AFROSAI-E

AFROSAI-E ANNUAL FINANCIAL STATEMENTS
ANNEXURE 2

2025

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ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED
31 DECEMBER 2025

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SUPPLEMENTARY INFORMATION

Report of the Independent Auditor

To the Governing Board of the African Organisation of English-Speaking Supreme Audit Institutions

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of African Organisation of English-Speaking Supreme Audit Institutions (AFROSAI-E) set out on pages 22 to 23, which comprise the statement of financial position as at 31 December 2025, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of AFROSAI-E as at 31 December 2025, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Statutes and Regulations of the AFROSAI-E.

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 Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the corresponding sections of the I*nternational Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards)*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Governing Board is responsible for the other information. The other information comprises the information included in the document titled "African Organisation of English-Speaking Supreme Audit Institutions 2025 Annual Report", which includes the Report to the Governing Board as required by the Statutes and Regulations of the AFROSAI-E and the supplementary information as set out on pages 24 to 25. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Governing Board for the Financial Statements

The Governing Board is responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Statutes and Regulations of the AFROSAI-E, and for such internal control as the Governing Board determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Governing Board is responsible for assessing the organisation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Governing Board either intend to liquidate the organisation or to cease operations, or have no realistic alternative but to do so.

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.

As part of an audit in accordance with ISAs, we exercise professional judgement 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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Governing Board.
- Conclude on the appropriateness of the Governing Board's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the organisation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention to it in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the organisation to cease to continue as a going concern.
- 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 Governing Board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

AJ Bosman Director
Registered Auditor
19 May 2026

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SAICA Practice No.: 03041139
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BKR INTERNATIONAL

Governing Board's Responsibilities and Approval

The Governing Board is required by the Statutes of AFROSAI-E, to maintain adequate accounting records and is responsible for the content and integrity of the financial statements and related financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of AFROSAI-E as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standards for Small and Medium-sized Entities. The external auditor is engaged to express an independent opinion on the financial statements.

THE FINANCIAL STATEMENTS ARE PREPARED IN ACCORDANCE WITH THE INTERNATIONAL FINANCIAL REPORTING STANDARDS FOR SMALL AND MEDIUM-SIZED ENTITIES AND ARE BASED UPON APPROPRIATE ACCOUNTING POLICIES CONSISTENTLY APPLIED AND SUPPORTED BY REASONABLE AND PRUDENT JUDGEMENTS AND ESTIMATES.

The Governing Board acknowledges that they are ultimately responsible for the system of internal financial control and place considerable importance on maintaining a strong control environment. To meet these responsibilities, the Governing Board sets standards for internal control aimed at reducing the risk of error or loss in a cost-effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout AFROSAI-E and all staff members are required to maintain the highest ethical standards in ensuring business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management is on identifying, assessing, managing and monitoring all known forms of risk. While operating risk cannot be fully eliminated, AFROSAI-E endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Governing Board is of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The Governing Board have reviewed the cash flow forecast for 2026 and, in the light of this review and the current financial position, they are satisfied that AFROSAI-E has or has access to adequate resources to continue in operational existence for the foreseeable future. The host SAI- South Africa provides all infrastructure and supports office overheads. Additionally, cash reserves include project funded pre-payments of R9 890 990, detailed in note 7, to be used specifically for the appropriate project-related expenses.

In terms of the Statutes and Regulations these financial statements are signed on behalf of the Governing Board by the Head of the Supreme Audit Institution (SAI) hosting the Secretariat and the Chief Executive Officer.

The external auditors are responsible for independently auditing and reporting on the financial statements. The financial statements have been examined by the external auditors and their report is presented on page 3 to 5.

The financial statements set out on pages 6 to 25, which have been prepared on the going concern basis, were approved by the Governing Board on 19 May 2026 and were signed on its behalf by:

By order of the Board

Ms MMR Nkau

Chief Executive Officer
On behalf of the Governing Board

Ms T Maluleke

Auditor-General of South Africa
On behalf of the Governing Board in her capacity as head of the SAI hosting the Secretariat

Report of the Governing Board

1. Review of financial results and activities

"The financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Statutes of the AFROSAI-E. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the organisation are set out in these financial statements."

