

REPUBLIC OF KENYA

*Library*

Telephone: +254-20-342330

Fax: +254-20-311482

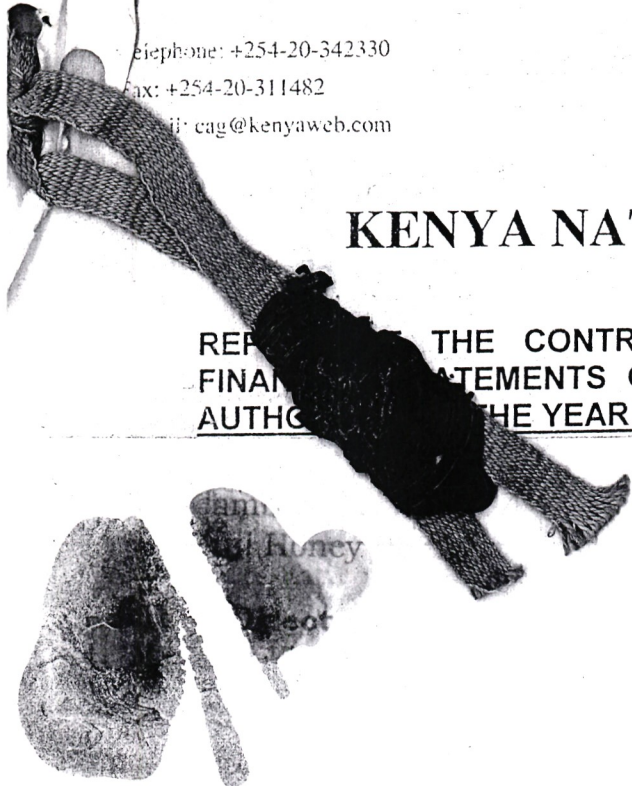
E-mail: cag@kenyaweb.com



PAPERS LAID No. <i>45</i>	
Speaker N. A.	P.O. Box 30, 84-00100
Disputer	Clerk NAIROBI
Clerk N. A.	C. H. Editor
D/Clerk	Reporters
	Library
	Press

# KENYA NATIONAL AUDIT OFFICE

REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE  
FINANCIAL STATEMENTS OF TANA AND ATHI RIVERS DEVELOPMENT  
AUTHORITY FOR THE YEAR ENDED 30 JUNE 2005





## **DIRECTORS REPORT**

### **Principal Projects – FY 2004/05**

- ◆ Tana Delta Irrigation Project
- ◆ Masinga Dam Resort
- ◆ Kiambere Irrigation Project
- ◆ Masinga Farm
- ◆ Kiambere Mwingi Water Supply Project
- ◆ Kitui Honey Refinery

### **Board of Directors**

- |                               |   |   |
|-------------------------------|---|---|
| 1. Mr. Alex K. Muriithi       | - | Chairman  |
| 2. Mr. Paul M. Mbatha         | - | Vice-Chairman   |
| 3. Mrs. Beatrice K. Nyaga     | - | Member  |
| 4. Mrs. Joyce Mwangoji        | - | Member  |
| 5. Mr. Mwaka Mungatana        | - | Member  |
| 6. Mr. Josphat M. Mulyungi    | - | Member  |
| 7. Mr. Michael Ojiambo        | - | Ministry of Regional Development                        |
| 8. Mrs. Grace Nyarango        | - | Ministry of Finance                                     |
| 9. Mr. Joseph Mukui           | - | Ministry of Planning & National Development.            |
| 10. Mr. Benard Kitheka        | - | Ministry of Agriculture and Rural Development           |
| 11. Eng. Simon Mbugua         | - | Ministry of Water Resources Management and Development  |
| 12. Eng. Joseph Kamaru        | - | Water Department  |
| 13. Mr. F. K. Njoroge         | - | National Irrigation Board                               |
| 14. Mr. Patrick Okoth         | - | Attorney General  |
| 15. Mr. Edward Ngige          | - | Inspector – General (Corporations)                      |
| 16. Mrs. M. Byama             | - | Ministry of Environment National Resources and Wildlife |
| 17. Mr. Silas Kiragu          | - | Ministry of Trade and Industry                          |
| 18. Mrs. Rosamarie Kigame MBS | - | Office of the President and Secretary to the Carbinete  |
| 19. Mr. Jackson N. Maina      | - | Ministry of Energy                                      |
| 20. Mr. Joseph Meya           | - | Ministry of Health                                      |

