



**UNIVERSITY OF MALAWI-COLLEGE OF MEDICINE
AFRICA CENTRE OF EXCELLENCE IN PUBLIC HEALTH AND
HERBAL MEDICINE
(ACEPHEM)**

**PROJECT NUMBER : ACEII 048
CREDIT NUMBER : IDA
GRANT NUMBER : (P151847)**

SECTOR : HEALTH

**FINANCIAL STATEMENTS FOR THE YEAR ENDED
30TH JUNE 2019**

National Audit Office
Lilongwe 3
November 2019

ACEPHEM
PROJECT IDENTITY NUMBER-ACEII 048
INTERNATIONAL DEVELOPMENT ASSOCIATION-CREDIT NUMBER IDA
EUROPEAN UNION-GRANT NUMBER: P151847

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**Controlling Officer's Report
For the year ended 30 June 2019**

1. Project Background and Description

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, 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.

In order to increase Malawi's capacity to train postgraduate students in public health and herbal medicine, Africa Centre of Excellence in Public Health and Herbal Medicine (ACEPHEM) was established.

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.

2. 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 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.

3. Project Activities

The project engages in the following:

- Train MSc/MPhil/MMED students in urban 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

4. Project Achievements

Indicators		TOTAL TARGET	TOTAL ACTUAL	OVERALL PERCENTAGE	
PDO	1. Regional students enrolled in ACEs: (i) Masters (No. of Female) (ii) PhD (No. of female)	Masters (Total)	17	14	82%
		Masters (Female)	6	9	150%
		PhD (Total)	10	4	40%
		PhD (Female)	4	1	25%
		Short-term courses (Total)	84	155	185%
	2. National students enrolled in ACEs: (i) Masters (No. of female) (ii) PhD (No. of female)	Masters (Total)	53	90	169%
		Masters (Female)	26	34	131%
		PhD (Total)	16	9	56%
		PhD (Female)	8	3	38%
	3. Students (national and regional) enrolled in ACEs: (i) Masters (No. of female) (ii) PhD (No. of female)	Masters (Total)	70	104	148%
		Masters (Female)	32	43	134%
		PhD (Total)	26	13	50%
		PhD (Female)	12	4	33%
		Short-term courses (Total)	651	687	106%
	3. MOUs on partnerships for collaboration in applied research and training entered into by the ACEs		11	11	100%
	4. Accredited education programs offered by the ACEs	Total	24	20	83%
		National	20	20	100%
		Regional	2	0	0%
	5. Direct Project Beneficiaries (of which female)	International	2	0	0%
		Total	730	320	44%
	Female (%)	100%	44%	44.0%	

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Component 1	1. Faculty and PhD students exchanges to promote research and teaching (No. of female)	Total	18	13	72%
		Female	8	5	63%
	2. Amount of externally generated revenue by the ACEs		900000	275000	31%
	3. Internationally recognized research publications in disciplines supported by the ACE Program and with regional coauthors	Total	35	35	100%
		No. co-authored with regional collaborators	15	11	73%
4. No. of institutions hosting ACEs participating in the PASET benchmarking exercise		1	1	100%	
Component 2	1. Events that foster partnerships between ACE and private sector/industry		4	1	25%
Component 3	1. Knowledge sharing events with ACEs, partner institutions, academia and Diaspora		17	11	65%
	2. Reports by ACEs on Beneficiary Satisfaction		25	21	84%
	3. Timely verification of ACE achievement of DLIs		4	2	50%
	4. Biannual reporting on M&E of the ACEs		10	3	30%



Date..... 29/11/19

Dr M. Mipando
 The Principal,
 College of Medicine

**Statement of Management Responsibilities
For The Year Ended 30 June 2019**

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.

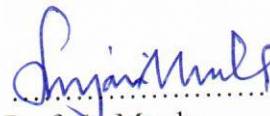
The management also accepts responsibility for taking such steps as are reasonably open to them to safeguard the assets of the project and to maintain adequate systems of internal controls to prevent and detect fraud and other irregularities

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 College of Medicine and are signed on its behalf by:



.....
Dr M. Mipando
**The Principal, College of Medicine
Malawi**



.....
Prof. A. Muula
ACEPHEM Director-

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In reply please quote No.