2. Property, plant and equipment

There was no change in the nature and use of the property, plant and equipment of AFROSAI-E. The policy of depreciation has been amended regarding the assessment of estimated useful lives and residual values of property, plant and equipment. This assessment was evaluated to consider the impact on reporting on the prior years.

At 31 December 2025 the investment in property, plant and equipment amounted to a cost of R8 126 248 (2024: R8 109 902), of which R16 346 (2024: R443 898) was added in the current year through additions. The carrying value of the investment in property, plant and equipment is R1 989 747 (2024: R4 098 261).

3. Events after the reporting period

The Governing Board is not aware of any material event which occurred after the reporting date and up to the date of this report.

4. Going concern

The Governing Board believes that AFROSAI-E has adequate financial resources to continue in operation for the foreseeable future and accordingly the financial statements have been prepared on a going concern basis. The Governing Board have satisfied themselves that AFROSAI-E is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The Governing Board is not aware of any new material changes that may adversely impact AFROSAI-E, nor aware of any material non-compliance with statutory or regulatory requirements or of any other pending changes to legislation which may affect AFROSAI-E.

5. Prior year adjustment

The Swedish International Development Cooperation Agency (Sida) project advance was restated in the prior year. The project liabilities relating to interest earned and foreign exchange gains on project advance funding has been disclosed separately. Interest and foreign exchange gains are repayable to Sida. In 2024, interest of R444 402 and a foreign exchange gain of R499 674 was restated. This restatement does not affect the Comprehensive profit for 2024.

6. Auditors

Logista CA(SA) Incorporated was appointed as independent external auditors for 2023 to 2025 by the Governing Board, after recommendation by the Audit & Governance sub-committee.

Statement of Financial Position as at 31 December 2025

	NOTE(S)	2025 ZAR	2024 ZAR
Assets			
Non-current assets			
Property, plant and equipment	2	1 989 747	4 098 261
		1 989 747	**4 098 261**
Current assets			
Trade and other receivables	3	2 839 760	7 195 640
Cash and cash equivalents	4	33 834 334	42 089 418
		36 674 095	**49 285 058**
Total assets		**38 663 841**	**53 383 319**
Equity			
Reserves		9 189 311	10 316 051
Retained income		14 984 489	14 984 489
		24 173 800	**25 300 540**
Liabilities			
Current liabilities			
Trade and other payables	5	3 223 576	5 854 372
Income received in advance - current	7	10 713 803	21 214 818
Non-current liabilities			
Income received in advance - non-current	8	552 662	1 013 589
		14 490 041	**28 082 779**
Total Equity and Liabilities		**38 663 841**	**53 383 319**

Statement of Comprehensive Income

	NOTE(S)	2025 ZAR	2024 ZAR
Revenue	9	85 170 614	96 623 424
Other income		-	319 992
Operating expenses		(87 162 231)	(92 194 921)
Operating profit / (loss)		**(1 991 617)**	**4 748 495**
Investment revenue		864 877	965 766
Profit / (loss) for the year		**(1 126 740)**	**5 714 261**
Other comprehensive income		-	-
Total comprehensive profit / (loss) for the year		**(1 126 740)**	**5 714 261**

Statement of Changes in Equity

	DISTRIBUTABLE RESERVES (INSURANCE)	AFROSAI-E MEMBERSHIP FEES	AFROSAI-E UNUSED OPERATIONAL COSTS FROM MEMBERSHIP FEES	RETAINED INCOME	TOTAL EQUITY
	ZAR	ZAR	ZAR	ZAR	ZAR
Balance at 01 January 2024	**305 729**	**6 692 688**	**-**	**12 587 862**	**19 586 279**
Profit / (Loss) for the year	-	-	-	5 714 261	5 714 261
Transfer between reserves	46 170	981 439	2 290 025	(3 317 634)	-
Release of reserves	-	-	-	-	-
Balance at 01 January 2025	**351 899**	**7 674 127**	**2 290 025**	**14 984 489**	**25 300 540**
Profit / (Loss) for the year	-	-	-	(1 126 740)	(1 126 740)
Transfer between reserves	46 170	928 876	(2 101 786)	1 126 740	-
Release of reserves	-	-	-	-	-
Balance at 31 December 2025	**398 069**	**8 603 003**	**188 239**	**14 984 489**	**24 173 800**

