

ETERNAL LIFE ORGANISATION INTERNATIONAL MINISTRIES

(ELOI MINISTRIES)



AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2024

## ORGANISATION INFORMATION

**NAME:** ELOI ministries

**LOCATION:** P. O. Box 32080  
Kiwatule - Kampala

**EXECUTIVE DIRECTOR:** Pr. Steven Tendo

**PRINCIPAL BANKER:** ABSA Bank

## STATEMENT OF THE MANAGEMENT'S RESPONSIBILITIES

The Companies Act 2012 and NGO regulations requires management to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the project at the end of each financial year and of the operating results for that year.

In respect of those financial statements, the Board is required to:

- Select suitable accounting policies and then apply them consistently.
- Make judgments and estimates that are reasonable and prudent.
- State whether applicable accounting standards have been followed.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with accounting policies and guidelines of the company. They are also responsible for the safeguarding of the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

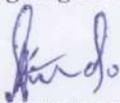
The Directors are ultimately responsible for the internal controls. The Directors delegate the responsibility for the internal controls to management. Standards and systems of internal control are designed and implemented by management to provide reasonable assurance as to the integrity and reliability of the financial statements and to adequately safeguard, verify and maintain accountability of the company's assets.

To accept responsibility for the annual financial statements, which have been prepared using the appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards and in the manner required by the Companies Act.

The Directors are of the opinion that the Financial Statements give a true and fair view of the state of financial affairs of the Company and of its operating results.

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

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



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**Executive Director**

## 1. INTRODUCTION

This audit report provides an independent examination of the financial statements of Eloi Ministries for the year ending 31st December 2024. The audit was conducted in accordance with standard accounting and financial reporting principles to assess the accuracy and reliability of the financial statements provided.

## 2. AUDIT OBJECTIVES

- Verify the accuracy and completeness of financial transactions.
- Assess the organization's financial performance and financial position.
- Evaluate internal controls and compliance with accounting principles.
- Identify any financial risks and provide recommendations for improvement.

## 3. AUDIT SCOPE

The audit covered the following financial statements:

1. Statement of Comprehensive Income
2. Statement of Financial Position
3. Expenses and Liabilities Analysis
4. Cash and Bank Account Review

## 4. AUDIT FINDINGS

### 4.1. STATEMENT OF COMPREHENSIVE INCOME

#### Income Analysis:

- Total income for 2024 was UGX 2,200,500.00, a **decrease** from UGX 2,625,800.00 in 2023.
- The main sources of income included:
  - Member Donations: UGX 1,500,000.00 (down from UGX 1,870,000.00 in 2023).
  - Equipment Rental: UGX 100,000.00 (same as 2023).
  - Other income increased to UGX 200,000.00 from UGX 140,000.00.
  - In-House Fundraising reduced to UGX 300,000.00 from UGX 348,000.00.
  - Donation Box collections dropped significantly to UGX 100,500.00 from UGX 167,800.00.

### Expenses Analysis:

- Total expenses for 2024 were UGX 271,335,374.00, a **decrease** from UGX 405,026,684.00 in 2023.
- Key expense items included:
  - Charitable Donations: UGX 1,032,500.00 (down from UGX 1,325,400.00).
  - Legal Fees: Increased to UGX 3,500,000.00 from UGX 3,280,000.00.
  - Welfare Expenses: Decreased to UGX 136,453,203.00 from UGX 145,894,302.00.
  - Printing & Graphic Costs: Decreased to UGX 13,005,600.00 from UGX 17,028,230.00.
  - Office Rent: Remained constant at UGX 24,500,000.00.
  - Staff Allowances: Decreased to UGX 20,504,500.00 from UGX 21,550,000.00.
  - Loan Repayment: Increased to UGX 22,950,000.00.

### Net Deficit:

- A deficit of UGX (269,134,874.00) was recorded in 2024, compared to a deficit of UGX (187,266,499.00) in 2023. This indicates increased financial strain on the organization.

## 4.2. STATEMENT OF FINANCIAL POSITION

### Non-Current Assets:

- Furniture value decreased from UGX 149,275,420 to UGX 119,420,336 due to depreciation.
- Land value remained constant at UGX 100,000,000.
- Office equipment declined from UGX 37,215,000 to UGX 27,911,250.