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CAPITAL CITY
LILONGWE 3
MALAWI

AUDITOR GENERAL'S REPORT TO THE PRINCIPAL ON THE FINANCIAL STATEMENTS OF AFRICA CENTRE OF EXCELLENCE IN PUBLIC HEALTH AND HERBAL MEDICINE (ACEPHEM) FOR THE YEAR ENDED 30TH JUNE, 2019

Opinion

I have audited the accompanying Financial Statements of the Africa Centre of Excellence in Public Health and Herbal Medicine (ACEPHEM) for the year ended 30th June, 2019 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 10 to 29.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the ACEPHEM Project as at 30th June, 2019 in accordance with the 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 ACEPHEM Project and the College of 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.

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 the nature of the audited entity.

The ACEPHEM Project Management's Responsibility for the Project's Financial Statements

The ACEPHEM Project Management is responsible for the preparation and fair presentation of the financial statements in accordance with 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 in the aggregate, 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.
- 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 Independent Auditor General's report is:

Signature: 

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



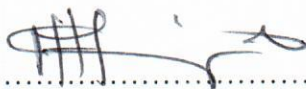
Date: 29th NOVEMBER 2019

ACEPHEM
 PROJECT IDENTITY NUMBER-ACEII 048
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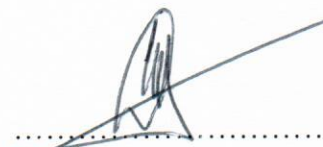
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

2018

ASSETS	NOTE	2019		2018	
		MKW	USD	MKW	USD
Non-current Assets					
Property, Plant and Equipment	3	<u>434,888,279</u>	<u>559,547</u>	<u>103,246,208</u>	<u>142,281</u>
CURRENT ASSETS					
Debtors	6	15,058,724	19,375	6,628,087	9,134
Cash and Bank	4	<u>3,387,272</u>	<u>4,358</u>	<u>366,330,615</u>	<u>504,831</u>
Total Current Assets		<u>18,445,996</u>	<u>23,733</u>	<u>372,958,702</u>	<u>513,965</u>
TOTAL ASSETS		<u>453,334,276</u>	<u>583,281</u>	<u>476,204,910</u>	<u>656,246</u>
FUNDS, RESERVES AND LIABILITIES					
FUNDS AND RESERVES					
World bank funds	10	809,612,554	1,109,058	741,957,532	1,022,473
Other income	5	19,833,171	27,169	23,227,331	32,009
Exchange gain	7	6,253,516	8,566	671,226	925
Bank interest	8	<u>573,884</u>	<u>786</u>	<u>2,772,709</u>	<u>3,821</u>
Total income		<u>836,273,126</u>	<u>1,145,581</u>	<u>768,628,798</u>	<u>1,059,228</u>
Total Expenses		829,027,643	1,135,655	395,670,096	545,263
Less: Fixed Assets		<u>434,888,279</u>	<u>559,547</u>	<u>103,246,208</u>	<u>142,281</u>
Total expenditure		<u>394,139,364</u>	<u>576,107</u>	<u>292,423,888</u>	<u>402,982</u>
Taxes		3,024,462	3,891	-	-
Funds for specific purpose		<u>8,176,052</u>	<u>9,917</u>	-	-
		<u>11,200,514</u>	<u>13,808</u>	-	-
Total Equities and Liabilities		<u>453,334,276</u>	<u>583,281</u>	<u>476,204,910</u>	<u>656,246</u>



