

# Audit Report

CUTS-CITEE

Annual report and financial statements

for the year ended 31 December 2008

## STATEMENT OF DIRECTORS' RESPONSIBILITIES

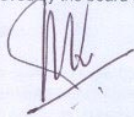
The Constitution of CUTS\_CITEE requires the Treasurer to prepare financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the operating results for that year. It also requires the directors to ensure that the company maintains proper accounting records which disclose with reasonable accuracy the financial position of the organization. The directors are also responsible for safeguarding the assets of the company.

The directors accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates consistent with previous years, and in conformity with the International Financial Reporting Standards.

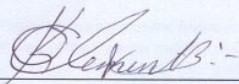
The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the company as at 31st December 2008 and of its operating results for the year then ended. The directors further confirm the accuracy and completeness of the accounting records maintained by the company which have been relied upon in the preparation of the financial statements, as well as on the adequacy of the systems of internal financial controls.

Nothing has come to the attention of the directors to indicate that the organization will not remain a going concern for at least the next twelve months from the date of this statement.

Approved by the board of directors on 26/01/2009 and signed on its behalf by:



DIRECTOR



DIRECTOR

Annual report and financial statements  
for the year ended 31 December 2008

Income and Expenditure statement		Notes	Jan - Dec 2008
Ordinary Income/Expense			
Income			
	Grants		
	Commonwealth Fund		2,118,045.14
	CUTS International		12,714,869.49
	FES-Kenya		242,600.00
	Trust Africa		1,460,688.58
	<b>Total Grants</b>		<b>16,536,203.21</b>
	Other sources-income		15,022.20
	<b>Total Income</b>		<b>16,551,225.41</b>
Expense			
	Administration		
	Communication		199,684.00
	Internet		243,427.00
	Local Travel		90,880.00
	International Travels		229,681.00
	Newspaper		41,525.00
	Postage and Delivery		37,942.00
	Repairs and Maintenance		209,750.00
	Stationery		113,456.00
	General Office Expenses		110,255.00
	Professional Fees		32,180.00
	<b>Total Administration</b>		<b>1,308,780.00</b>
	Bank Service Charges		56,958.69
	Direct Costs		
	7 up3 Project		1,374,640.00
	7 up4 Project		269,191.00
	EPA'S Project		498,964.94
	FEATS Project		1,585,546.00
	Competition and Reg. Research Study		586,408.00
	Services Trade Research Study		10,000.00
	Supply Side Research Study		1,271,040.56
	TDP Project		4,741,170.76
	<b>Total Direct Costs</b>		<b>10,336,961.26</b>
	Depreciation		105,020.20
	Forex Loss	5	543,279.64
	Payroll Expenses		
	Payroll Related Expenses		6,600.00
	Salaries		2,654,048.30
	<b>Total Payroll Expenses</b>		<b>2,660,648.30</b>
	Establishment		
	Electricity		29,916.00
	Rent		977,557.00
	Insurance		61,681.00
	Licenses and Permits		17,110.00
	Water		840.00
	<b>Total Establishment</b>		<b>1,087,104.00</b>
	<b>Total Expense</b>		<b>16,098,752.09</b>
	Surplus for the period		452,473.32
	<b>Net Income</b>		<b>452,473.32</b>