

TABLE OF CONTENTS

CONTENTS	PAGE (S)
GENERAL INFORMATION	1
REPORT OF THE DIRECTORS	2
REPORT OF THE INDEPENDENT AUDITORS	3-4
INCOME STATEMENT	5
BALANCE SHEET	6
NOTES TO THE FINANCIAL STATEMENTS	7 -11

GENERAL INFORMATION

ADDRESS

20 Dundas Street
Freetown, Sierra Leone

PRINCIPAL ACTIVITIES

Non –Governmental Organization

DIRECTOR

Lavina Banduah (Mrs)

MANAGEMENT

Lavina Banduah (Mrs)
Executive Director

Alimamy Bangura
Accounts Clerk

BANKERS

Rokel Commercial Bank (SL) Limited
Siaka Stevens Street
Freetown, Sierra Leone

AUDITORS

B & C Services Consulting
Chartered Accountants
Freetown, Sierra Leone

REPORT OF THE DIRECTORS

The directors have pleasure to report as follows:

STATEMENT OF THE DIRECTOR'S RESPONSIBILITIES

Companies Act, Cap. 249 require the directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs and the result of the organization for that period. In preparing those financial statements the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the activities of the project will continue.

The directors are responsible for keeping proper accounting records, which disclose with accuracy at any time the financial position of the organization and to enable him to ensure that the financial statements comply with International Financial Reporting Standards and/or International Accounting Standards. They are also responsible for safeguarding the assets of the organization and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Financial Statements

The annexed financial statements disclose the financial activities of the organization for the year ended 30th June 2011.

Auditors

The auditors B & C Services Consulting have indicated their willingness to continue in office.

By Order of the Board

.....
Lavina Banduah (Mrs)

.....
Date

REPORT OF THE INDEPENDENT AUDITORS - B & C SERVICES CONSULTING TO THE MEMBERS OF TRANSPARENCY INTERNATIONAL

We have audited the financial statements on pages 5 & 6 which have been prepared in accordance with accounting policies set out on page 7 and have obtained all the information and explanations considered necessary.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 2, the directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, and report thereon.

Basis of Opinion

We conducted our audit in accordance with International Auditing Standards as promulgated by International Federation of Accountants. An audit includes examination, on a test basis, of evidence relevant to the amount and disclosures in the financial statements.

It also includes and assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the organization'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, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

We believe that our audit provides a reasonable basis for our opinion.

In common with many organisations of this nature, the organization's system of control is dependent on the close involvement of management where independent confirmation of completeness of the accounting records was therefore not available; we have accepted assurances from management that the entire organization's transactions have been reflected in the records.

Opinion

In our opinion, the financial statement gives a true and fair view of the state of the project's affairs as at 30th June 2011 and of its result for the year ended and have been properly prepared in accordance with the International Financial Reporting Standards.

.....
**B & C Services Consulting
Chartered Accountants**

Date:
Freetown

**INCOME STATEMENT
FOR THE YEAR ENDED 30TH JUNE 2011**

*In thousands of Leones
(Le'000')*

	Notes	2011	2010
Income			
Funds from Donors	2	1,697,408	1,641,651
Other Income		68	158,326
		<hr/>	<hr/>
Total Income		1,697,476	1,799,977
Expenditures			
Project Costs	3	(1,122,861)	(1,308,695)
Administrative Expenses	4	(368,103)	(442,499)
		<hr/>	<hr/>
Total Expenditures		(1,490,964)	(1,751,194)
Excess Income over Expenditures		206,512	48,603
		<hr/>	<hr/>
Results for the year		206,512	48,783
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 7 to 11 form part of these financial statements

BALANCE SHEET AS AT 30TH JUNE 201

*In thousands of Leones
(Le'000')*

	Notes	2011	2010
FIXED ASSETS	10	72,673	100,098
 CURRENT ASSETS			
Receivables		23,550	17,100
Cash and Bank Balances	5	8,995,127	9,069,933
		<u>9,018,677</u>	<u>9,087,033</u>
 Creditors: Amount Due within one year			
Accruals & Payables	6	(7,400)	(6,400)
		<u>9,011,277</u>	<u>9,080,633</u>
Net Current Asset		9,011,277	9,080,633
 TOTAL ASSETS LESS LIABILITIES		 <u>9,083,950</u>	 <u>9,180,731</u>
 REPRESENTED BY:			
Opening Balance Equity		8,877,138	9,131,948
Excess Income over Expenditures		206,512	48,783
		<u>9,083,950</u>	<u>9,180,731</u>

These Financial Statements were approved by:

.....

