statement of Functional Expenses  
For the period ended September 30, 2009

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	For the period ended September 30, 2008			
	Program services	Management & general	Fundraising	Total
Overseas projects	\$ 649,341	\$ -	\$ -	\$ 649,341
Salary & wages	41,048	37,107	13,177	91,332
Professional fees	-	-	1,000	1,000
Accounting fees	-	5,420	-	5,420
Legal fees	-	107	-	107
Supplies	-	1,140	-	1,140
Telephone	4,860	1,511	-	6,371
Postage and shipping	104	261	316	681
Occupancy	9,786	3,434	495	13,715
Equipment rental & maintenance	6,713	-	-	6,713
Travel	36,823	28	1,153	38,003
Conferences, conventions & meetings	-	-	1,240	1,240
Client training	5,716	-	-	5,716
Other expenses	-	519	377	896
Depreciation	36,820	-	-	36,820
<b>Total expenses</b>	<b>\$ 791,211</b>	<b>\$ 49,527</b>	<b>\$ 17,757</b>	<b>\$ 858,495</b>

The accompanying notes are an integral part to these financial statements.

A Self-help Assistance Program, Inc.  
Statement of Cash Flows  
For the Year Ended September 30, 2009

	<u>2009</u>	<u>2008</u>
<b>Cash flows from operating activities:</b>		
Change in net assets	\$ (4,375)	\$ (602,167)
Depreciation and amortization	32,432	36,820
Increase (decrease) in receivables	(48,217)	547,734
Increase (decrease) in other current assets	4,368	-
Increase (decrease) in accounts payable and accrued expenses	(22,142)	21,211
Increase (decrease) in employee related liabilities	4,644	4,428
	<u>4,644</u>	<u>4,428</u>
<b>Total cash flows from operating activities</b>	(33,290)	8,026
<b>Cash flows from investing activities:</b>		
Capital additions	(30,551)	(36,663)
Disposal of assets	31,090	-
	<u>31,090</u>	<u>-</u>
<b>Net cash used by investing activities</b>	539	(36,663)
<b>Cash flows from financing activities:</b>		
Repayments on notes payable	(4,772)	(23,646)
Forgiveness of notes payable	(9,158)	-
	<u>(9,158)</u>	<u>-</u>
<b>Net cash used by financing activities</b>	(13,930)	(23,646)
<b>Other activities:</b>		
<b>Net cash increase (decreases) in cash and cash equivalents</b>	(46,681)	(52,283)
Cash and cash equivalents at beginning of period	171,300	223,583
	<u>171,300</u>	<u>223,583</u>
<b>Cash and cash equivalents at end of period</b>	<u>\$ 124,619</u>	<u>\$ 171,300</u>

The accompanying notes are an integral part of these financial statements.

# A Self-help Assistance Program, Inc.

## Notes to the Financial Statements

### For the Year Ended September 30, 2009

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#### 1. Significant Accounting Policies

##### Nature of business/basis of presentation

###### Nature of business

A Self-help Assistance Program, Inc. (the "company") was incorporated on January 30, 1992 in the United States. The company implements programs to cultivate self-reliance in Africa. Projects include Internal Savings & Lending rural microfinance, Bridge the Gap math teacher training and other activities to improve agriculture practices, nutrition and household security in Africa. The organization operated a coffee roasting income generating activity in the United States until December 2008, when it was closed and the assets liquidated.

###### Basis of presentation

The financial statements are reported using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized in the period earned and expenses are recognized when the liability is incurred.

The financial statements follow the recommendations of the Financial Accounting Standards Board in its Statement of Financial Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117 ASAP is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted.

###### Unrestricted net assets

These are assets that are not subject to donor imposed or grantor-imposed restrictions. As of September 30, 2009, the company had a total of \$ 96,630 unrestricted net assets.

###### Temporarily restricted assets

These are assets that are subject to donor imposed or grantor-imposed stipulations that may or will be met, either by actions of ASAP and/or passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. As of September 30, 2009, the company had \$ 79,819 in temporarily restricted net assets.

###### Permanently restricted net assets

These are assets subject to donor imposed or grantor imposed stipulations permanently the company. Generally, the donors and grantors of these assets permit an organization to use all or part of the income earned on any related investments for general or specific purposes. As of September 30, 2009, the company had no permanently restricted net assets.

##### Cash and cash equivalents

Cash and cash equivalents highly liquid investments in money market instruments which are carried at the lower of cost and market value with a maturity date of three months or less from the acquisition date. These are valued at cost which approximates market value.

##### Property, plant and equipment

Property, plant and equipment is carried at cost. Depreciation is calculated using the straight-line

A Self-help Assistance Program, Inc.  
Notes to the Financial Statements  
For the Year Ended September 30, 2009

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**1. Significant Accounting Policies continued**

**Property, plant and equipment continued**

method over estimated useful lives listed below.  
\$ 32,432 and September 30, 2008 was \$ 36,820.

Depreciation expense for September 30, 2009 was

Asset Class	Estimated useful lives (years)
Furniture and equipment	8
Computer and office equipment	4
Vehicles	4
Motorbikes	3

**Revenue recognition**

**Contributions**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted net assets depending on the existence or nature of any donor restrictions.

**Use of estimates**

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and may have impact on future periods.

**Income taxes**

A Self-help Assistance Program, Inc. has been approved as a tax exempt organization under the Internal Revenue Code Section 501(c)(3). Accordingly, no provision for income taxes is made in the financial statements.

