

OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY
27 FEB 2024
RECEIVED

EMPOWERMENT AND LIBERATION PARTY-CERT.NO 075
FINANCIAL STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2023

OFFICE OF THE REGISTRAR OF POLITICAL PARTIES
RECEIVED
27 FEB 2024
P. O. Box 1131 - 00606, NAIROBI

EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

CONTENTS

	PAGE
Party information	3
National Executive Members and Details	4
Report of the Party officials	4
Statement from Executives	5
Financial statements	
Profit and Loss account	6
Balance sheet	7
Cash flow statement	8
Notes to the Financial statements	9-12
Schedule of Operating expenses	Appendix 1

EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

PARTY INFORMATION

Empowerment and Liberation party is registered in the Republic of Kenya under the Political Parties Act

Registered Office

P.O Box 437-00502
Kumbe Road Karen
NAIROBI.

Auditors

Mutune and Associates
Certified Public Accountants
P.O. Box 62167-00610
NAIROBI.

Principal bankers

Equity Bank

EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

Executive Members:

<i>National Chairlady:</i>	Rose Mbithe
<i>Secretary General:</i>	Beatrice Mwhaki
<i>National Treasurer:</i>	Moses Adida
<i>National Executive Director:</i>	Patrick Kyalo

The financial statements disclose the parties affairs in the period ended 31st December 2023

Principal activities

Is to conduct awareness and activism



.....
National Chairlady

Nairobi...10TH JAN 2024



EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

STATEMENT OF PARTY OFFICIALS' RESPONSIBILITIES

The Political Party Act requires the Party to prepare Financial statements which give a true and fair view of the state of affairs of the Party as at the end of the financial year and of the operating Results for that year. It also requires the Party to ensure that the party maintains proper accounting Records which disclose with reasonable accuracy of the financial position of the Party. The Party officials are Also responsible for safeguarding the assets of the Party.


The Party officials accept the responsibility for the preparation of financial statements that are free from Material misstatement whether due to fraud or error. They also accept responsibility for

1. Designing, implementing and maintaining internal controls relevant to the preparation and fair
2. Selecting and applying appropriate accounting policies and
3. Making accounting estimates that are reasonable in the circumstances

The Party officials are of the opinion that the Financial statements give a true and fair view of the state of the financial affairs of the Party as at 31st December 2023 and of its operating results For the year then ended. The Party officials further accept responsibility for the maintenance of the accounting records which have been relied upon in the preparation of the Financial statements, as well as on the Adequacy of the systems of internal financial controls.


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

Approved by the board of Party officials on 10TH JAN 2024 and signed on its behalf by:




National Chairlady






National Treasurer



Secretary General



National Executive Director

EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

STATEMENT OF COMPREHENSIVE INCOME

		2023	2022
	Notes	Shs	Shs
Revenue	3(a)	500,000	1,800,000
Other income	3(b)		-
Total Income		500,000	1,800,000
Direct Cost	11	(170,000)	(270,000)
Administrative expenses	14	-212,775	(1,374,890)
Establishment Cost	14(b)	-125,025	(163,125)
Operating profit		(7,800)	(8,015)
Finance costs	13	-	-
Profit before tax		(7,800)	(8,015)
Tax			-
Net profit for the year		(7,800)	(8,015)

EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

STATEMENT OF FINANCIAL POSITION

	Note	2023 Shs	2022 Shs
CAPITAL EMPLOYED			
Share capital		100	100
Retained earnings		1,770,451	(8,015)
Shareholders' funds		<u>1,770,551</u>	<u>-7,915</u>
Non Current Liabilities			
Bank Loan		-	-
Related Party Transactions	12	-	-
Total		<u>-</u>	<u>-</u>
Total Shareholders' Funds		<u>1,770,551</u>	<u>(7,915)</u>
REPRESENTED BY			
Non-current assets			
Property, plant and equipment		580,075	581,875
		<u>580,075</u>	<u>581,875</u>
Current assets			
Cash and cash equivalents	7	744,810	747,410
Trade and other receivables	8		
Inventory	9	445,666	449,066
		<u>1,190,476</u>	<u>1,196,476</u>
Current liabilities			
Bank Overdraft			
Tax payable	4		
Trade and other payables			
		<u>-</u>	<u>-</u>
Net current Assets		<u>1,190,476</u>	<u>1,196,476</u>
Total Assets		<u>1,770,551</u>	<u>1,778,351</u>