Dr. M. Mipando
 The Principal, College of Medicine



Mr. G. Mugawa
 Finance Officer College of Medicine

STATEMENT OF RECEIPTS AND PAYMENTS AS AT 30 JUNE 2019

	NOTE	2019 K	USD	2018 K	USD
INCOME					
World Bank funds	10	809,612,554	1,109,058	741,957,532	1,022,473
Other income	5	19,833,171	27,169	23,227,331	32,009
Exchange gain	7	6,253,516	8,566	671,226	925
Bank interest	8	573,884	786	2,772,709	3,821
TOTAL INCOME		<u>836,273,126</u>	<u>1,145,580</u>	<u>768,628,798</u>	<u>1,059,228</u>
EXPENDITURE					
Advertising programs at ACE PHEM		-	-	962,424	1,326
Developing a new MSc at Malawi College of Medicine		220,253,148	301717	63,997,006	88,193
Procurement of general use teaching material		43,438,189	59,504	2,125,000	2,928
Development of a core team Training on value addition on herbal products		57,621,143	78933.08	76,571,539	105,521
Procurement of vehicles and maintenances		12,922,546	17702.12	2,394,661	3,300
Procurement and upgrading of teaching and learning facilities		374,373,140	547921	107,737,927	148,471
Organizing short courses Facilitation of international conference presentation		51,024,750	69896.91	23,305,797	32,117
Facilitation of national and regional student exchange visit Institutionalize faculty exchange programs		911,000	1247.95		
		29,752,896	40757.39		
		7,020,571	9617.22	37,273,183	51,365

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Conduct management meetings of ACEPHEM	8,781,827	12029.9	51,933,604	71,568
ACEPHEM Administration offices furnished and equipped	21,064,373	28855.31	29,084,187	40,080
Exchange Loss	212	0.29	79,559	110
Bank charges	<u>1,863,849</u>	<u>2553.22</u>	<u>1,456,675</u>	<u>2,007</u>
TOTAL EXPENDITURE	<u>829,027,643</u>	<u>1,135,655</u>	<u>396,921,563</u>	<u>546,988</u>
			-	
SURPLUS / DEFICIT)	<u>7,245,483</u>	<u>9,925</u>	<u>371,707,263</u>	<u>512,240</u>
			-	
REPRESENTED BY			-	
Local Account	1,129,092	1,547	49,397,172	68,073
FCDA Account	9 2,258,181	3,093	316,933,443	436,758
Debtors / Cash Impress	6 <u>15,058,724</u>	<u>20,628</u>	<u>6,628,087</u>	<u>9,134</u>
TOTAL BANK	<u>18,445,996</u>	<u>25,268</u>	<u>372,958,702</u>	<u>513,965</u>
			-	
Tax	3,024,462	4,143	1,251,439	1,725
Creditors	<u>8,176,052</u>	<u>11,200</u>		
TOTAL	<u>11,200,514</u>	<u>15,343</u>	<u>1,251,439</u>	<u>1,725</u>
GRAND TOTAL	<u>7,245,483</u>	<u>9,925</u>	<u>371,707,263</u>	<u>512,240</u>

STATEMENT OF DESIGNATED ACCOUNT FOR THE YEAR
ENDED 30 JUNE 2019
BANK NUMBER: 0006708000177, FMB BANK

	NOTE	2019		2018	
		K	USD	K	USD
Receipts					
Cash Receipts	9	754,839,280	1,036,728	727,731,890	1,002,869
Receipts from other Funds	10	30,927,357	42,470	15,953,415	21,985
Interest received	9	556,408	764	2,581,079	3,557
Inter University - refund of advertisement fees		-	-	351,940	485
Transfer to operating account	9	(731,013,320)	(996,639)	(395,521,701)	(545,059)
Total Receipts		<u>55,309,724</u>	<u>83,323</u>	<u>351,096,624</u>	<u>483,837</u>
Payments					
Total amount paid in respect of subsistence, training, bank charges, net exchange loss, management meetings and other services	9	53,051,243	80,418	34,162,942	47,079
Total payments		<u>53,051,243</u>	<u>80,418</u>	<u>34,162,942</u>	<u>47,079</u>
Balance		<u>2,258,481</u>	<u>2,905</u>	<u>316,933,682</u>	<u>436,758</u>