.....

On.....2011

The notes on pages 7 to 11 form part of these financial statements

NOTES ON THE FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied, unless otherwise stated.

1.1 BASIS OF PRESENTATION

Transparency International's financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and/or International Accounting Standards (IAS).

1.2 ACCOUNTING BASIS

The financial statements have been prepared on an accrual basis.

2 FUNDS FROM DONORS

This represents income received from overseas donors to undertake projects

DONOR	JUNE 2011	JUNE 2010
	AMOUNT	AMOUNT
	Le	Le
AEW	10,333	62,679
Trocaire	70,555	219,148
Brighter Tomorrow	87,594	112,951
National Democratic Institute	282,469	135,427
Fund for Global Human Rights	109,896	89,654
New Field Foundation	852,725	824,812
Poverty & Corruption in Africa	61,183	196,980
Open Society Initiative for W/Africa	171,815	0
Unclassified	50,838	0
	1,697,408	1,641,651
	1,697,408	1,641,651

NOTES ON THE FINANCIAL

	JUNE	JUNE
3. PROJECT COSTS	2011	2010
Corruption, Poverty & Development	107,861	607,366
Travelling Costs	53,031	38,916
Printing & Publication	28,491	20,286
Telephone & Internet	14,206	6,395
Dissemination & Monitoring	350,985	243,816
Training & Workshops	134,400	144,338
Public Education & Forum	37,824	86,907
Research & Surveys	76,075	40,521
Website Hosting/ Upgrading	61,559	49,655
Fiscal Sponsorship	8,600	17,048
Assessment & Evaluation	80,658	53,447
Consultancy	169,171	0
	1,122,861	1,308,695
	1,122,861	1,308,695

4. ADMINISTRATIVE COSTS

Staff Costs	154,600	228,320
Local travelling	0	705
Rent & Rates	0	60,000
Repairs and Maintenance	42,221	26,506
Stationeries & Office Supplies	23,772	16,767
Electricity Charges	613	1,143
General expenses	33,137	26,435
Board expenses	700	460
Fuel and Lubricants	64,075	28,375
Telephone, Fax & Internet	4,705	12,316
Bank Charges	15,974	13,253
Depreciation	28,306	28,219
	368,103	442,499
	368,103	442,499

NOTES ON THE FINANCIAL STATEMENTS

*In thousands of Leones
(Le'000')*

	JUNE	JUNE
	2011	2010
5. CASH & BANK BALANCES		
Petty Cash	7,600	6,331
Rokel Commercial Bank (US \$)	8,765,972	8,768,243
Rokel Commercial Bank (Leones)	221,555	295,359
	8,995,127	9,069,933
6. CREDITORS & ACCRUALS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
Accrued Audit Fees	7,400	6,400
	7,400	6,400
	7,400	6,400

7. CAPITAL COMMITMENTS

There were no capital commitments as at 30th June 2011

8. CONTINGENT LIABILITIES

There were no contingent liabilities as at 30th June 2011.

9. RELATED PARTY TRANSACTIONS AND INTEREST OF DIRECTORS

10. TANGIBLE FIXED ASSETS

	Furniture	Equipment	Generator	Motor Vehicle	Total
Cost/Valuation	Le	Le	Le	Le	Le
Balance b/f	29,515	71,853	19,380	52,950	173,698
Additions	880				880
Disposals	-	-	-		
End of year	30,395	71,853	19,380	52,950	174,578
Depreciation					
Balance b/f	8,856	17,685	7,345	39,714	73,600
Charge for the year	3,039	7,185	4,845	13,326	28,305
Disposal	-	-		-	
End of year	11,895	24,870	12,190	52,950	101,905
Net Book Value					
31/12/2011	18,500	46,983	7,190	0	72,673
31/12/2010	20,659	54,168	12,035	13,236	100,098

**FINANCIAL STATEMENTS FOR THE YEAR
ENDED 30Th JUNE 2011**