### **Management**

1. Mr. Samuel M. Marima - Ag. Managing Director
2. Mr. David Kallavi - Athi Basin Manager
3. Mr. Peter C. Kamau - Tana Basin Manager
4. Mr. Steven Githaiga - Finance Manager
5. Mr. David Tiampati - Human Resources
6. Mr. Elijah Oyugi - Internal Audit Manager
7. Ms. Damaris Kiarie - Public Relations Manager
8. Mr. Andrew Nyachio - Company Secretary
9. Eng. Timothy Ikiugu - Engineering Services Manager
10. Mr. Mike Kitivo - Monitoring & Evaluation Manager
11. Mr. Karanja Theuri - Business Development Manager

### **Bankers**

- ◆ National Bank of Kenya Ltd
- ◆ Kenya Commercial Bank Ltd

### **Auditors**

- ◆ Kenya National Audit Office

### **Lawyers**

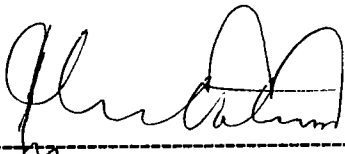
- ◆ Muthoga, Gaturu & Co., Advocates
- ◆ Mungatana & Co., Advocates
- ◆ R. M. Mutiso & Ngugi Mwangi & Co. Advocates
- ◆ Mouko & Co. Advocates

## STATEMENT OF DIRECTORS RESPONSIBILITIES

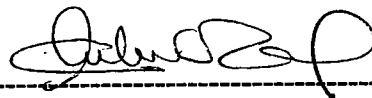
The Act of parliament establishing the Authority requires the management of the Authority to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Authority at the end of the financial year and of its operating results for that year. It also requires the management to ensure proper accounting records are maintained which disclose with reasonable accuracy at any time the financial position of the Authority. They are also responsible for safeguarding the assets of the Authority.

The management of the Authority accepts responsibility for the financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with the Authority's financial regulations and generally accepted accounting principles. The management of the Authority is of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Authority and of its operating results. The management of the Authority further accepts responsibility for the maintenance of accounting records, which may be relied upon in the preparation of the financial statements, as well as adequate systems of internal financial control.

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



Mr. Alex K. Muriithi (EBS)  
Chairman



Mr. Samuel M. Marima  
Ag. Managing Director

Date

May 24 06

Date

25-05-06



## KENYA NATIONAL AUDIT OFFICE

### REPORT OF THE CONTROLLER AND AUDITOR GENERAL ON THE FINANCIAL STATEMENTS OF TANA AND ATHI RIVERS DEVELOPMENT AUTHORITY FOR THE YEAR ENDED 30 JUNE 2005

I have audited the financial statements of Tana and Athi Rivers Development Authority for the year ended 30 June 2005 in accordance with the provisions of Section 14 of Public Audit Act, 2003. I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of the audit. The financial statements are in agreement with the books of account.

#### Respective Responsibilities of the Directors and the Controller and Auditor General

The directors are responsible for the preparation of financial statements which give a true and fair view of the Authority's state of affairs and its operating results. My responsibility is to express an independent opinion on the financial statements based on my audit.

#### Basis of Opinion

The audit was conducted in accordance with the International Standards on Auditing. Those standards require that the audit be planned and performed with a view to obtaining reasonable assurance that the financial statements are free from material misstatement. An audit includes an examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of the accounting policies used and significant estimates made by the directors, as well as an evaluation of the overall presentation of the financial statements. I believe my audit provides a reasonable basis for my opinion.

#### Comments

##### 1. Financial Position

During the year under review, the Authority incurred a deficit of Kshs.534,986,755 (2004 Kshs.480,890,249) which brought its cumulative deficit to Kshs.4,812,537,771 as at 30 June 2005. The Authority was unable to meet its financial obligations as and when they fell due and in particular, it was unable to settle creditors amounting to Kshs110,130,934 and loan capital repayment of Kshs.3,324,662,331. The financial statements have therefore been prepared on

the going concern basis which assumes continued financial support from the Government, bankers and its creditors.

## **2. Trade and Other Receivables**

The balance sheet trade and other receivables figure of Kshs.1,295,636,950 includes imprest accounts of Kshs.10,941,139, Salary advances of Kshs. 3,193,295, Kenya Power and Lighting balance of Kshs.1,270,113,500 and Letter of credit (Deposit) of Kshs. 9,600,000 whose analysis and details have not been provided for audit verification. Further, included in the KPLC debt of Kshs.1,270,113,500 is an amount of Kshs.1,179,215,376 which date back to 1998 whose claim has been referred by the high court for arbitration settlement. The arbitration process has to date not been concluded and no provision for bad debts has been provided in these financial statements contrary to International Accounting Standard No.36. Consequently, it has not been possible to confirm the existence and validity of the trade and other receivables figure of Kshs.1,295,636,950 reflected in the balance sheet as at 30 June 2005.