The Party official borrowings/injected do not attract interest and obtained from Party official personal savings

The Financial statements on pages 6 to 12 were approved by the board of Party officials for

issue on ...19th JAN.....2024 and were signed on its behalf by

.....National Chairlady



EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

CASH FLOW STATEMENT

		2023	2022
	Notes	Shs	Shs
Cash generated from operations			
Profit before tax	10	-7,800	(8,015)
Add: Depreciation		45,025	83,125
Operating cashflow before Wo		37,225	75,110
(Increase)decrease in:			
Trade and other receivables		-	-
Inventory		-123,400	(120,000)
Increase(decrease) in:			
Trade and other payables		-	-
Deferred tax		-	-
Tax paid		-	-
Net cash from operating activities		(86,175)	(44,890)
Cashflow from investing activities			
Purchase of property ,plant and equipment		-	-
Investments		-	-
Disposal of fixed assets		-	-
Net cashflow from investing activities		-	-
Cashflow froms financing activities			
Share premium		-	-
Directors current a/c		-	-
Shareholders loan		-	-
Babk loan		-	-
Net cashflow from financing activities		-	-
Net Increase(decrease) in cash and cash equivalent		(86,175)	(44,890)
At 31st July 2022		830,985	792,300
Increase/(Decrease) during the period		(86,175)	(44,890)
At 31st December 2023	8	744,810	747,410

EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

NOTES TO THE FINANCIAL STATEMENT

1. General Information

The EPL is a registered Political Party and is domiciled in Kenya. The address of its registered office and principal place of business is at Karen. The principal activity is that of political activism.

2. Summary of Significant Accounting Policies

The significant accounting policies adopted in the preparation of these financial statements are set out below

a) Basis of preparation and statement of Compliance with International Financial Reporting Standards

The financial statements are prepared on a going concern basis in compliance with International Financial Reporting Standards measurement basis is the historical cost basis

b) Functional and Presentation Currency

The financial statements are presented in the functional currency, Kenya shillings (Kshs) rounded to the nearest shillings. The financial statements comprise of a) Profit and loss account, b) Statement of financial position c) statement of cash flow and d) Notes. Transactions with the directors of the business in his capacity as director are recognized in the statement of change in equity. The preparation of financial statements in conformity with International Financial Reporting Standards requires use of estimates and assumptions. It also requires the director to exercise its judgment in the process of applying the accounting policies adopted by the proprietor. Although such estimates and assumptions are based on the directors' best knowledge of information available, actual results can differ from those estimates. The judgments and estimates are reviewed at the end of each reporting period. Any resulting revisions to such estimates are recognized in the year.

c) Translation of Foreign Currency

On initial recognition, all transactions are reported in the functional currency (Ksh). Translation of foreign currency during the year is converted into the functional currency using the exchange rate prevailing at the transaction date. Monetary assets and liabilities at the statement of financial position date denominated in foreign currency are translated into the functional currency using the exchange rate prevailing as at that date. The resulting foreign exchange gain or losses from the settlement of those transactions and from year-end translation are recognized on a net basis in the profit and loss account differences in the year in which they arise, except for differences arising on translation of non-monetary available-for-sale financial assets which are recognized in other comprehensive income.

d) Offsetting

Financial assets and liabilities are offset and the net amount reported in the statement of financial position only when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

NOTES TO THE Financial statements

e) Revenue recognition

Revenue from donation from members and other donors

f) Property, plant and equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation.

