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የወጪ ኦዲተር ሪፖርት

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መገፅ ማይክሮ ፋይናንስ
ቀዳሚ የፋይናንስ አጋርዎ!

ጌታቸው ዋቅጅራ
ፖርተር ሠርተፋይድ አካውንታንት (የኬ)
ሠርተፋይድ የአዲት ድርጅት (ኢትዮ)

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Addis Ababa, Ethiopia

**AUDITORS' REPORT TO THE
SHAREHOLDERS OF MEBA MICROFINANCE INSTITUTION S.C.
ON THE ACCOUNTS OF MEBA MICROFINANCE INSTITUTION S.C.**

OPINION

We have audited the accompanying financial statements of Meba Microfinance Institution S.C. S.C which comprise statement financial position as at June 30, 2025, and the statement of profit or loss and other 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 and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material terms, the financial position of the Company as of June 30, 2025, and its financial performance and its cash flow for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

BASIS FOR OPINION

We conducted our audit in accordance with International Standards on Auditing (ISA). 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 ethical requirements that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**RESPONSIBILITY OF MANAGEMENT'S AND THOSE CHARGED WITH
GOVERNANCE FOR THE FINANCIAL STATEMENTS**

Management of the Company is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs 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.

AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements 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 aggregate, they could reasonably be expected to influence the economic decisions of users taken based on these financial statements.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

We have no comments to make on the reports of the Board of Directors of the company so far as it related to these financial statements and pursuant to Article 349/1 of the commercial code of Ethiopia 2021 and we recommend pursuant to article 349/2 approval of the financial statements.



GETACHEW WAKJIRA
CHARTERED CERTIFIED ACCOUNTANT (UK)
CERTIFIED AUDIT FIRM (ETH)

Addis Ababa
September 30, 2025



MEBA Micro Finance Institution S.C
For the year ended June 30,2025
Statement of profit or loss and other comprehensive income
Content

		30-Jun-2025	30-Jun-2024
	Notes	Birr	Birr
Interest income	5	3,712,528	
Interest expense	6	(1,073,652)	
Net interest income		2,638,876	-
Net fees and commission income	7	1,202,990	500
Other operating income	8	60,154	80,000
Total operating income		3,902,020	80,500
Less: Loan impairment charge	9	(19,123)	
Net operating income		3,882,897	80,500
Salary and Other Employee Benefits	10	5,499,449	196,000
Annual Leave Expense	10.a	157,212	
General and administrative expenses	11	3,042,058	158,028
Depreciation on property, plant and equipment	12	220,372	11,191
		8,919,091	365,219
Profit before tax		(5,036,195)	(284,719)
Income tax expense		-	-
Profit after tax		(5,036,195)	(284,719)
Other comprehensive income (OCI) net on income tax			
Total comprehensive income for the period		(5,036,195)	(284,719)

The financial statements on pages 2, 5 to 8 were approved and authorised for issue by the board of directors on and were signed

Gtenet Haile
Chairperson, Board Chairperson
30-Sep-25

Azeb Mamo
Chief Executive Officer
30-Sep-25

The notes on pages 6 to 21 are part of these financial statements



MEBA Micro Finance Institution S.C
For the year ended June 30,2025
Statement of financial position
Content

	Notes	30-Jun-2025 Birr	30-Jun-2024 Birr
ASSETS			
Current Assets			
Cash and balances with banks	14	16,901,806	9,692,596
Loans and receivables	15	30,661,064	-
Other Assets & Prepayments	17	922,767	667,570
		<u>48,485,637</u>	<u>10,360,166</u>
Non-Current Assets			
Investment	16	-	-
Property, plant and equipment	19	2,261,996	1,785,423
		<u>2,261,996</u>	<u>1,785,423</u>
Total Assets		<u>50,747,633</u>	<u>12,145,589</u>
LIABILITIES			
Current Liabilities			
Security and Compulsory Saving	20	4,117,488	-
Voluntary and Individual Savings	20	23,316,056	-
Other Payable	22	2,467,287	1,992,050
		<u>29,900,832</u>	<u>1,992,049</u>
Non-Current Liabilities			
Bank loan	21	10,000,000	-
		<u>10,000,000</u>	<u>-</u>
Total liabilities		<u>39,900,832</u>	<u>1,992,049</u>
EQUITY			
Paid-up Capital		17,194,000	11,464,500
Legal reserve		665	665
Retained earnings		(6,347,864)	(1,311,669)
Total equity		<u>10,846,801</u>	<u>10,153,496</u>
Total equity and liabilities		<u>50,747,633</u>	<u>12,145,545</u>



The notes on pages 6 to 21 are an integral part of these financial statements.