## **3. Motor Vehicle KAH156**

The Authority's motor vehicle registration number KAH 156 F has during the year been allocated to the Chairman for private use contrary to Office of the President circular OP/DAB 9/21/2A/LII dated 24/3/2005. It was also noted that the vehicle is registered in civilian number plate as opposed to the blue registration number plates for state corporations as required by law. No satisfactory explanation has been provided as to why the vehicle has been privately registered. The management has not justified this action and in the circumstances, it is doubtful if the vehicle is being used for the benefit and interest of the Authority.

## **4. Trade and Other Payables**

Included in the Trade and Other Payables figure of Kshs.110,130,934 are Headquarter's balances of Kshs.16,188,908, and project creditors of Kshs.24,146,177 which has not been supported by any documentary evidence. Consequently it was not possible to confirm the validity and completeness of trade and other payables of Kshs.110,130,934 in the absence of adequate supporting documentation.

## **5. Budgetary Controls**

During the year under review, the Authority incurred an expenditure of Kshs.5,448,747 on board expenses against the budgetary provisions of Kshs.3,500,000 thereby resulting into unexplained over-expenditure of Kshs.1,948,747. The Authority also incurred an expenditure of Kshs.5,756,178 on legal fees and Commissions against the budgeted provision of Kshs.2,616,000 resulting to an over expenditure of Kshs.3,140,178. There was no evidence of these expenditures being approved by Treasury as required under the prevailing regulations. Consequently, it has not been possible to confirm the propriety of these over expenditures.

## 6. Investments

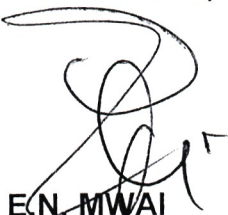
The balance sheet investment figure of Kshs.24,500,000 in respect of shares in Consolidated Bank Limited which was formed after the collapse of some financial institutions is carried at cost. This treatment does not comply with requirements of International Accounting Standards (IAS) NO.39 which requires entities with financial assets and liabilities to carry them at fair values.

## 7. Loan Capital Kshs.3, 324,662,331

Included in the balance sheet loan capital of Kshs.3,324,662,331 are Kshs.2,508,154,778 and Kshs.816,507,553 loans sourced from OECF Japan and Italy respectively. The Government of Kenya took over the repayment of the OECF Japan loan due to the Authority's inability to service the facility. The loan of Kshs.816,507,553 is in respect of Kitui North Water Supply project. The project was handed over for management purpose to TARDA by the Government while Government continued to service the loan. No evidence of any agreement between TARDA and the Government on the terms and conditions on the above loans was availed for audit verification. Under the circumstances, I am unable to verify the completeness and valuation of the loan capital of Kshs.3,324,662,331 in the absence of loan agreements and supporting documentation.

## Opinion

In my opinion, except for the matters referred to in the preceding paragraphs, proper books of accounts have been kept and the financial statements give a true and fair view of the state of financial affairs of the Authority as at 30 June 2005 and of its deficit and cash flows for the year then ended and comply with Tana and Athi Rivers Development Authority Cap 443 of 1974.



