

# NATIONAL AIDS COUNCIL OF ZIMBABWE FINANCIAL RESULTS 2021

## NATIONAL AIDS COUNCIL OF ZIMBABWE ABRIDGED STATEMENT OF FINANCIAL POSITION AS AT DECEMBER, 2021

	INFLATION ADJUSTED		HISTORICAL	
	31-Dec-21 ZWL \$	31-Dec-20 ZWL \$	31-Dec-21 ZWL \$	31-Dec-20 ZWL \$
<b>ASSETS</b>				
Non current assets	375 253 837	167 725 094	281 713 943	51 007 189
Current assets	4 335 523 839	2 162 650 224	4 335 523 839	1 343 261 008
Accounts Receivables	1 443 533 558	1 161 097 100	1 443 533 558	721 178 322
Cash and cash equivalents	2 891 990 281	1 001 553 124	2 891 990 281	622 082 686
<b>Total assets</b>	<b>4 710 777 676</b>	<b>2 330 375 318</b>	<b>4 617 237 782</b>	<b>1 394 268 197</b>
<b>RESERVES AND LIABILITIES</b>				
Reserves	4 395 201 942	1 307 614 323	4 301 662 048	759 012 920
Current liabilities	315 575 734	1 022 760 995	315 575 734	635 255 277
Accounts Payables	315 575 734	1 022 760 995	315 575 734	635 255 277
<b>Total reserves and liabilities</b>	<b>4 710 777 676</b>	<b>2 330 375 318</b>	<b>4 617 237 782</b>	<b>1 394 268 197</b>

\_\_\_\_\_,2022.

  
Albert Manenji, (ICSA, MBA, RPA)  
(FINANCE AND ADMINISTRATION  
DIRECTOR)

\_\_\_\_\_,2022.

  
Dr Bernard Madzima  
(CHIEF EXECUTIVE OFFICER)

\_\_\_\_\_,2022.

  
Mrs Margret Mehlomakulu  
(CHAIRPERSON)

## NATIONAL AIDS COUNCIL OF ZIMBABWE ABRIDGED STATEMENT OF PROFIT AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED DECEMBER 31, 2021

	Notes	INFLATION ADJUSTED		HISTORICAL COST	
		31-Dec-21 ZWL\$	31-Dec-20 ZWL\$	31-Dec-21 ZWL\$	31-Dec-20 ZWL\$
<b>INCOME</b>		<b>7 940 031 356</b>	<b>4 668 188 559</b>	<b>6 279 710 726</b>	<b>2 302 762 008</b>
AIDS levy		6 366 481 500	3 811 900 638	5 235 066 799	1 937 417 764
Revenue grant		671 570 995	840 238 365	535 310 480	358 748 688
Other income		901 978 861	16 049 556	509 333 447	6 595 557
<b>EXPENDITURE</b>		<b>3 235 572 417</b>	<b>3 509 216 514</b>	<b>2 737 061 598</b>	<b>1 606 983 009</b>
HIV/AIDS Programmes/Interventions	4	1 980 268 780	1 943 651 267	1 721 800 635	865 193 946
Program Management and Coordination		160 403 819	81 259 749	134 497 342	38 092 860
Administration expenses		295 387 280	1 141 914 435	257 144 196	550 962 211
Employment costs		799 512 538	342 391 063	623 619 425	152 733 992
<b>Surplus for the year</b>		<b>4 704 458 939</b>	<b>1 158 972 045</b>	<b>3 542 649 128</b>	<b>695 778 999</b>
Net Monetary (Loss)/gain		( 1 616 871 320)	55 360 369	-	-
<b>Total comprehensive income for the year</b>		<b>3 087 587 619</b>	<b>1 214 332 414</b>	<b>3 542 649 128</b>	<b>695 778 999</b>