The financial statements on pages 6 to 9 were approved and authorised for issue by the board of directors on and were signed on

Gtenet Haile
Chairperson, Board Chairperson
30-Sep-25

Azeb Mamo
Chief Executive Officer
30-Sep-25



MEBA Micro Finance Institution S.C
Statement of Changes in Equity
For the year ended June 30,2025
Content

	Paid up Capital	Share Premium	Legal reserves	Retained Earnings	General reserve	Adjustme nt Reserve	Total
Balance as at June 30,2021	12,055,000	(590,500)	665	(150,463)	-	-	11,314,702
Profit (Loss) for the year				(1,161,206)			(1,161,206)
Other Comprehensive							-
Transfer to regulatory risk reserve	-	-	-	-	-	-	-
As at June 30,2024	12,055,000	(590,500)	-	(1,311,669)	-	-	10,153,496
Balance as at June 30,	11,464,500		665	(1,311,669)	-	-	10,153,496
Profit (Loss) for the year				(5,036,195.00)			(5,036,195.00)
Other Comprehensive income				-			-
Increase of the share	5,729,500						5,729,500
Balance 30 June 2025	17,194,000	-	665	(6,347,864)	-	-	10,846,801

The notes on pages 6 to 21 are an integral part of these financial statements.

Gtenet Haile
Chairperson, Board Chairperson
30-Sep-25



Azeb Mamo
Chief Executive Officer
30-Sep-25



MEBA Micro Finance Institution S.C
For the year ended June 30,2025
Content
Statement of cash flows

	Note	30-Jun-2025	30-Jun-2024
		Birr	Birr
Cash flows from operating activities	28	(7,823,303)	4,777,729
Cash flows from investing activities			
Purchase of property, plant and equipment	19	(696,987)	(1,772,700)
Purchase of Equity Investments	16	-	
Net cash (outflow)/inflow from investing activities		(696,987)	(1,772,700)
Cash flows from financing activities			
Proceeds (Settlements) for Loan		10,000,000	-
Increase In share capital		5,729,500	-
Net cash (outflow)/inflow from financing activities		15,729,500	-
Net increase/(decrease) in cash and cash equivalents		7,209,210	3,005,028
Cash and cash equivalents at the beginning of the year		9,692,596	6,687,568
Cash and cash equivalents at the end of the year	28	16,901,806	9,692,596

The financial statements on pages 6 to 9 were approved and authorised for issue by the board of directors

Gtenet Haile
Chairperson, Board Chairperson

30-Sep-25

Azeb Mamo
Chief Executive Officer

30-Sep-25

The notes on pages 6 to 21 are an integral part of these financial statements.



MEBA Micro Finance Institution S.C
Notes to the Financial statements
For the year ended June 30,2025
(in Ethiopia Birr)

	30-Jun-2025	30-Jun-2024
	Birr	Birr
5 INTEREST INCOME		
Interest Income on Loans	3,683,175	
Interest income from Bank deposit	29,353	
	3,712,528	-
6 INTEREST EXPENSES		
Interest Expense on client saving deposit	1,056,494	
Interest Expense Loan	17,158	
	1,073,652	-
7 Fee and commission income		
Share subscription Fee	1,050	-
Service charge	1,162,440	500
Registration Fee	19,450	
Income from sales of pass book	20,050	
	1,202,990	500
Fee and commission expense		
Net fees and commission income	1,202,990	500
8 Other Operating Income		
Income from death Insurance	29,540	
Loan loss recovery	-	-
Penalty and Other Income	30,614	80,000
	60,154	80,000
9 Loan Impairment Charge		
Impairment recovery	-	-
Loans written off	-	-
	-	-
10 Salary and Other Employees Benefits		
Salary and Other Benefit Expense	5,499,449	196,000
	5,499,449	196,000
10.a. Severance & unused Leave expenses		
Leave Expenses -accrued	157,212	
Severance Paid in the year	-	-
	157,212	-