**Foreign currency translation**

**Translation**

The balance sheet accounts of the company's foreign operations are translated into home currency using the current exchange rate. Revenues and expenses are translated using an average exchange rate. The resulting translation gains or losses are recorded as exchange gain (loss) on the statement of activities. Malawi operations activities and financial position were translated using a rate of 140 Malawi Kwacha to 1 United States dollar. The Zimbabwe transactions were recorded at a varying rate prior to the adoption of the dollar as the national currency.

**Concentration of risk**

The company is exposed to foreign currency fluctuations in the countries of Zimbabwe and Malawi and as such, wide swings in the value of these currencies could materially affect the company's finances. In April 2009, the official currency of Zimbabwe changed to the United States dollar. The banks have maintained the account balances of the Zimbabwe dollar if the currency were to be reinstated in a future

A Self-help Assistance Program, Inc.  
Notes to the Financial Statements  
For the Year Ended September 30, 2009

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1. Significant Accounting Policies continued

Foreign currency translation continued

Concentration of risk continued

period. As of February 2009, the company owned 153 billion Zimbabwe dollars.

2. Property, plant and equipment

Property, plant and equipment consist of the following:

			2009	2008
	Cost	Accumulated Depreciation	Net Book Value	Net Book Value
Furniture and equipment	\$ 14,170	\$ (7,207)	\$ 6,963	\$ 23,342
Computer and office equipment	48,329	(38,682)	9,647	11,331
Vehicles	65,621	(51,896)	13,725	22,807
Motorbikes	58,911	(44,520)	14,391	9,408
<b>Total</b>	<b>\$ 187,031</b>	<b>\$ (142,305)</b>	<b>\$ 44,726</b>	<b>\$ 66,888</b>

3. Long-term debt

Notes payable

	Balance at September 30, 2008	Additions	Deductions	Balance at September 30, 2009	Current portion of long term debt
Note payable 1	\$ 34,157	\$ -	\$ (34,157)	\$ -	\$ -
Note payable 2	-	25,000	(4,773)	20,227	9,011
	<b>\$ 34,157</b>	<b>\$ 25,000</b>	<b>\$ (38,930)</b>	<b>\$ 20,227</b>	<b>\$ 9,011</b>

On July 1, 2007 the company entered a promissory note for the purchase of the equipment and inventory for a coffee roasting income generating facility, On Safari Coffee Initiative. The initial balance of the promissory note was \$ 53,341 with a 5% interest and 36 monthly payments of \$1,598. The first payment on the promissory note was made on September 30, 2007. During 2009, the company refinanced the promissory note and entered into a new promissory note for \$25,000 on January 21, 2009. The debtor forgave the company \$9,158 relating to note payable 1. The new interest rate is calculated at 2% and compounded monthly. The monthly payments are \$720 for the three year term. The holder of the above promissory notes is an officer of the company and a member of the Board of Directors for the company.

A Self-help Assistance Program, Inc.  
Notes to the Financial Statements  
For the Year Ended September 30, 2009

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**3. Long-term debt continued**

**Notes payable continued**

The principal payments per annum on the notes payable are due as follows:

	<b>Principal</b>
2010	\$ 9,011
2011	8,493
2012	2,723
<b>Total</b>	<b>\$ 20,227</b>

**4. Prior period adjustment**

The opening balance of cash denominated in foreign currency was adjusted by \$2,271 as a result of the fluctuation in currency.

A Self-help Assistance Program, Inc.  
 Schedule of Expenditures  
 For the period ended September 30, 2009

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**Program Services Expenditures**

**Internal Savings & Lending rural micro-finance project**

**Zimbabwe - Kufusa Mari**

Catholic Relief Services, Out of School Adolescents	\$ 70,107
CARE Zimbabwe, Micro-finance 2 project	74,757
Concern Worldwide, Sustainable income for HIV/AIDS affected	71,441
CARE Zimbabwe, Joint Initiative to address urban vulnerability	65,759
Plan International, Mutasa District	41,002
Capacity Building: Norwegian Church Aid - Darfur Sudan	3,506
Capacity Building: Nzeve School for Deaf Children	764
ASAP Africa Allocation	99,086

<b>TOTAL Zimbabwe Internal Savings &amp; Lending project</b>	<b>426,423</b>
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**Malawi - Chimvano pa Chuma**

Cordaid pilot project	24,900
Total Land Care	16,687
Cordaid - Entrepreneurship program	18,219
The International Foundation	10,000
ASAP Africa Allocation	21,131

<b>TOTAL Malawi Internal Savings &amp; Lending project</b>	<b>90,937</b>
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**"Bridge the Gap" Rural maths teacher training Zimbabwe**

Banyan Tree Foundation Nyanga and Chibuwe	31,683
Flora Family Foundation Mutasa District	50,411
ASAP Africa Allocation	24,850

<b>TOTAL "Bridge the Gap" Rural maths teacher training</b>	<b>106,945</b>
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**Agriculture improvements**

C G Charitable Fund Zimbabwe Mutasa District	10,463
Total Land Care, Malawi, Treadle Pumps and Seed improvements	29,477
ASAP Africa Allocation	12,090

<b>TOTAL Agriculture Improvements in Africa</b>	<b>52,029</b>
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<b>Google Grant</b>	<b>33,935</b>
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<b>TOTAL Program Services</b>	<b>\$ 710,268</b>
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The accompanying notes are an integral part to these financial statements.