

Audit Report

CONSUMER UNITY AND TRUST SOCIETY (CUTS)

REPORT OF THE AUDITORS TO THE MEMBERS

We have audited the financial statements for the year ended 31st December 2008.

Respective responsibilities of directors and auditors

As described in the company's act 1994 directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

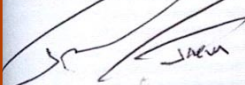
Basis of opinion

We conducted our audit in accordance with Auditing Standards. An audit includes examination on a test basis of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparations of the financial statements and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st December 2008 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act, 1994 and, the accounting and other records and registers have been properly kept in accordance with the Act.


J.K MUSONDA AND COMPANY
CHARTERED ACCOUNTANTS
P.O BOX 34575
LUSAKA

May-09

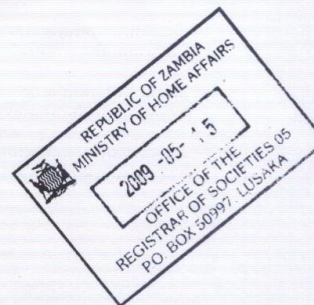
CONSUMER UNITY AND TRUST SOCIETY

**SUMMARISED INCOME AND EXPENDITURE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2008**

	NOTE	YEAR 2008 ZMK '000	YEAR 2007 ZMK '000
Income	2	281,318	150,571
Expenditure		(282,255)	(285,737)
Surplus / (Deficit)		<u>(937)</u>	<u>(135,166)</u>

MOVEMENT ON ACCUMULATED FUNDS

Opening Balance		(5,369)	129,797
Deficit for the year		(937)	(135,166)
Balance as at 31.12.2008		<u>(6,306)</u>	<u>(5,369)</u>



CONSUMER UNITY AND TRUST SOCIETY

OPERATING STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2008

	NOTE	YEAR 2008 ZMK '000	YEAR 2007 ZMK '000
INCOME			
Revenue		279,515	150,571
Exchange Gain		1,803	-
		<u>281,318</u>	<u>150,571</u>
EXPENDITURE			
Accountancy fees		5,000	5,000
Advertising		1,747	-
Bank Charges		3,101	4,282
Subscriptions / Donations		3,615	-
Depreciation		42	2,850
Administration Expenses		1,577	2,392
Economic Partnership Agreement Meetings		-	52,288
Printing / Stationery		13,227	4,096
Postage / Telephones		16,393	12,507
Interest Payable		658	-
Workshop & Conference Facility Expense		11,792	-
Capacity Buildings Conferences		-	22,317
MS Zambia Strategic Plan Policy		-	23,650
Travel		94,671	18,098
Transport		15,556	-
Market Linkage Workshop		-	15,446
Rent		16,668	20,944
Repairs & Maintenance		8,069	3,722
Access to secure market policy seminar		-	24,750
Hotculture and poverty seminar		-	8,250
NEPAD Projects		-	3,372
Office Teas & Cleaning		788	70
Legal / Consultancy fees		-	-
AWEPON Project		-	20,174
Licence / Insurance		1,761	-
Consultation Workshop		2,641	1,620
Training and Staff Welfare		-	500
Salaries		71,098	39,408
NAPSA		2,732	-
PAYE		11,119	-
		<u>282,255</u>	<u>285,736</u>
TOTAL EXPENDITURE		<u>(937)</u>	<u>(135,165)</u>