MEBA Micro Finance Institution S.C
Notes to the Financial statements
For the year ended June 30,2025
(in Ethiopia Birr)

General and administrative expenses for the years ended June 30 2025 and June 30 2024 can be presented as follows:

	30-Jun-2025	30-Jun-2024
	Birr	Birr
Office Rent Expenses	1,601,460	148,304
Maintenance Expense	5,497	
Transportation Expenses	55,943	4,000
Advertising and Promotional Expenses	87,446	
Traning Expense	4,650	
Bank Service Charge	23,770	2,903
Office Supplies-Stationary	165,439	2,340
Printing Materials	171,840	
Cleaning & Sanitory	16,639	
Membership & license Fee Expense	89,000	
Utility Expense	16,224	95
Commision Expense	71,239	
Telephone, Internet & Fax	90,465	
Loding Unloading	32,478	-
Audit fee	60,000	
Legal fee	40,000	
Inaguration Expense	123,224	
Penalty Expense	18,963	
Cost of government service	35,324	
General Assembly	311,634	
Miscellaneous	15,846	387
Insurance Expense	4,978	-
	3,042,058	158,029



Depreciation expense for the years ended June 30 2025 and June 30 2024 can be presented as follows:

	30-Jun-2025	30-Jun-2024
	Birr	Birr
Depreciation expense	220,372	11,191
Total depreciation expense	220,372	11,191

13 Impairment on other assets & Bank Deposit

Impairment on other assets for the years ended June 30 2025 and June 30 2024 can be presented as follows:

	30-Jun-2025	30-Jun-2024
	Birr	Birr
Impairment Charge - other asset	-	-
Impairment allowance - Bank Deposit	-	-
Total Impairment	-	-



MEBA Micro Finance Institution S.C
Notes to the Financial statements
For the year ended June 30,2025
(in Ethiopia Birr)

14 Cash on hand and bank balances

Cash on hand
Cash at Bank - Saving
Block Account
Cash at Bank - Current

Maturity analysis

Current
Non-Current



30-Jun-2025	30-Jun-2024
Birr	Birr
5,064,492	
1,158,050	6,918,825
10,679,263	2,773,771
16,901,806	9,692,596
16,901,806	9,692,596
-	-
16,901,806	9,692,596

Cash and cash equivalents in the statement of cash flows are the same as on the statement of financial position.

15 LOANS TO CUSTOMERS

Loan to customers as at 30 June 2025 and 2024 can be presented as follows:

Gross loans to customers

Enterprise Loan (SME) Organization
Business Loans
Consumer Loan (Employee Loan) Individual
Consumer Loan (Employee Loan) Group
Consumer Loan (non-employee)
Housing/Construction& Renovation Loan
Gross loans to customers
Less : allowance for impairment losses
Net loans to customers

30-Jun-25	30-Jun-24
Birr	Birr
2,105,238	-
9,359,556	-
3,439,613	-
14,865,933	-
290,376	-
619,472	-
30,680,187	-
(19,123)	-
30,661,064	-

Movments of the loan impairment allowance For the year ended 30 June 2025 and 30 June 2024 as follows:

Balance at the beginning of the year
Balance at the end of the year
Provision expense

30-Jun-25	30-Jun-24
Birr	Birr
-	
19,123	
19,123	-





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Meba Microfinance S.C

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የቁጠባ አገልግሎት

ሀ. የፈቃደኝነት ቁጠባ

1. የግል ቁጠባ
2. የሴቶች ቁጠባ
3. የሕጻናትና ታዳጊ ልጆች ቁጠባ
4. የሳጥን ቁጠባ
5. የድርጅቶች ቁጠባ
6. ከወለድ ነጻ ቁጠባ
7. የአዛውንቶች ቁጠባ
8. የልዩ ዓላማ ቁጠባ

ለ. የጊዜ ገደብ ቁጠባ

የብድር አገልግሎት

1. የንግድ ብድር
2. ኢንተርፕራይዝ (SME) ብድር
3. የፍጆታ ብድር
4. ቋሚ ንብረት ግዢ ብድር
5. ልዩ የአጭር ጊዜ ብድር
6. የቁጠባ ዋስትና ብድር
7. የግብርና ብድር
8. አገራ - ቢዝነስ ብድር