GUYANA LEGAL AID CLINIC INC.

DECEMBER 31, 2025

AUDITED FINANCIAL STATEMENTS

Ram & McRae

Chartered Accountants

Professional Services Firm

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Guyana

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**REPORT OF THE INDEPENDENT AUDITORS
TO THE MEMBERS OF
GUYANA LEGAL AID CLINIC INC.**

Opinion

We have audited the financial statements of **Guyana Legal Aid Clinic Inc.** (the Company), which comprise the statement of financial position as at December 31, 2025, and the statement of comprehensive income and accumulated fund 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 on pages 1 to 8 present fairly, in all material respects, the financial position of the Company as at December 31, 2025, and its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the Companies Act Cap. 89:01.

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 Company in accordance with the *Code of Ethics for Professional Accountants* issued by the International Ethics Standards Board for Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management 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 Companies Act Cap. 89:01, and for such internal control as management determines 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, management is responsible for assessing the Company'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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

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 judgment 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 Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management'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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention 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 Company 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 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 we identify during our audit.

Ram & McRae

Ram & McRae
Chartered Accountants
Professional Services Firm
157 'C' Waterloo Street,
Georgetown

31st July 2026

Guyana Legal Aid Clinic Inc.

Statement of Financial Position

As at December 31, 2025

	Notes	2025 G$	2024 G$
ASSETS			
Non-current assets			
Office furniture and equipment	3	3,271,085	1,688,396
Current assets			
Accounts receivable		191,592	191,592
Cash and cash equivalents	4	261,955,160	248,332,225
Total current assets		**262,146,752**	**248,523,817**
Total assets		**265,417,837**	**250,212,213**
EQUITY AND LIABILITIES			
Equity			
Accumulated fund		255,688,784	237,198,183
Non-current liability			
Deferred income	5	9,151,600	12,173,557
Current liability			
Accounts payable	6	577,453	840,473
Total liabilities		**9,729,053**	**13,014,030**
Total Equity & Liabilities		**265,417,837**	**250,212,213**

Vishwanat Ramnauth

Director / Treasurer

Company Secretary

The notes on pages 4 to 8 form an integral part of these financial statements.

Guyana Legal Aid Clinic Inc.
Statement of Comprehensive Income & Accumulated Fund
For the year ended December 31, 2025

	Notes	2025 G$	2024 G$
Income			
Grants	7	103,758,957	104,650,598
Consultancy fees		6,014,456	2,141,970
Legal fees	8	14,199,544	11,674,191
Donations		100,000	22,000
Other income		7,063,145	8,182,749
Total income		**131,136,102**	**126,671,508**
Expenses			
Employment costs	9	90,041,562	83,055,485
Operating expenses	10	15,355,702	13,523,815
Administrative expenses	11	7,298,237	6,851,487
Total expenses		**112,695,501**	**103,430,787**
Surplus for the year		**18,440,601**	**23,240,721**
Accumulated fund at January 1,		237,248,183	213,957,462
			0
Accumulated fund at December 31,		**255,688,784**	**237,198,183**

The notes on pages 4 to 8 form an integral part of these financial statements.

Guyana Legal Aid Clinic Inc.
Statement of Cash Flows
For the year ended December 31, 2025

		2025 G$	2024 G$
Cash flows from operating activities			
Surplus for the year		**18,440,601**	**23,240,721**
Adjustments for:			
Depreciation		817,772	-
Operating surplus before working capital changes		**19,258,373**	**23,240,721**
(Increase) /Decrease in deferred income		(3,021,957)	(6,907,326)
Increase /(Decrease) in Accounts Payable		(263,020)	316,278
Cash generated by operating activities		**15,973,396**	**16,649,673**
Cash flows from investing activity			
Acquisition of office furniture and equipment		(2,400,461)	(764,070)
Net increase in cash and cash equivalents		**13,572,935**	**15,885,603**
Cash and cash equivalents at January 1,		248,332,225	232,446,622
Cash and cash equivalents at December 31,	**(Note 4)**	**261,905,160**	**248,332,225**
Cash and cash equivalents		**261,955,160**	**248,332,225**

The notes on pages 4 to 8 form an integral part of these financial statements.

1. Incorporation and principal activity

The Company was incorporated in the Co-operative Republic of Guyana on February 16, 1993 as a Company limited by guarantee and was continued under the Companies Act Cap. 89:01 on January 5, 1996. Operations commenced during March 1994.

The principal objective of the Company is to provide free or subsidised legal advice and representation to persons, who because of lack of means would otherwise have their need for such advice and representation unmet, and to refer persons requiring non-legal help to appropriate agencies.

The Company's registered office is located at First Floor, Eastern Section, Maraj Building, Charlotte & King Streets, Georgetown, Guyana.

These financial statements were approved by the Board of Directors on ________________.

2. Statement of accounting policies

(a) Basis of accounting

These financial statements have been prepared in accordance with and comply with the International Financial Reporting Standard for Small and Medium-sized Entities. The financial statements have been prepared under the historical cost convention.

(b) Income and expenditure

Income and expenditure are dealt with in these financial statements on the accrual basis.

(c) Revenue recognition

Revenue from services are recognised when the service has been rendered. Donations, other than capital donations, are recognised when received. Income from grants, other than capital grants, are recognised in income to the extent utilised. Any unutilised amounts are included in deferred income.

