

TRANSPARENCY INTERNATIONAL SIERRA LEONE

**FINANCIAL STATEMENTS FOR THE
YEAR ENDED 30TH JUNE 2012**



2012

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GENERAL INFORMATION

ADDRESS

20 Dundas Street
Freetown, Sierra Leone

PRINCIPAL ACTIVITIES

Non –Governmental Organization

DIRECTOR

Lavina Banduah (Mrs)

MANAGEMENT

Lavina Banduah (Mrs)
Executive Director

Sahr Sokoena
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 2012.

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 SIERRA LEONE

We have audited the financial statements on pages 7 & 8 which have been prepared in accordance with accounting policies set out on page 9 and have obtained all the information and explanations considered necessary.

RESPECTIVE RESPONSIBILITIES OF THE DIRECTORS AND THE AUDITORS

As described on page 4, 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.

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

Opinion

In our opinion, the financial statement gives a true and fair view of the state of the organization's affairs as at 30th June 2012 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 2012**

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

	Notes	2012	2011
Income			
Funds from Donors	2	2,515,248	1,697,408
Other Income		-	68
		<hr/>	<hr/>
Total Income		2,515,248	1,697,476
		<hr/> <hr/>	<hr/> <hr/>
Expenditures			
Project Expenses	3	(1,385,788)	(1,122,861)
Administrative Expenses	4	(467,361)	(368,103)
		<hr/>	<hr/>
Total Expenditures		(1,853,149)	(1,490,964)
		<hr/> <hr/>	<hr/> <hr/>
Excess Income over Expenditures		662,099	206,512
		<hr/>	<hr/>
Results for the year		662,099	206,512
		<hr/> <hr/>	<hr/> <hr/>

The notes on pages 9 to 13 form part of these financial statements

BALANCE SHEET AS AT 30TH JUNE 2012

		<i>In thousands of Leones (Le'000')</i>	
	Notes	2012	2011
FIXED ASSETS	10	57,604	72,673
 CURRENT ASSETS			
Receivables		369,313	23,550
Cash and Bank Balances	5	1,329,632	995,127
		<u>1,698,945</u>	<u>1,018,677</u>
 Creditors: Amount Due within one year			
Accruals & Payables	6	(10,500)	(7,400)
		<u>1,688,445</u>	<u>1,011,277</u>
Net Current Asset		1,688,445	1,011,277
 TOTAL ASSETS LESS LIABILITIES		 <u>1,746,049</u>	 <u>1,083,950</u>
 REPRESENTED BY:			
Opening Balance Equity		1,083,950	877,438
Excess Income over Expenditures		662,099	206,512
		<u>1,746,049</u>	<u>1,083,950</u>

These Financial Statements were approved by:

.....

.....

On.....2012

The notes on pages 9 to 13 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

	<i>In thousands of Leones (Le'000')</i>	
DONOR	JUNE 2012	JUNE 2011
AEW	-	10,333
Trocaire	230,482	70,555
Brighter Tomorrow	-	87,594
National Democratic Institute	-	282,469
Fund for Global Human Rights	110,952	109,896
New Field Foundation	1,382,129	852,725
TI-Poverty & Corruption in Africa	121,800	61,183
Open Society Initiative for W/Africa	395,875	171,815
Nat. Endowment for Democracy	152,250	-
TI-Network Reserve Grant	55,639	-
TI-INSP	58,784	-
Unclassified	-	50,838
Welthungerhilfe	2,392	-
WADR	4,945	-
	2,515,248	1,697,408
	2,515,248	1,697,408

NOTES ON THE FINANCIAL STATEMENTS

	<i>In thousands of Leones (Le'000')</i>	
	JUNE	JUNE
3. PROJECT EXPENSES	2012	2011
Corruption, Poverty & Development	80,474	107,861
Travelling Costs	151,709	53,031
Printing & Publication	8,037	28,491
Telephone & Internet	9,952	14,206
Dissemination & Monitoring	213,097	350,985
Training & Workshops	173,211	134,400
Public Education & Forum	50,144	37,824
Research & Surveys	1,479	76,075
Website Hosting/ Upgrading	-	61,559
Fiscal Sponsorship	426,905	8,600
Assessment & Evaluation	82,434	80,658
Consultancy	156,365	169,171
Equipment	31,981	-
	1,385,788	1,122,861
	1,385,788	1,122,861
4. ADMINISTRATIVE EXPENSES		
Staff Costs	296,640	154,600
Local travelling	2,000	-
Rent & Rates	26,905	-
Repairs & Maintenance	5,200	42,221
Stationeries & Office Supplies	30,865	23,772
Electricity Charges	3,543	613
General expenses	34,948	33,137
Board expenses	6,816	700
Fuel & Lubricants	30,879	64,075
Telephone, Fax & Internet	10,019	4,705
Bank Charges	4,792	15,974
Depreciation	16,754	28,306
	469,361	368,103
	469,361	368,103

NOTES ON THE FINANCIAL STATEMENTS

		<i>In thousands of Leones (Le'000')</i>	
		JUNE	JUNE
5. CASH & BANK BALANCES		2012	2011
Petty Cash		-	7,600
Rokel Commercial Bank (US \$)		1,179,043	765,972
Rokel Commercial Bank (Leones)		150,589	221,555
		1,329,632	995,127
		1,329,632	995,127

6. CREDITORS & ACCRUALS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Accrued Audit Fees	10,500	7,400
	10,500	7,400
	10,500	7,400

7. FIXED ASSETS & DEPRECIATION

Fixed assets acquired by Transparency International are capitalized and depreciated over their useful economic lives on a straight line basis. The following rates of depreciation have been adopted:

Office Furniture	10%
Office equipment	10%
Motor vehicles	25%
Generator	25%

8. FOREIGN CURRENCY

The financial statements are presented in Leones which is the organisation's functional and presentation currency.

Transactions in foreign currencies are translated to the functional currency of the Organisation at exchange rates at the dates of the transactions.

Exchange rates used

1 Euro = Le 5,600
1 US\$ = Le 4,350

NOTES ON THE FINANCIAL STATEMENTS

9. CAPITAL COMMITMENTS

There were no capital commitments as at 30th June 2012

10. CONTINGENT LIABILITIES

There were no contingent liabilities as at 30th June 2012.

11. RELATED PARTY TRANSACTIONS AND INTEREST OF DIRECTORS

There were no transactions with directors or director related entities during the year.

12. EVENTS SUBSEQUENT TO THE BALANCE SHEET DATE

Events subsequent to the balance sheet date are reflected only to the extent that they are material. There were no such events as at the date these financial statements were signed.

NOTES ON THE FINANCIAL STATEMENTS

*In thousands of Leones
(Le'000)*

13. TANGIBLE FIXED ASSETS

	Furniture	Equipment	Generator	Motor Vehicle	Total
Cost/Valuation	Le	Le	Le	Le	Le
Balance b/f	30,395	71,853	19,380	52,950	174,578
Additions	3,000	13,841			16,841
Disposals					
End of year	33,395	85,694	19,380	52,950	191,419
Depreciation					
Balance b/f	11,895	24,870	12,190	52,950	101,905
Charge for the year	3,340	8,569	4,845	-	16,754
Disposal					
End of year	15,235	33,439	17,035	52,950	118,659
Net Book Value					
31/12/2012	15,461	39,798	2,345	0	57,604
31/12/2011	18,500	46,983	7,190	0	72,673

