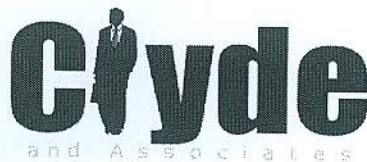


CUTS-CITEE

CENTER FOR INTERNATIONAL TRADE, ECONOMICS AND  
ENVIRONMENT

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012



Prepared by Clyde and Associates

*CUTS-CITEE*  
*CENTER FOR INTERNATIONAL TRADE, ECONOMICS AND ENVIRONMENT*  
*ANNUAL REPORT AND FINANCIAL STATEMENTS*  
*FOR THE YEAR ENDED 31 DECEMBER 2012*

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**COMPANY INFORMATION**

<b>DIRECTORS</b>	: Professor Jasper A. Okelo
	: Pradeep S. Mehta
	: Bipul Chattopadhyay
	: David Ong'olo
	: Rijit Sengupta
	: Peter M. Njoroge
<b>CHIEF OFFICER</b>	: Clement Victor Onyango
<b>REGISTERED OFFICE</b>	: CUTS-CITEE
	: Yaya Court,2nd Floor,Apartment No.5
	: P.O. Box 8188-00200
	: Nairobi
<b>PRINCIPAL PLACE OF BUSINESS</b>	: CUTS-CITEE
	: Yaya Court,2nd Floor,Apartment No.5
	: P.O. Box 8188-00200
	: Nairobi
<b>AUDITORS</b>	: Clyde and Associates
	: Certified Public Accountants
	: P.O. Box 210, 00200
	: Nairobi
<b>PRINCIPAL BANKERS</b>	: CFC Stanbic Kenya Limited
	: Kenyatta Avenue Branch,
	: P.O. Box 30550-00100
	: Nairobi



**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The Constitution of CUTS-CITEE requires the directors to prepare financial statements which give a true and fair view of the state of affairs of the organization 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 organization maintains proper accounting records which disclose with reasonable accuracy the financial position of the organization.

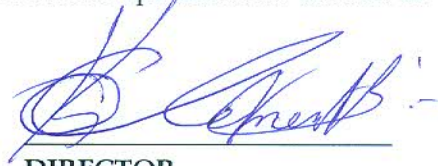
The directors are also responsible for safeguarding the assets of the organization.

The directors accept responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates consistent with previous years, and in conformity with the International Financial Reporting Standards and the requirements of the constitution of CUTS-CITEE. 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 organization as at 31st December 2012 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 organization 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.

As per Note 5 to the accounts, it has come to the attention of the directors that the Organization has high net liabilities. However, the Organization has three contracts that are running upto 2014 that will enable the Organization realise its assets and discharge its liabilities in the normal course of operations for the next 12 months.



BOARD SECRETARY



DIRECTOR

## **DIRECTORS' REPORT**

The directors submit their report and the audited financial statements for the year ended 31st December 2012 which disclose the state of affairs of the organization.

### **PRINCIPAL ACTIVITIES**

CUTS-CITEE principal activities are consultancy and research in international trade, economic and environmental issues.

### **RESULTS FOR THE YEAR**

The results for the year ended 31st December 2012 are set out on page 6 and the appropriations therefrom in the statement of changes in equity on page 8.

### **DIRECTORS**

The names of directors who held office at the date of this report are shown on page 1.

In accordance with the organization's constitution, no directors are due for retirement by rotation.

### **AUDITORS**

CLYDE & ASSOCIATES continue in office in accordance with the organization's constitution.

### **BY ORDER OF THE BOARD**

#### **DIRECTOR**

 15/12/2013



## REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CUTS-CITEE

We have audited the accompanying financial statements set out on pages 5 to 13 of CUTS-CITEE which comprise the balance sheet as at 31st December 2012 and the Income and Expenditure statement, statement of changes in equity and cashflow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

### Directors' responsibility for the Financial Statements

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion, the accompanying financial statements give a true and fair view of the state of financial affairs of the organization and of its Income and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the constitution of CUTS-CITEE.