Statement of Cash Flows

	NOTE(S)	2025 ZAR	2024 ZAR
Cash flows from operating activities			
Cash (used in)/generated by operations	12	(9 103 615)	14 815 556
Interest income		864 877	965 766
Net cash from operating activities		**(8 238 738)**	**15 781 323**
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(16 346)	(443 899)
Sale of property, plant and equipment	2	-	6 442
Net cash from investing activities		**(16 346)**	**(437 456)**
Total cash movement for the year		(8 255 084)	15 343 866
Cash at the beginning of the year		42 089 419	26 745 552
Total cash at the end of the year	**4**	**33 834 334**	**42 089 418**

Accounting Policies

1. Presentation of financial statements

The financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities, and the Statutes of AFROSAI-E. The financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Functional and presentation currency

Both the functional currency, in which transactions are recorded, and the reporting currency for presentation in the Annual Financial Statements, is South African Rand (ZAR).

1.2 Transactions and Balances

Foreign currency transactions are translated to the functional currency at the spot rate on the date of the transaction. Gains and losses from settlement and translation of the monetary liabilities and assets translated at closing rates are reported in the Statement of Comprehensive Income.

1.3 Property, plant and equipment

Property, plant and equipment are tangible assets which the organisation holds for its own use which are expected to be used for more than one period.

An item of property, plant and equipment is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the organisation, and the cost of the item can be measured reliably.

Property, plant and equipment is initially measured at cost and includes costs incurred initially to acquire the item. Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the organisation. Property, plant and equipment is depreciated on the straight-line basis over the expected useful life to their estimated residual value.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the de-recognition of an item of property, plant and equipment is included in the Statement of Comprehensive Income and is calculated as the difference between the net disposal proceeds, if any, and the carrying amount of the item at the date of de-recognition.

The estimated useful lives of items of property, plant and equipment at commencement have been assessed as follows, depending on the nature of the asset. The remaining useful life will be assessed annually and may result in the useful life exceeding that of the original assessment:

Item	Depreciation method	Average useful life
Motor vehicles	Straight line	5- 12 years
Office equipment	Straight line	6-10 years
IT Equipment	Straight line	3- 5 years
Office improvements	Straight line	2 years, 7 months (Lease period)

The residual value, depreciation method and useful life of each asset are reviewed only when there is an indication that there has been a significant change from the previous estimate.

Any changes are accounted for prospectively as a change in accounting estimate. Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in the Statement of Comprehensive Income to bring the carrying amount in line with the recoverable amount.

1.4 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one organisation and a financial liability or organisation instrument of another organisation.

A financial asset/ (liability) is:
A contractual right/(obligation) to receive/(pay) cash to another organisation, or exchange financial assets or liabilities with another organisation under conditions that are potentially favourable/ (unfavourable).

Financial assets/(liabilities) are recognised on the organisation's statement of financial position when the organisation becomes party of the contractual provisions of the instrument.

Classification depends on the purpose for which the financial instrument was obtained/incurred and takes place at initial recognition.

The organisation classifies financial assets and financial liabilities as follows:

Trade and other receivables
Trade receivables are amounts claimable from another party owing to contractual or legal rights, other than investments. Trade receivables are recognised when it is probable that economic benefits will flow to the organisation and the amount can be, measured reliably. Trade receivables are carried at original invoice amount less allowance for any uncollectable amounts. An allowance for estimated irrecoverable amounts is recognised in profit or loss when there is objective evidence that the asset is impaired.

Cash and cash equivalents
Cash and cash equivalents comprise cash on hand and demand deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

Trade and other payables
Trade payables are amounts owing to another party due to contractual or legal rights and are recognised when it is probable that economic benefits will flow from the organisation and the amount can be measured reliably. Trade payables are initially measured at fair value and are subsequently measured at amortised cost, using the effective interest rate method.