## NATIONAL AIDS COUNCIL OF ZIMBABWE ABRIDGED STATEMENT OF CHANGES IN RESERVES FOR THE YEAR ENDED DECEMBER 31, 2021

	INFLATION ADJUSTED			Total ZWL \$
	Accumulated fund ZWL \$	Non- distributable reserve ZWL \$	Revaluation reserve ZWL \$	
Balance as at January 01, 2020	87 832 576	5 156 538	292 794	93 281 908
Effects of IAS 29	5 449 332	( 5 156 538)	( 292 794)	
Surplus for the year	1 158 972 045	-	-	1 158 972 045
Monetary loss	55 360 370	-	-	55 360 370
<b>Balance as at December 31, 2020</b>	<b>1 307 614 323</b>	<b>-</b>	<b>-</b>	<b>1 307 614 323</b>
Balance as at January 01, 2021	1 307 614 323	-	-	1 307 614 323
Surplus for the year	4 704 458 939	-	-	4 704 458 939
Monetary Loss	( 1 616 871 320)	-	-	( 1 616 871 320)
<b>Balance as at December 31, 2021</b>	<b>4 395 201 942</b>	<b>-</b>	<b>-</b>	<b>4 395 201 942</b>

### HISTORICAL COST

	Accumulated fund	Non- distributable reserve	Revaluation reserve	Total
Balance as at January 01, 2020	57 784 590	5 156 538	292 794	63 233 921
Surplus for the year	695 778 998	-	-	695 778 998
<b>Balance as at December 31, 2020</b>	<b>753 563 588</b>	<b>5 156 538</b>	<b>292 794</b>	<b>759 012 920</b>
Balance as at January 01, 2021	753 563 588	5 156 538	292 794	759 012 920
Surplus for the year	3 542 649 128	-	-	3 542 649 128
<b>Balance as at December 31, 2021</b>	<b>4 296 212 716</b>	<b>5 156 538</b>	<b>292 794</b>	<b>4 301 662 048</b>

## NATIONAL AIDS COUNCIL OF ZIMBABWE ABRIDGED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED DECEMBER 31, 2021

Notes	INFLATION ADJUSTED		HISTORICAL	
	31-Dec-21 ZWL\$	31-Dec-20 ZWL\$	31-Dec-21 ZWL\$	31-Dec-20 ZWL\$
Cash flow from operating activities	1 990 532 999	1 061 856 377	2 409 916 588	601 269 549
Surplus for the year	4 704 458 939	1 158 972 045	3 542 649 128	695 778 998
<i>Adjusted for:</i>				
Non cashflow items	( 95 337 937)	16 351 595	( 69 301 471)	10 352 435
Net monetary Loss	( 1 616 871 320)	55 360 370	-	-
<b>Operating loss/profit before changes in working capital</b>	<b>2 992 249 682</b>	<b>1 230 684 010</b>	<b>3 473 347 657</b>	<b>706 131 433</b>
<b>Working capital changes</b>	<b>( 1 001 716 683)</b>	<b>( 168 827 633)</b>	<b>( 1 063 431 069)</b>	<b>( 104 749 046)</b>
<b>Cash flow from investing activities</b>	<b>( 190 848 534)</b>	<b>( 129 663 138)</b>	<b>( 140 008 993)</b>	<b>( 39 178 770)</b>
<b>Net Increase in cash and cash equivalents</b>	<b>1 799 684 465</b>	<b>932 193 239</b>	<b>2 269 907 595</b>	<b>562 090 779</b>
Cash and cash equivalents at the beginning of the year	1 001 553 124	96 586 970	622 082 686	59 991 907
Effects of changes in Inflation	90 752 692	( 27 227 085)	-	-
<b>Cash and cash equivalents at the end of the year</b>	<b>2 891 990 281</b>	<b>1 001 553 124</b>	<b>2 891 990 281</b>	<b>622 082 686</b>



# NATIONAL AIDS COUNCIL OF ZIMBABWE FINANCIAL RESULTS 2021

## NATIONAL AIDS COUNCIL OF ZIMBABWE NOTES TO FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31 DECEMBER 2021

### 1 NATURE OF BUSINESS

The main business of the National AIDS Council of Zimbabwe (NAC) as set out by the National AIDS Council Act [Chapter 15:14] of 1999 is that of coordinating, stimulating, monitoring and mitigating an expanded epidemic, taking into account the comparative advantages of the different actors.