**STATEMENT OF SOURCES AND
 USES OF FUNDS**

		2019		2018	
		K	USD	K	USD
SOURCES OF FUNDS					
World bank funds	10	809,612,554	1,109,058	741,957,532	1,022,473
Other income	5	19,833,171	27,169	23,227,331	32,009
Exchange gain	9	6,253,516	8,566		925
Interest received	9	573,884	786	2,772,709	3,821
Transfer to operating account		(731,013,320)	(996,639)	(395,522,063)	(545,059)
Total Receipts		105,259,805	148,941	373,106,735	514,169
APPLICATION OF FUNDS					
Component 1 - Building education capacity					
Development of new MSc at Malawi College of Medicine		220,253,148	301,717	63,997,250	88,193
Upgrading teaching and learning facilities		17,829,000	24,423	2,124,703	2,928
Training on value addition on herbal products		-	-	2,394,645	3,300
Development of a core team		57,621,146	78,933	76,572,039	105,522
Institutionalize faculty exchange programs		7,020,571	9,617	37,273,012	51,365
SUB - TOTAL		302,723,865	414,690	182,361,650	251,308
Component 2 - Governance and Management					
Advertising programs at ACE PHEM		-	-	962,212	1,326
Procurement of vehicles and maintenances		12,922,546	17,702	107,738,707	148,472

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Procurement of general use teaching material	399,982,328	547,921	-	-
Facilitation of international Conference Presentation	911,000	1,248		
Facilitation of national and regional student exchange visit	29,752,896	40,757		
Conduct management meetings of ACEPHEM	8,781,827	12,030	51,933,319	71,568
Organizing short courses	51,024,748	69,897	23,305,701	32,117
ACEPHEM Administration offices furnished and equipped	21,064,373	28,855	29,084,052	40,080
Exchange Loss	212	0	79,822	110
Bank charges	<u>1,863,849</u>	<u>2,553</u>	<u>1,456,380</u>	<u>2,007</u>
SUB — TOTAL	<u>526,303,779</u>	<u>720,964</u>	<u>214,560,192</u>	<u>295,680</u>
Total Funds Applied	<u>829,027,644</u>	<u>1,135,654</u>	<u>396,921,842</u>	<u>546,988</u>

**Notes to the Financial Statements
For The Year Ended 30 June 2019**

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.

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 MK777.21 as at 30 JUNE 2019 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,

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.

3.0 Schedule of noncurrent assets

Assets	2019	USD	2018	USD
	K		K	
Property, Plant and Equipment				
Land and Building	351,955,333	452,842		
Motor Vehicle	91,969,644	118,332	91,969,644	126,741
Fixture and Fittings	5,187,375	6,674	956,525	1,318
Office Equipment	30,639,441	39,422	18,460,941	25,441
Computer	16,073,750	20,681.23	15,223,750	20,979
Total	495,825,543	637,952	126,610,860	174,479
Depreciation				
Building	8,798,883	11,321		
Motor Vehicle	36,033,929	46,363	17,640,000	24,309
Fixture and Fittings	1,228,780	1,581	191,305	264
Office Equipment	8,779,099	11,296	2,651,211	3,654

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Computers	<u>6,096,573</u>	<u>7,844</u>	<u>2,881,823</u>	<u>3,971</u>
Total	60,937,264	78,405	23,364,339	32,198
Closing balance as at 30/06/2018	<u>434,888,279</u>	<u>559,547</u>	<u>103,246,522</u>	<u>142,281</u>

4.0 Bank and Cash Balances

	NOTE	2019 K	USD	2018 K	USD
FCDA Account (Designated Account)	9	2,258,181	2,905	316,933,682	436,758
FMB Bank - Local Account		<u>1,129,092</u>	<u>1,453</u>	<u>49,396,811</u>	<u>68,073</u>
		<u>3,387,272</u>	<u>4,358</u>	<u>366,330,494</u>	<u>504,831</u>

5.0 Other Income

Date	Details	K	USD
10/13/2018	FOREIGN RECEIPT	6,995,563	9,582.96
1/18/2019	SGF	5,241,586	7,180.26
3/14/2019	INTER UNIVERTY	6,996,022	9,583.59
4/26/2019	FEES FOR ALLAN, NOEL AND PETER	450,000	616.44
5/15/2019	OTHER INCOME	<u>150,000</u>	<u>205.48</u>
	Total	<u>19,833,171</u>	<u>27,169</u>

6.0 Debtors

Date	Reference	Details	K	USD
1/1/2018		Balance b/d	6,628,321	8,528
7/12/2018	RC0000000011	MARCH 2018	(143,528)	(185)
7/12/2018	RC0000000012	APRIL 2018	(143,528)	(185)
7/13/2018	558	ERNEST MOKIWA	1,451,800	1,868