De-recognition of financial assets (liabilities)
Financial assets (liabilities) are de-recognised when the contractual rights to the cash flows from the asset/(liability) expire, or when it transfers the financial asset (liability) and substantially all the risks and rewards of ownership of the asset (liability) to another organisation.

1.5 Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the organisation and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Membership Fees

Revenue from membership fees is recognised when fees become due. At the commencement of each financial year, 30% of the invoiced membership fees for that financial year is transferred to a membership fee reserve and associated ring-fenced bank account. The balance may be used for operational expenses during that financial period. In the event of a cash surplus at the end of the financial year, unused funds may be transferred to a reserve for unused operational costs from membership fees, limited to the remaining 70% of the invoiced membership fees for that financial year.

Donor funding

Donor funding is accounted for through the Statement of Financial Position and the Statement of Comprehensive Income.

Donor funding with no conditions attached is recognised in the Statement of Comprehensive Income when they become receivable.

Donor funding with conditions attached is presented as deferred income in the Statement of Financial Position. This will be recognised as revenue as and when the conditions are met.

Project costs recoveries

Project Cost Recoveries are accounted for through the Statement of Financial Position and the Statement of Comprehensive Income.

Project Cost Recoveries are recognised in the Statement of Comprehensive Income once all attached conditions have been met.

Investment Income

Interest income is accrued on a time proportion basis, taking into account the principal amount outstanding and the effective interest rate over the period to maturity.

1.6 Taxation

No provision has been made for taxation, as AFROSAI-E is exempt from income tax in terms of Section 10 of the Income Tax Act, 1962 (Act 58 of 1962).

Notes to the Financial Statements

2. Property, plant and equipment

	2025			2024		
	COST	ACCUMULATED DEPRECIATION	CARRYING VALUE	COST	ACCUMULATED DEPRECIATION	CARRYING VALUE
Office equipment	2 655 867	(1 359 242)	1 296 625	2 652 968	(957 550)	1 695 418
IT equipment	1 009 383	(843 537)	165 846	995 936	(642 129)	353 807
Motor vehicles	564 197	(298 260)	265 937	564 197	(283 374)	280 823
Office improvements	3 896 801	(3 635 463)	261 338	3 896 801	(2 128 588)	1 768 213
TOTAL	**8 126 248**	**(6 136 501)**	**1 989 747**	**8 109 902**	**(4 011 641)**	**4 098 261**

Reconciliation of property, plant and equipment - 2025

	OPENING BALANCE	ADDITIONS	DISPOSALS	DEPRECIATION	TOTAL
Office equipment	1 695 418	2 899	-	(401 692)	1 296 625
IT equipment	353 807	13 447	-	(201 408)	165 846
Motor vehicles	280 823	-	-	(14 886)	265 937
Office improvements	1 768 213	-	-	(1 506 875)	261 338
	4 098 261	**16 346**	**-**	**(2 124 860)**	**1 989 747**

Reconciliation of property, plant and equipment - 2024

	OPENING BALANCE	ADDITIONS	DISPOSALS	DEPRECIATION	TOTAL
Office equipment	1 958 858	156 404	(11 549)	(408 295)	1 695 418
IT equipment	371 727	258 422	(29 034)	(247 308)	353 807
Motor vehicles	297 552	-	-	(16 729)	280 823
Office improvements	3 243 954	29 072	-	(1 504 813)	1 768 213
	5 872 091	**443 898**	**(40 583)**	**(2 177 145)**	**4 098 261**

3. Trade and other receivables

	2025 ZAR	2024 ZAR
Trade receivables	1 988 383	5 171 352
Prepayments	556 183	545 127
Expense recoveries due from partners/Donors		
- The Global Fund	-	760 481
- GAVI	-	191 101
SAI foreign receivables, past due but not impaired		
SAI Mozambique	168 635	96 075
SAI Namibia	-	167 437
SAI Nigeria	-	191 963
SAI South Sudan	126 559	72 104
Total receivables	**2 839 760**	**7 195 640**
Less provision for unrecoverable receivables	-	-
	2 839 760	**7 195 640**

The US Dollar equivalent of membership fees past due is provided in the supplementary information.