### Current Assets:

- Total current assets increased slightly to UGX 5,432,253 in 2024 from UGX 3,986,227 in 2023.
- Bank balances showed mixed trends:
  - Absa UGX account improved from UGX (-2,255,335) to UGX 72,168.
  - Airtel Money decreased from UGX 3,380 to UGX 46,750.
  - USD accounts saw a decline from UGX 6,956,415 to UGX 3,473,823.
  - Salary advances dropped from UGX 684,000 to UGX 520,000.

**Liabilities:**

- Accounts Payable increased from UGX 20,219,565 to UGX 25,216,965.
- Taxation liabilities increased from UGX 72,500 to UGX 112,000.
- Other liabilities such as NSSF contributions remained constant.

**4.3. FINANCIAL PERFORMANCE ASSESSMENT****1. Declining Income:**

- There is a downward trend in major income sources, particularly member donations and fundraising.
- Diversification of revenue streams is necessary to improve financial sustainability.

**2. High Expenses:**

- Some expenses remain disproportionately high, such as office rent, welfare, and legal fees.
- Cost-cutting measures should be considered to mitigate deficits.

**3. Increased Deficit:**

- The growing deficit indicates financial distress.
- Strategies to boost income and reduce expenses are essential for long-term stability.

**4. Cash Flow Issues:**

- The organization's liquidity position remains weak with low bank balances.
- Cash flow management should be improved to ensure operational efficiency.

## **REPORT OF INDEPENDENT AUDITORS TO THE BOARD OF DIRECTORS OF ELOI MINISTRIES FOR THE YEAR ENDED 31ST DECEMBER 2024.**

We have audited the Financial Statements of ELOI MINISTRIES, which comprise the statement of financial position as at 31st December 2024, the statement of comprehensive income, the statement of changes in Equity balances for the year then ended, and the related notes.

### **Responsibilities of the Management**

The Management is responsible for the preparation and the fair presentation of these financial statements in accordance with International Financial Reporting Standards and the other relevant laws of Uganda.

This responsibility includes maintaining internal control relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies that are consistent with International Financial Reporting Standards, and making accounting estimates that are reasonable in the circumstances.

### **Responsibilities of the Independent Auditors**

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 about whether the Financial Statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the Auditor's judgment, including the assessment of the risks of material misstatements of the Financial Statements, whether due to Fraud or Error. In making those risk assessments, the Auditor considers internal controls relevant to the entity's presentation and fair presentation of the Financial Statements 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 entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the Financial Statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Opinion**

In our opinion, based on the work performed, the Financial Statements give a true and fair view of the Project's financial position as at 31st December 2024 and the results of its operations for the year then ended in accordance with Generally Accepted Accounting Principles and International Financial reporting Standards.

**Report on other legal and regulatory requirements**

As required by the Ugandan Companies Act 2012 and NGO Board we report that:

- I. We have obtained all information and explanations which to the best of our knowledge and belief was necessary for the purpose of the audit.
- II. The Organisation's Statement of Financial Position and the Comprehensive Income and Expenditure Statement are in agreement with the books of account.
- III. In our opinion, proper books of account have been kept by the company, so far as appears from our examination of those books.