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7/16/2018	559	ERNEST MOKIWA	1,600,000	2,059
7/18/2018	CASH.1.07/18	CASH IMPRESS RETIREMENT	(5,600)	(7)
7/19/2018	535	CASH IMPRESS	600,000	772
7/24/2018	CASH.2.07/18	CASH IMPRESS RETIREMENT	(520)	(1)
7/26/2018	JUL18 SALEFT	SALARIES DEDUCTIONS	(143,528)	(185)
8/3/2018	590	F LAMPIAO	1,116,000	1,436
8/3/2018	592	ERNEST MOKIWA	400,000	515
8/27/2018	625	ERNEST MOKIWA	125,354	161
9/5/2018	650	TOWERA GONDWE	720,000	926
9/25/2018	677	TOWERA GONDWE	1,119,720	1,441
10/2/2018	683	TOWERA GONGWE	760,000	978
10/2/2018	RC0000000016	TOWERA GONWE	(78)	(0)
10/17/2018	677	Data Collection	(1,119,720)	(1,441)
10/26/2018	906	Cash impress	840,000	1,081
11/12/2018	926	Honorarium	1,000,000	1,287
12/6/2018	RC0000000017	CHIKONDI MAHUKA	(40,695)	(52)
12/6/2018	RC0000000020	I BALUWA	(40,700)	(52)
12/14/2018	973	Cash Impress	780,000	1,004
1/18/2019	989	Cash impress	1,082,500	1,393
1/29/2019	998	Cash impress	960,000	1,235
2/1/2019	01022019	TOWERA GONDWE	(1,320)	(2)
2/5/2019	1003	Cash impress	82,000	106
3/18/2019	1040	Stationery	199,180	256
4/10/2019	1084	Cash Impress	80,000	103

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4/10/2019	1085	Mortuary	136,072	175
4/10/2019	1086	cash impress	680,000	875
4/18/2019	1100	Cash impress	453,915	584
4/24/2019	RC0000000023	BTC TRADING	(193,205)	(249)
4/29/2019	1112	Cash Impress	422,764	544
5/10/2019	RC0000000026	IBRAHIM CHIKOWE	(1,475)	(2)
5/10/2019	1124	Cash impress	540,000	695
5/20/2019	1133	Cash impress	400,000	515
5/20/2019	1134	cash impress	357,000	459
5/28/2019	1138	Cash impress	158,000	203
6/28/2019	LOAN	LOAN	(5,000,000)	(6,433)
6/28/2019	Rec	Cash in transit	<u>(800,000)</u>	<u>(1,029)</u>
		Total	<u>15,058,724</u>	<u>19,375</u>

7.0 EXCHANGE GAIN

Date	Reference	Details	K	USD
7/17/2018	CM 1	Exchange gain	180,800	247.67
7/17/2018	ACE001	Reversal	(180,800)	(247.67)
7/31/2018	ACE002	Exchange gain	2,177	2.98
9/30/2018	ACE004	Exchange gain	(265,307)	(363.43)
9/30/2018	CM2	Correction	530,614	726.87
0/31/2018	ACE005	Exchange gain	2,279,926	3,123.19
11/30/2018	ACE006	Exchange gain	65,644	89.92
12/31/2018	ACE007	Exchange gain	308,286	422.31

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1/31/2019	ACE008	Exchange gain	10,007	13.71
3/31/2019	ACE010	Exchange gain	535,470	733.52
4/30/2019	ACE011	Exchange gain	1,972,601	2,702.19
5/31/2019	ACE012	Exchange gain	422,992	579.44
6/30/2019	ACE013	Exchange gain	<u>391,105</u>	<u>535.76</u>
		Totals	<u>6,253,516</u>	<u>8,566</u>