4. Cash and Equivalents

	2025 ZAR	2024 ZAR
Cash and cash equivalents consist of:		
Cash on hand	62 333	124 215
Bank balances made up as follows:		
Basket accounts		
US Dollar Account	13 270 225	5 729 093
ZAR Current Account	3 651 784	4 979 837
ZAR Call Account	4 370 628	1 724 665
ZAR Investment Account Seco	-	789
ZAR Investment Account SNAO	-	395
API ZAR Current Account	32 305	-
API US Dollar Account	271 400	-
Membership accounts		
US Dollar Account	3 752 562	5 171 257
ZAR Investment Account	3 558 286	3 328 665
Project accounts		
SIDA API ZAR Current Account	2 521 289	2 969 374
SIDA API US Dollar Account	1 655 450	9 633 016
API ZAR Investment Account	-	15 160
AFDB ZAR Current Account	450 570	586 414
AFDB US Dollar Account	237 502	7 826 538
	33 834 334	**42 089 419**

All bank accounts are held at the Standard Bank of Southern Africa Ltd.

5. Trade and other payables

Trade payables	989 555	3 271 082
Accrued leave pay & relocation costs	2 234 021	2 583 290
	3 223 576	**5 854 372**

6. Retained income

Membership fees of R 928 876 ($ 52 275)- being 30% of the invoiced amount of $ 174 250- has been transferred to membership fee reserve in the Statement of Changes in Equity. The balance of the membership fee is transferred to a reserve for unused operational costs from membership fees. This transfer is in terms of a Governing Board decision taken on 11 October 2004 and accounting policy 1.5 on revenue.

7. Income received in advance

	2025 ZAR	2024 ZAR
AGSA - contribution received in advance	1 494 188	2 670 471
AFDB - project advance payment	466 722	8 131 963
API - PFM Summit advance receipts	135 081	-
The Global Fund - advance received	4 656 172	-
DIRCO - advance received	75 938	-
SAI Sierra Leone (World Bank) advance received	56 250	-
NOREC advance received	-	57 662
Deferred income and receipts in advance	68 829	22 268
Sida - API project liabilities		
Project advance	2 937 809	9 203 855
Interest on project advance - repayable to Sida	574 333	444 402
Foreign Exchange gains on project advance - repayable to Sida	-	499 674
Prepaid membership fees is as follows:		
SAI Kenya	248 480	176 713
SAI Zimbabwe	-	7 811
	10 713 803	**21 214 818**

The US Dollar equivalent of prepaid membership fees is provided in the supplementary information.

8. Income received in advance - non-current

AGSA - contribution received in advance	552 662	1 013 589
	552 662	**1 013 589**

9. Revenue

	2025 ZAR	2024 ZAR
Donor contributions	**23 936 154**	**30 194 106**
- Riksrevisionen (Sweden)	10 000 000	10 000 000
- Norwegian Development Agency (NORAD)	13 936 154	-
- Swiss State Secretariat for Economic Affairs (SECO)	-	20 194 106
Support from the Auditor General of South Africa (AGSA)	**23 672 666**	**21 570 871**
- Staff remuneration	12 611 810	11 792 712
- Contributions towards overhead expenses and office infrastructure	11 060 856	9 778 158
Membership fees	3 096 252	3 271 465
Project cost recoveries	34 465 542	41 586 983
	85 170 614	**96 623 424**

10. Operating profit/(loss)

Operating profit/(loss) for the year is stated after accounting for the following:

Loss on scrapping of stolen assets	-	34 142
(Profit)/Loss on exchange differences	2 118 294	(319 992)
Depreciation on property, plant and equipment	2 124 860	2 177 145

11. Auditor’s remuneration

Annual audit fees	172 500	172 500
Ad-hoc expenses verification assignments	172 000	88 800
Audit Fees	**344 500**	**261 300**

12. Cash used in operations

	2025 ZAR	2024 ZAR
Profit / (loss)	(1 126 740)	5 714 262
Adjustments for:		
Depreciation and amortisation	2 124 860	2 177 145
Loss on disposal of assets	-	34 142
Interest received	(864 877)	(965 766)
Changes in working capital:		
Trade and other receivables	4 355 880	(157 677)
Trade and other payables	(2 630 796)	1 677 347
Pre-payments received - current	(10 501 015)	8 032 561
Pre-payments received - non-current	(460 927)	(1 696 457)
	(9 103 615)	**14 815 556**

13. Prior year adjustments

The Swedish International Development Cooperation Agency (Sida) project advance was restated in the prior year. The project liabilities relating to interest earned and foreign exchange gains on project advance funding has been disclosed separately. Interest and foreign exchange gains are repayable to Sida. In 2024, interest of R444 402 and a foreign exchange gain of R499 674 was restated. This restatement does not affect the Comprehensive profit for 2024.

