

**CONSUMER UNITY AND TRUST SOCIETY**

**RESPONSIBILITY OF THE BOARD OF DIRECTORS IN RESPECT OF THE PREPARATION OF THE FINANCIAL STATEMENTS FOR YEAR ENDED 31 DECEMBER 2006**

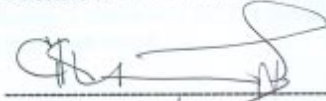
The Board is responsible for preparing financial statements for each financial year, which give a true and fair view of the state of affairs of the Trust Society and the surplus and deficit and cash flows for the year. In preparing these financial statements, the Board has selected suitable accounting policies and then applied them, made judgements and estimates that are reasonable and prudent and followed applicable accounting standards.

The Board is responsible for ensuring that the Trust Society keeps proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Trust. The Board is also responsible for safeguarding the assets of the Trust and taking reasonable steps for the preparation and detection of fraud and other irregularities.

**In the opinion of the Board**

- (i) The operating statement is drawn up so as to give a true and fair view of the operations of the Trust Society for the year ended 31<sup>st</sup> December, 2006
- (ii) The balance sheet is drawn up so as to give a true and fair view of the state of affairs of the Trust Society as at 31<sup>st</sup> December, 2006
- (iii) There are reasonable grounds to believe that the Trust Society will be able to settle its obligations as and when they fall due

These financial statements set out on pages 3 to 10 were approved by the Board of Directors on \_\_\_\_\_ and signed on its behalf by:



\_\_\_\_\_  
DIRECTOR

  
\_\_\_\_\_  
SECRETARY

DATE 02.03.07

**CONSUMER UNITY AND TRUST SOCIETY****SUMMARIED INCOME AND EXPENDITURE ACCOUNTS  
YEAR ENDED 31ST DECEMBER, 2006**

	NOTE	2006 ZMK	2005 ZMK
Income		453,920,214	394,260,815
Expenditure		(343,833,487)	(553,188,479)
Surplus/(deficit) for the period		<u>110,086,727</u>	<u>(158,927,664)</u>
<b>MOVEMENT ON ACCUMULATE</b>			
	7		
Balance as at 01.01.2006		19,710,157	178,637,821
Surplus/(deficit) for the period		110,086,727	(158,927,664)
Balance as at 31.12.2006		<u>129,796,884</u>	<u>19,710,157</u>

**CONSUMER UNITY AND TRUST SOCIETY****DETAILED OPERATING STATEMENT  
YEAR ENDED 31st DECEMBER, 2006**

<b>INCOME</b>	<b>2006 ZMK</b>	<b>2005 ZMK</b>
Interest	453,920,214	394,260,815
	<u>453,920,214</u>	<u>394,260,815</u>
<b>EXPENDITURE</b>		
Administration expenses	1,604,140	17,728,280
Audit fees	4,200,000	3,500,000
Bank charges	2,051,426	1,397,500
Depreciation	1,425,000	7,521,087
Economic Partnership Agreements meetings	72,580,729	-
Eastern and Southern Africa meetings	653,740	-
Capacity Building Conferences 7 LPs	12,552,425	-
House rental	14,000,000	13,200,000
Insurance and licence	942,201	942,201
International Competition Network workshop	4,931,810	-
Legal and consultancy fees	9,906,150	-
Market Linkage Workshop	30,101,611	-
NAPSA - Statutory contributions	436,000	1,042,500
NEPAD Projects	15,410,560	-
Office rental	17,368,000	22,560,000
Printing and stationery	6,740,554	40,877,666
Postage and telephones	23,535,497	26,036,796
Photocopying	-	9,108,900
Repairs and maintenance equipment	5,252,830	-
Salaries and wages	92,431,276	132,877,540
Trade Development Project and Research	15,590,000	-
Travelling expenses	12,667,306	276,398,009
Utilities and cleaning materials	452,240	-
	<u>343,833,487</u>	<u>553,168,479</u>
<b>TOTAL EXPENDITURE</b>		
<b>SURPLUS / (DEFICIT) FOR THE PERIOD</b>	<u>110,086,727</u>	<u>(158,927,664)</u>