### 2 BASIS OF PREPARATION

#### 2.1 Statement of compliance

The Council's financial statements for the year ended December 31, 2021 have been prepared in accordance with the International Financial Reporting Standards (IFRSs) as issued by the International Accounting Standard Board (IASB).

The Council endeavored to comply with the Public Finance Management Act [Chapter 22:19], an Act which ensures transparency, accountability and sound management of revenue, expenditure, asset and liabilities of the country's public entities.

Operations of the Council were also guided by the National AIDS Council Act [Chapter 15:14].

#### 2.2 Functional and presentation currency

These financial statements are presented in Zimbabwe Dollar (ZWL) currency. Most of the Council's transactions are in this currency and the same is used for financial reporting. Foreign currency transactions are translated into the Zimbabwe Dollar using the Reserve Bank of Zimbabwe (RBZ) exchange rate.

The adopted functional currency was declared hyperinflationary for all financial years from 1 July 2019 by the Public Accountants and Auditors Board.

#### 2.3 Basis of Measurement

The financial statements are prepared under the historical cost basis and are restated in accordance with International Accounting standards (IAS) 29 (Financial Reporting in Hyperinflationary Economies). Accordingly, the financial statements have been restated to take account of the changes in general purchasing power of the Zimbabwe dollar and as a result are stated in terms of the measuring unit current at 31 December 2021.

The restatement is based on conversion factors derived from the Zimbabwe Consumer Price Index (CPI) compiled by the Central Statistical Office of Zimbabwe.

### 5. RELATED PARTY TRANSACTIONS

#### Compensation to the board of directors and key management personnel

Remuneration of executive management and key management staff of the Council comprise of an annual basic salary, Allowances, medical aid contribution and other benefits.

The remuneration of Board of Directors and members of key management during the year was as follows:

	INFLATION ADJUSTED		HISTORICAL	
	31-Dec-21 ZWLS	31-Dec-20 ZWLS	31-Dec-21 ZWLS	31-Dec-20 ZWLS
<b>5.1 Board of directors aggregate emoluments</b>				
<b>5.1.1 Board fees and allowances</b>	<b>770 379</b>	<b>1 139 003</b>	<b>968 262</b>	<b>707 455</b>
Board chairman	98 299	163 737	123 548	101 700
Vice board chairman	116 660	149 347	146 626	92 762
Board members	555 420	825 919	698 088	512 993
<b>5.1.2 Other board expenses</b>	<b>3 940 865</b>	<b>5 521 512</b>	<b>7 347 849</b>	<b>3 429 510</b>
<b>5.2 Key management personnel</b>				
5.2.1 Total employment Cost	51 099 689	23 428 942	39 581 737	14 552 138
5.2.2 Loan balances to directors	8 260 673	113 106	8 260 673	70 252

### 3 CASH AND CASH EQUIVALENTS

	INFLATION ADJUSTED		HISTORICAL	
	31-Dec-21 ZWLS	31-Dec-20 ZWLS	31-Dec-21 ZWLS	31-Dec-20 ZWLS
Cash at bank	1 011 912 583	896 924 806	1 011 912 583	557 096 153
Cash on hand	22 226	4 225	22 226	2 624
Funds on placement	1 880 055 472	104 624 093	1 880 055 472	64 983 909
	<b>2 891 990 281</b>	<b>1 001 553 124</b>	<b>2 891 990 281</b>	<b>622 082 686</b>

### 4 HIV/AIDS PROGRAMMES/INTERVENTIONS

	INFLATION ADJUSTED		HISTORICAL	
	31-Dec-21 ZWLS	31-Dec-20 ZWLS	31-Dec-21 ZWLS	31-Dec-20 ZWLS
Prevention programmes	1 437 726 518	1 056 683 508	1 248 945 675	541 906 510
Treatment, care and support	381 884 027	826 511 308	326 041 552	293 362 997
Enabling environment	160 658 235	60 456 451	146 813 408	29 924 439

**END INEQUALITIES.  
END AIDS.  
END PANDEMICS.**