14. Events after year-end of a material nature

There were no events after year-end which would materially affect this report.

Supplementary information
Detailed Income Statement

	NOTE(S)	2025 ZAR	2024 ZAR
Revenue			
Donor contributions		**23 936 154**	**30 194 106**
- Riksrevisionen (Sweden)		10 000 000	10 000 000
- Norwegian Development Agency (NORAD)		13 936 154	-
- Swiss State Secretariat for Economic Affairs (SECO)		-	20 194 106
Support from Auditor General South Africa (AGSA)		**23 672 666**	**21 570 871**
Project cost recoveries		**34 465 542**	**41 586 983**
- Swedish International Development Cooperation Agency (API)		11 793 747	10 176 695
- API Incumbant training		688 287	661 259
- API USAID support		-	1 645 599
- API Consulting		383 187	-
- African Development Bank (AfDB)		13 881 212	13 353 085
- SAI Sierra Leone (World Bank)		1 002 908	-
- INTOSAI Development Initiative (IDI)		28 526	461 009
- SAI The Gambia (World Bank)		-	2 198 358
- Deutsche Gesellschaft für Internationale Zusammenarbeit (GIZ)		345 000	947 145
- The Global Fund		3 078 344	5 358 784
- Global Alliance for Vaccines and Immunization (GAVI)		481 462	6 785 049
- DIRCO (South Africa)		2 626 068	-
- Other		156 803	-
Membership fees		**3 096 252**	**3 271 464**
	9	**85 170 614**	**96 623 424**
Other income			
Interest received		864 877	965 766
Profit on exchange differences		-	319 992
		864 877	**1 285 759**
Operating expenses			
Audit fees	11	(344 500)	(261 300)
Staff remuneration		(32 521 156)	(32 226 892)
Office overheads		(9 185 582)	(8 929 551)
Depreciation		(2 124 860)	(2 177 145)
Loss on scrapping of assets		-	(34 142)
Foreign exchange differences		(2 118 294)	-
Expenses related to workplan activities		(26 695 192)	(34 166 295)
2025-2029 STRATEGIC PLAN			
1 - Functional Independence		(353 069)	N/A
2 - Effective governance and organisational environment		(9 266 269)	N/A
3 - Professionalised and competent people		(368 595)	N/A
4 - Quality and value-adding audits		(13 497 722)	N/A
5 - Impactful stakeholder relationships		(3 209 536)	N/A
2020-2024 STRATEGIC PLAN			
- Strategic goal 1 (Professionalisation)		N/A	(55 035)
- Strategic goal 2 (SAI Audit capacity)		N/A	(24 746 853)
- Strategic goal 3 (SAI Institutional capacity)		N/A	(6 995 839)
- Strategic goal 4 (Secretariat Governance)		N/A	(2 368 568)
Africa Professionalisation activities		(14 172 647)	(14 399 596)
		(87 162 231)	**(92 194 921)**
Profit / (loss) for the year		**(1 126 740)**	**5 714 262**

Supplementary information
Membership Fees in United States Dollars

	NOTE(S)	2025 ZAR	2024 ZAR
Membership fees receivable	**3**		
At year-end, the following membership fees were past due:			
SAI Mozambique		10 180	5 090
SAI Namibia		-	8 900
SAI Nigeria		7 640	10 170
SAI South Sudan			3 820
		17 820	**27 980**
Prepaid membership fees	**7**		
Breakdown of the prepaid membership fees is as follows:			
SAI Kenya		15 000	10 710
SAI Zimbabwe		-	414
		15 000	**11 124**

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