**ELOI MINISTRIES**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDING 31ST DECEMBER 2024**

	DETAILS	AMOUNT 2024	AMOUNT 2023
<b>Income</b>			
	Member Donations/Donations received	1,500,000.00	1,870,000.00
	Membership contribution		-
	Equipment Rental	100,000.00	100,000.00
	Other income	200,000.00	140,000.00
	In House Fundraising	300,000.00	348,000.00
	<b>Donation Boxes</b>	100,500.00	167,800.00
	<b>Total Income</b>	2,200,500.00	2,625,800.00
	<b>Gross Profit</b>	<b>2,200,500.00</b>	<b>2,625,800.00</b>
<b>Expenses</b>			
	Charitable Donations	1,032,500.00	1,325,400.00
	Director's Costs		770,000.00
	Auditing & Accounting Fees	1,000,000.00	1,000,000.00
	Immigration	1,500,000.00	1,000,000.00
	Legal Fees	3,500,000.00	3,280,000.00
	License & Permits	650,000.00	487,951.08
	Security	900,000.00	900,000.00
	Set-Up Costs		3,550,000.00
	Advertising & Promotion	1,000,000.00	1,000,000.00
	Transport & Travel	1,600,000.00	1,441,500.00
	Partnership costs	120,000.00	116,000.00
	Media	38,000.00	15,000.00
	Office Supplies		144,000.00
	Bank Charges	453,750.00	1,031,577.79
	Utilities (Electricity and Water)	5,230,721.00	2,083,125.00
	Fuel	-	-
	Motor Expenses	-	-
	Office Rent	24,500,000.00	24,500,000.00
	Postage and Delivery		-
	Printing and Graphic Costs	13,005,600.00	17,028,230.00
	Telephone	8,006,500.00	9,328,268.00
	Welfare (School fees inclusive)	136,453,203.00	145,894,302.00
	Staff allowances (transport refund)	20,504,500.00	21,550,000.00
	Loan repayment		22,950,000.00
	Other expense	34,980,000.00	36,195,800.00
	Computers & Internet		-
	Consultation Fees		-
	Communications		-
	Cleaning		-
	Shipping & Delivery		-

AirBnB Expenses		-
Gift		-
Skilling Expenses		-
Medical		-
PAYE		-
Nssf Contribution - 10%		-
Nssf Contribution - 5%		-
Salaries & Wages	16,000,000.00	17,720,000 .00
Staff Training Conferences		-
Withdraw charges	360,600.00	-
NGO Clearance	500,000.00	-
<b>Total expenses</b>	<b>271,335,374.00</b>	<b>405,026,684 .00</b>
<b>Surplus for the year</b>	<b>(269,134,874.00)</b>	<b>(187,266,499.00)</b>

**ELOI MINISTRIES**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31<sup>ST</sup> DECEMBER 2024**

Details	Amounts (UGX)2024	Amounts (UGX)20232
<b>NON-CURRENT ASSETS</b>		
Furniture	119,420,336	149,275,420
land	100,000,000	100,000,000
Office equipment and supplies	27,911,250	37,215,000
<b>DEPRECIATION</b>		
Furniture	29,855,084	-12,060,420
Office equipment	4,933,438	-3,253,500
<b>TOTAL NON-CURRENT ASSETS</b>	<b>212,543,064</b>	<b>271,176,500</b>
<b>CURRENT ASSETS</b>		
Cash and Bank		
<b>BANK ACCOUNTS UGX</b>		
Absa - UgX - 6002471432	72,168	-2,255,335
Airtel MM	46,750	3,380
Interest Received	-24,303	-4,726
Total BANK ACCOUNTS IN UGX	94,615	-2,256,681
<b>BANK ACCOUNTS \$USD</b>		
Absa - \$Usd - 6005252456	3,473,823	6,956,415
Petty Cash - UgX	463,200	377,863
Petty Cash - \$ Usd	786,000	481,311

Prepayments	0	0
Soft Loan	0	0
Prepayments	0	0
Salary Advance	520,000	684,000
Soft Loan	0	0
<b>TOTAL CURRENT ASSETS</b>	<b>5,432,253</b>	<b>3,986,227</b>
<b>TOTAL ASSETS</b>	<b>217,975,317</b>	<b>275,162,727</b>
<b>LIABILITIES AND SHAREHOLDERS EQUITY</b>		
Current liabilities:		
Accounts Payable (A/P)	25,216,965	20,219,565
Nssf 10%	425,000	425,000
Nssf 5%	212,500	212,500
Taxation	112,000	72,500
<b>TOTAL LIABILITIES</b>	<b>25,966,465</b>	<b>20,929,565</b>
<b>EQUITY</b>		
Directors Contribution	461,143,726	350,838,994
Opening Balance Equity	0	10,346
Other comprehensive income		
Retained Earnings	0	90,650,321
Net surplus for the year	-269,134,874	-187,266,499
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>217,975,317</b>	<b>275,162,728</b>



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Executive Director

FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2024