8.0 Interest Received

Date	Reference	Details	K	USD
7/31/2018	INT.072018	Interest received	4,631	6
7/31/2018	INT.07.2018	Interest received	112,113	154
8/31/2018	INT08/2018	Interest received	1,420	2
8/31/2018	INT.08.2018	Interest received	112,672	154
9/29/2018	INT092018	Interest received	1,729	2
9/29/2018	INT.09.2018	Interest received	99,349	136
10/31/2018	INTEREST1018	Interest received	2,177	3
10/31/2018	INT.10.2018	Interest received	83,246	114
11/30/2018	INT.11.2018	Interest received	1,100	2
11/30/2018	INT112018	Interest received	23,720	32
12/31/2018	INTE1218	Interest received	797	1
12/31/2018	INT122018	Interest received	20,151	28
1/31/2019	INT012019	Bank interest	548	1
1/31/2019	INT012019	Interest received	5,396	7
2/28/2019	INT022019	Interest received	148	0
2/28/2019	INT022019	Interest received	1,206	2

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3/31/2019	INT032019	Interest received	2,754	4
3/31/2019	INT032019	Interest received	62,578	86
4/30/2019	INT042019	Interest received	2,060	3
4/30/2019	INT.04.2019	Interest received	26,832	37
5/31/2019	INT052019	Interest received	113	0
5/31/2019	INT052019	Interest received	7,948	11
6/30/2019	JUNE 19 TT6	Interest received	<u>1,197</u>	<u>2</u>
		Total	<u>573,884</u>	<u>786</u>

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9.0 Funds movement in the Designated Account - ACEPHEM FCDA

		2019	
		K	USD
Receipts			
0701/2017	Balance brought forward	(316,933,682)	(436,758)
7/10/2018	AFRICAN POPULATION AND HEALTH RESEARCH	(12,042,162)	(16,595)
10/13/2018	THE INTER UNIVERSITY COUNCIL	(6,995,563)	(9,585)
11/19/2018	TOBU TOP TOURS (REFUND)	(1,255,333)	(1,720)
12/19/2018	IDA / WORLD BANK FUNDING	(124,062,685)	(169,985)
12/28/2018	AFRICAN POPULATION & HEALTH - CARTA	(3,638,277)	(4,985)
3/7/2019	IDA / WORLD BANK	(313,842,913)	(429,985)
3/14/2019	INTER UNIVERSITY COUNCIL	(6,996,022)	(9,585)
	Total	(785,766,637)	(1,079,198)
Transfer to operating Account			
11-Sep-18	Transfer from 6438165 to 6439	40,000,003	54,757
25-Oct-18	Transfer from 6438165 to 6439	216,000,002	295,082
30-Nov-18	Transfer from 6438165 to 6439	14,690,000	20,000
06-Dec-18	Transfer from 6438165 to 6439	21,915,000	30,000
19-Dec-18	Transfer from 6438165 to 6439	10,510,500	14,300
27-Dec-18	Transfer from 6438165 to 6439	124,270,000	170,000
18-Jan-19	Transfer from 6438165 to 6439	4,374,743	6,000
13-Feb-19	Transfer from 6438165 to 6439	3,644,823	5,000
11-Mar-19	Transfer from 6438165 to 6439	102,340,000	140,000
09-Apr-19	Transfer from 6438165 to 6439	177,120,000	240,000

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22-May-19	Transfer from 6438165 to 6439		
		8,573,250	11,500
04-Jun-19	Transfer from 6438165 to 6439		
		7,575,000	10,000
	Total		
		<u>731,013,320</u>	<u>996,639</u>

Subsistence allowances

8/31/2017	Subsistence Allowances for the month of August		
		2,235,002	3,080
11/30/2017	Subsistence Allowances for the month of November		
		3,284,302	4,500
3/31/2018	Subsistence Allowances for the month of March		
		788,284	1,080
4/30/2018	Subsistence Allowances for the month of April		
		1,659,495	2,250
5/31/2018	Subsistence Allowances for the month of May		
		2,716,835	3,630
	Total		
		<u>10,683,918</u>	<u>14,540</u>

