

Audit Report

Kalonganino House Plot 1012 Kafue Road, Makeni	REPORT OF THE AUDITORS TO THE MEMBERS OF CONSUMER UNITY & TRUST SOCIETY (CUTS)	P.O. Box 37021 Tel: 097-852349 01-274723 Lusaka
<p>We have audited the Financial Statements on pages 4 to 12 which have been prepared under the historical cost convention and accounting policies set out on page 7.</p>		
<p>RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND AUDITORS</p> <p>As described on page 2, the Financial Statements are the responsibilities of the Directors. It is our responsibility to form and express an independent opinion, based on our audit on the Financial Statements.</p>		
<p>BASIS OF OPINION</p> <p>We conducted our audit in accordance with International Standards on Auditing. These Standards required that we plan and perform the audit so as to obtain reasonable assurance about whether the Financial Statements are free of material misstatement.</p> <p>An audit includes examination on test basis of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of significant estimates and judgements made by the Directors and whether the accounting policies are appropriately disclosed.</p> <p>We planned and performed our audit so as to obtain all 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 whether caused by fraud or other irregularity or error.</p>		
<p>OPINION</p> <p>In our opinion, the Financial Statements give a true and fair view of the financial position of the Society and its surplus for the year then ended.</p>		
<p>AUDITORS LUSAKA</p> <p>DATE:</p>		
<p>Jonah Hasiciimbwe – FCCA, FZICA. <u>MANAGING PARTNER</u></p>		

CONSUMER UNITY & TRUST SOCIETY (CUTS)
 INCOME AND EXPENDITURE ACCOUNT
 FOR THE YEAR ENDED 31ST DECEMBER 2009

	2009 K	2008 K
INCOME	402,881,450	281,318,000
EXPENDITURE	(399,162,761)	(282,255,000)
SURPLUS / (DEFICIT) FOR THE YEAR	3,718,689	(937,000)

MOVEMENT TO ACCUMULATED FUNDS

Balance at 1 st January 2009	(6,306,000)	(5,369,000)
Surplus / (Deficit) for the year	3,718,689	(937,000)
Reclassification from Deferred Income	1,553,000	-
BALANCE AT 31ST DECEMBER 2009	(1,034,311)	(6,306,000)

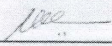
CONSUMER UNITY & TRUST SOCIETY (CUTS)
DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2009

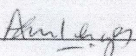
	Notes	Year 2009 ZMK	Year 2008 ZMK
INCOME			
Revenue	2	403,009,450	279,515,000
Overdrawn on deferred income		(128,000)	-
Exchange gain		-	1,803,000
Total income		402,881,450	281,318,000
EXPENDITURE			
Constitution review costs		1,700,000	-
Accountancy		15,112,500	5,000,000
Advertising		-	1,747,000
Bank charges		4,321,955	3,101,000
Subscriptions / donations		1,951,295	3,615,000
Depreciation		275,000	42,000
Administrative expenses		4,418,000	1,577,000
Water and Electricity		1,130,000	-
Printing and stationery		18,870,600	13,227,000
Postage and Telephone/ Internet services		30,600,615	16,393,000
Interest Payable		-	658,000
Facilitation expenses		1,750,000	11,792,000
Travel and Accommodation		21,553,950	94,671,000
Transport costs		25,222,268	15,556,000
FEATS		12,422,959	-
Office Rent		56,344,000	16,668,000
Office Maintenance		5,618,740	8,069,000
Office Teas and Cleaning		695,160	788,000
Consultancy fees		23,745,200	-
Insurance costs		1,350,053	1,761,000
Consultation workshop		-	2,641,000
Computer Maintenance		1,800,000	-
Casual Labour		2,650,000	-
Research Costs		4,551,775	-
Audit Fees		9,000,000	-
Courier Services		1,989,000	-
Gross salaries and wages		151,196,885	84,949,000
Exchange Loss		892,806	-
Total Expenditure		399,162,761	282,255,000
SURPLUS/(DEFICIT) FOR THE YEAR		3,718,689	(937,000)

CONSUMER UNITY & TRUST SOCIETY (CUTS)
BALANCE SHEET
AS AT 31ST DECEMBER 2009

	NOTES	2009 K	2008 K
NON CURRENT ASSETS			
Tangible Fixed Assets	4	953,000	128,000
CURRENT ASSETS			
Balance at Bank	5a	3,719,836	714,000
Cash in hand		374,960	2,000
Receivables	6	28,598,772	-
TOTAL ASSETS		33,646,568	844,000
ACCUMULATED FUNDS AND LIABILITIES			
Accumulated funds	3	(1,034,311)	(6,303,000)
Deferred income		-	1,553,000
Total Funds		(1,034,311)	(4,750,000)
CURRENT LIABILITIES			
Bank overdraft	5b	3,997,628	-
Payables	7	30,683,251	5,594,000
TOTAL FUNDS AND LIABILITIES		33,646,568	844,000

The Accounts on pages 4 to 12 were approved and signed on behalf of the Board by:


 _____ Board Chairperson


 _____ Secretary