(d) Capital donations

Capital donations comprise the estimated or actual (if available) acquisition cost of office furniture and equipment donated in-kind as well as cash donations and grants received specifically for the acquisition of office furniture and equipment. Capital donation of non-depreciable assets are credited to capital reserve. Capital donation of depreciable assets are credited to deferred income with an amount equivalent to their annual depreciation charge transferred to the statement of comprehensive income each year.

Guyana Legal Aid Clinic Inc.

Notes to the Financial Statements

For the year ended December 31, 2025

2. Statement of accounting policies continued

(e) Reporting currency

These financial statements are stated in Guyana dollars. Foreign currency transactions during the year are translated at the exchange rates ruling at the dates of these transactions. Any gains or losses arising from these conversions are accounted for in the statement of comprehensive income in the period which they were incurred. Monetary assets and liabilities in foreign currencies at the statement of financial position date are translated at the rates prevailing at the end of the year.

(f) Office furniture and equipment

Office furniture and equipment are stated at historical cost less depreciation and any impairment losses. Depreciation is provided for on the straight line basis at rates sufficient to write off the cost of the assets over their estimated useful lives. The rate used is as follows:

Office furniture and equipment	20%	20%

3. Office furniture and equipment

	Office furniture G$	Office equipment G$	Total G$
Cost			
At January 1, 2024	2,257,821	10,889,223	13,147,044
Additions	185,670	578,400	764,070
At December 31, 2024	**2,443,491**	**11,467,623**	**13,911,114**
Additions	25,000	2,375,461	2,400,461
At December 31, 2025	**2,468,491**	**13,843,084**	**16,311,575**
	2,468,491	13843084	
Depreciation			
At January 1, 2024	2,084,203	10,138,515	12,222,718
Charges for the year	-	-	-
At December 31, 2024	**2,084,203**	**10,138,515**	**12,222,718**
Charges for the year	76,858	740,914	817,772
At December 31, 2025	**2,161,061**	**10,879,429**	**13,040,490**
	(2,161,061)	(10,879,429)	
Net book value			
At December 31, 2025	**307,430**	**2,963,655**	**3,271,085**
At January 1, 2024	359,288	1,329,108	1,688,396

4. Cash and cash equivalents

Cash on hand and deposits held with financial institutions:

	2025 G$	2024 G$
Cash on hand	157,168	486,429
Cash at bank	4,876,255	3,019,731
Deposits	256,921,737	244,826,065
Total	**261,955,160**	**248,332,225**

5. Deferred income (non-current)

	2025 G$	2024 G$
(i) Deferred Grant - Ministry of Human Services	-	4,521,957
(ii) Deferred Grant - Ministry of Home Affairs	9,151,600	7,651,600
	9,151,600	**12,173,557**

(i) This represent unutilized funding from the Government of Guyana through the Ministry of Human Services, which would be written off to the Income statement when the expenses are incurred in the new financial year.

(ii) This represent unutilized funding under an MOU with the Ministry of home affairs for Expenses incurred on Special project for Juveniles in contact or conflict with the law or appealing a conviction. These are written off to the Income Statement when the expenses are incurred.

6. Accounts payable

	2025 G$	2024 G$
Publication fees	-	300,000
Accrued expenses	577,453	540,473
Total	**577,453**	**840,473**

7. Grants

	2025 G$	2024 G$
This balance comprises grants recognised in income as follows:		
(i) Ministry of Social Protection	103,758,957	104,650,598
Total	**103,758,957**	**104,650,598**

(i) This represents amount recognised from the annual subvention received from the Government of Guyana through the Ministry of Social Protection to fund day-to-day activities of the Company. This funding is provided pursuant to a Memorandum of Understanding between the Company and the Ministry dated March 14, 2009. Total cash received during the year was $103,758, 957of which $3,437,511 was deferred to 2026.

8. Legal fees

The Company charges a nominal fee for some clients.

9. Employment costs

	2025 G$	2024 G$
Salaries	77,001,930	70,042,098
Allowances	9,313,079	9,476,576
Employer's NIS Contribution	3,726,553	3,536,811
Total	**90,041,562**	**83,055,485**

During the year the Company employed 21 persons (2024 - 25). There were four (4) resignations during the year and two (2) reappointments.

Guyana Legal Aid Clinic Inc.
Notes to the Financial Statements
For the year ended December 31, 2025

10. Operating expenses

	2025 G$	2024 G$
Affidavit fees	4,332,912	3,825,070
Depreciation	817,772	-
Rent	9,963,880	8,941,500
Transportation	156,738	747,245
Rights of the Child Commission Visits	-	10,000
Total	**15,355,702**	**13,523,815**

11. Administrative expenses

	2025 G$	2024 G$
Audit fees and expenses	421,800	421,800
Communication costs	920,115	831,700
Electricity	996,640	1,003,570
Financial charges	119,024	93,851
Insurance	116,121	116,121
Office expenses	4,054,144	3,425,917
Photocopying and postage	31,700	39,270
Security	106,704	266,023
Advertising	54,720	187,872
Telephone	477,269	465,362
Total	**7,298,237**	**6,851,487**

12. Taxation

On July 07, 1994 the Company received approval from the Ministry of Finance to be deemed as a charitable organisation. The Company is therefore exempt from Corporation and Property Taxes.

13. Related party transactions

	2025 G$	2024 G$
Donations from related parties	**100,000**	-
Key management personnel compensation	-	-

No remuneration was paid to the Directors during the year under review.