Depreciation is calculated on a reducing balance basis to write down the cost of each asset to its residual value over its estimated useful life using the following annual rates:-

	<u>Rate - %</u>
Motor vehicle	25.00
Electronics	30.00
Computer	30.00
Furniture and fitting	12.50
Office equipment's	12.50

Furniture and fitting are periodically reviewed for impairment. When the carrying amount of an asset is greater than its estimated recoverable amount it is written down immediately to its recoverable amount

EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

NOTES TO THE Financial statements

g) Financial liabilities

All the financial liabilities are recognized initially at fair value of the consideration given plus the transaction cost with the exception of financial liabilities carried at fair value through the profit and loss, which are initially recognized at fair value and the transaction cost expensed in the profit and loss account.

Subsequently, all financial liabilities are carried at amortization cost using effective interest methods except for financial liabilities through the profit and loss which are carried at fair value.

All financial liabilities are classified as non-current liabilities except financial liabilities at fair value through profit and loss, those financial liabilities are derecognized only when the obligation specified in the contract is

Discharged or cancelled. Borrowings and trade and other liabilities are classified as financial liabilities and carried at amortized cost.

h) Provision for liabilities and charge

Provisions are recognized when the party has a present or constructive obligation as a result of past events,

it is probable that outflow of resources embodying economic benefit will be required to settle the obligation

And a reliable estimate of the amount of the obligation can be made.

i) Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand,

Deposits held at call with banking institutions, net of bank overdrafts.

j) Comparative

Where necessary comparative figure have been adjusted to conform with changes in presentation in the current year

k) Significant judgments made in applying the accounting policies

Whether it is probable future taxable profit will be available against which temporary difference can be utilized and whether the proprietor has the ability to hold Held-to-maturity investment until they mature .If the Party were to sell other than an insignificant amount of such investments before maturity, it could be required to classify the entire class as available-for-sale and mature them at fair value

l) Risk management objective and policies

Financial risk management

The party's activities expose it to a variety of financial risks including credit, liquidity and market risk. The Party official overall risk management risk policies are set out by the Party members and implemented by the Party officials and focus on the unpredictability of changes in the operating environment and seeks to minimize potential adverse effect of such risks On the Party performance by setting acceptable level of risks. The Party does not hedge against any risks.

**EMPOWERMENT AND LIBERATION PARTY-
CERT NO. 075**

Financial statements

For the year ended 31st December 2023

NOTES TO THE Financial statements

Capital Risk Management

The Party's objective in managing its capital is to ensure it supports the development of its members and its able to continue as a going concern, while at the same time creating awareness. The Party officials are not subject to any

external capital requirements.

The Party official manage capital by evaluating the working capital requirement and invest in non- current assets before borrowing and based on this requirement setting an internal debt ratio which it monitors

on a regular basis.

The gearing ratio at the year end was as follows

	2023 Shs.	2022 Shs
Total borrowing	-	-
Less: Cash and Cash equivalent	<u>744,810</u>	<u>747,410</u>
Net Debt	(744,810)	(747,410)
Total equity	<u>-</u>	<u>-</u>
	<u>(744,810)</u>	<u>(747,410)</u>
Total Capital resources	<u>(744,810)</u>	<u>(747,410)</u>
3a) Revenue	<u>(7,800)</u>	<u>(8,015)</u>
3b) Other Income	<u>(7,800)</u>	<u>(8,015)</u>
Disposal of fixed assets	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

EMPOWERMENT AND LIBERATION PARTY-CERT NO. 075

Financial statements

For the year ended 31st December 2023

SCHEDULE OF EXPENSES

	2023	2022
	Shs.	Shs.
1 Direct Cost		
Direct Cost	170,000	270,000
2 Administration Expenses		
Office Expenses	60,475	67,200
Advertising	30,200	451,200
Telephone	24,600	102,150
Travelling	52,000	525,000
Printing and Stationery	17,810	205,180
Electricity and Water	27,690	24,160
Total Administration Expenses	212,775	1,374,890
3 Establishment Cost	80,000	80,000
Rent	-	-
Insurance	-	-
Legal and Professional Fee	-	-
Licence	-	-
Vehicle Expenses	-	-
Repair and Maintenance	-	-
Depreciation	45,025	83,125
Total Other Operating Expenses	125,025	163,125