Interest received

31-Jul-18	Interest for the month of July		
		(112,113)	(155)
31-Aug-18	Interest for the month of August		
		(112,672)	(155)
29-Sep-18	Interest for the month of September		
		(99,349)	(137)
31-Oct-18	Interest for the month of October		
		(83,246)	(114)
30-Nov-18	Interest for the month of November		
		(23,720)	(33)
31-Dec-18	Interest for the month of December		
		(20,151)	(28)
31-Jan-19	Interest for the month of January		
		(5,396)	(7)
28-Feb-19	Interest for the month of February		
		(1,206)	(2)
31-Mar-19	Interest for the month of March		
		(62,578)	(86)
30-Apr-19	Interest for the month of April		
		(26,832)	(36)
31-May-19	Interest for the month of May		
		(7,948)	(11)
30-Jun-19	Interest for the month of June		
		(1,197)	(2)

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Total		<u>(556,408)</u>	<u>(764)</u>
Bank Charges			
12-Jun-19	Bank charges		
		30,498	39
Total		<u>30,498</u>	<u>39</u>
Management meetings			
8/15/2018	Meeting facilitators		
		2,257,301	3,111
9/17/2018	ATHMSI - management meetings		
		362,825	500
10/12/2018	Meeting facilitators		
		505,783	693
6/12/2019	Meeting facilitators		
		854,511	1,100
Total		<u>3,980,420</u>	<u>5,404</u>
ACEPHEM fellowship program			
11/6/2018	Stipend to eight students - \$800		
		4,671,007	6,400
12/7/2018	Stipend to eight students - \$800 x 2		
		9,342,015	12,800
1/7/2019	Stipend to eight students - \$800		
		4,672,832	6,400
1/31/2019	John Mponda		
		54,760	75
2/8/2019	Stipend to eight students - \$800		
		4,677,612	6,400
3/11/2019	Stipend to eight students - \$800		
		4,671,313	6,400
4/3/2019	Stipend to eight students - \$800		
		4,720,342	6,400
4/9/2019	COM Research Administration		
		2,035,648	2,760
5/9/2019	Stipend to eight students - \$800		
		4,790,012	6,400
6/11/2019	Stipend to eight students - \$800		
		4,974,172	6,400
Total		<u>44,609,712</u>	<u>60,435</u>

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Exchange Gain

7/31/2018	Exchange gain			
			(2,177)	-
9/30/2018	Correction		(530,614)	-
9/30/2018	Exchange loss		265,307	-
10/12/2018	Exchange gain		(2,279,926)	-
11/30/2018	Exchange gain		(65,644)	-
12/31/2018	Exchange gain		(308,286)	-
1/31/2019	Exchange gain		(10,007)	-
3/31/2019	Exchange gain		(535,470)	-
4/30/2019	Exchange gain		(1,972,601)	-
5/31/2019	Exchange gain		(422,992)	-
6/30/2019	Exchange gain		(391,105)	-
	Total		(6,253,516)	-

Exchange Loss

8/31/2018	Exchange loss		29	-
2/28/2019	Exchange loss		183	-
	Total		212	-

Balance

(2,258,481)	(2,905)
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10.0 Funding

		2019		2018	
		MKW	USD	MKW	USD
World Bank funds					
07/01/17	Balance brought forward	371,707,263	509,188	727,732,064	1,002,869

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19/12/2018	IDA / World Bank	124,062,378	169,985	-	-
3/7/2019	IDA / World Bank	<u>313,842,913</u>	<u>429,985</u>	-	-
	Receipts for the period	437,905,291	599,970	-	-
	Total	<u>809,612,554</u>	<u>1,109,158</u>	<u>727,732,064</u>	<u>1,002,869</u>
Other funds					
9/1/2017					
	African Population	-	-	15,953,415	21,985
7/10/2018	AFRICAN POPULATION AND HEALTH RESEARCH	12,042,162	16,595	-	-
10/13/2018	THE INTER UNIVERSITY COUNCIL	6,995,563	9,585	-	-
11/19/2018	TOBU TOP TOURS (REFUND)	1,255,333	1,720	-	-
12/28/2018	AFRICAN POPULATION & HEALTH - CARTA	3,638,277	4,985	-	-
3/14/2019	INTER UNIVERSITY COUNCIL	<u>6,996,022</u>	<u>9,585</u>	-	-
	Total	<u>30,927,357</u>	<u>42,470</u>	<u>15,953,415</u>	<u>21,985</u>