**E.N. MWAI**  
**CONTROLLER AND AUDITOR GENERAL**

Nairobi

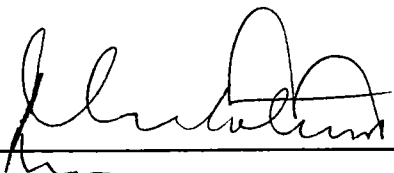
22 June 2006

# TANA AND ATHI RIVERS DEVELOPMENT AUTHORITY

## BALANCE SHEET AS AT 30TH JUNE 2005

	NOTE	JUNE '2005 KSHS	JUNE '2004 KSHS
<b>NON CURRENT ASSETS</b>			
Property, Plant and Equipment	3	16,098,106,776	16,627,477,087
Work- In - Progress	4	1,130,841,162	1,130,841,162
Investments-Portfolio	5	24,500,000	24,500,000
		<b>17,253,447,938</b>	<b>17,782,818,249</b>
<b>CURRENT ASSETS</b>			
Inventories	6	33,167,670	39,789,074
Trade and Other receivables	7	1,295,636,950	1,287,634,200
Cash and Bank Balances	8	6,062,895	5,569,019
		<b>1,334,867,516</b>	<b>1,332,992,293</b>
<b>Total assets</b>		<b>18,588,315,454</b>	<b>19,115,810,542</b>
<b>NON CURRENT LIABILITIES</b>			
<b>FUND AND LIABILITIES</b>			
Loan Capital	9	3,324,662,331	3,324,662,331
Capital fund	10	982,434,264	982,434,264
Accumulated Deficit	11	(4,812,537,771)	(4,277,789,260)
Revaluation Reserve	12	18,982,105,733	18,982,105,733
Tourism Trust Fund		15,667	-
		<b>18,476,680,225</b>	<b>19,011,413,068</b>
<b>CURRENT LIABILITIES</b>			
Trade and Other payables	13	110,130,934	101,618,309
Bank Overdraft	14	1,504,295	2,779,165
		<b>111,635,229</b>	<b>104,397,474</b>
<b>Total Fund and Liabilities</b>		<b>18,588,315,454</b>	<b>19,115,810,542</b>

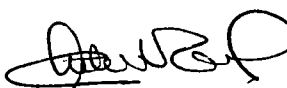
SIGNED  
CHAIRMAN:



DATE:

May 24 05

SIGNED  
MANAGING DIRECTOR:



DATE:

24-05-06

TANA AND ATHI RIVERS DEVELOPMENT AUTHORITY

INCOME AND EXPENDITURE ACCOUNTS AS AT 30.06.2005

PARTICULARS		JUNE '2005	JUNE '2004
INCOME:	NOTE	KSHS	KSHS
GOK - grants		157,624,941	116,213,803
Guest House Goods-Sales		642,573	325,255
House Deposit interest		34,020	38,768
Car loan interest		27,377	37,576
Interest on Savings		4,273	13,864
Contra		203,659	
Sales ( Internal AIA)	15	38,052,852	34,550,999
(Sundry income (Sale of Power)		8,627,574 ✓	69,094,098
External A I A )		73,923,400	69,900,000
Donations in		-	4,752,200
		<b>279,140,670</b>	<b>294,926,564</b>
<b>EXPENDITURE:</b>			
Audit fees		400,000	360,000
Funeral Expense Fund		149,880	(95,360)
Bank charges		1,032,702	1,086,565
Other Rehabilitation Programmes		-	245,888
Computer expenses		604,110	1,541,337
Depreciation Account		532,349,993	532,619,480
Directors Allowances		5,448,747	2,997,999
Bad Debts		-	15,360,277
Purchase of Food		1,843,376	2,550,120
Farm Inputs	16	8,417,108	8,178,002
General Insurances Expenses		3,508,187	4,609,202
Purchase of Guest House Goods		861,087	278,623
Legal fees		5,756,178	2,903,720
Library		90,284	34,487
Loose Tools		105,810	103,550
MOTOR VEHICLE EXPENSES	17	14,208,173	12,965,408
OFFICE AND EQUIPMENT MAINTENANCE	18	4,913,906	4,013,860
OFFICE MAINTENANCE (Water,Electricity & Security	19	25,761,259	11,583,641
Official entertainment		959,435	249,246
PRINTING & STATIONERY	20	2,230,736	2,950,833
PUBLICATION & SUBSCRIPTIONS	21	3,986,992	1,797,451
Shows and exhibitions		2,514,924	1,183,759
Social welfare		2,823,155	2,535,622
STAFF COSTS	22	161,816,613	130,557,451
SUNDRY EXPENSES	23	230,116	91,465
TELEPHONE & POSTAGES	24	3,190,036	2,789,261
Training expenses		1,294,379	1,312,581
Subsistence & accomodation allowance		16,812,120	17,246,042
Hire of Transport		838,074	623,838
Water Resources		13,600	
Withheld Tax		-	2,730,029
Workmens compensation		-	(566,016)
Maintenance of Plant and Equipment		2,911,550	3,530,658
Maintenance of Pipes laying		429,164	396,702
Packaging Expenses		342,670	806,838
Plant, Equipment and Machinery-running		5,937,622	3,552,391
Purchases of beverages		886,239	1,001,401
Cost of sales		92,594	666,390
House hold goods		238,902	116,345
Water chemicals /Treatment		1,118,255	1,261,478
Water meters		9,450	6,250
		<b>814,127,425</b>	<b>775,816,813</b>
Deficit /Surplus		<b>(534,986,755)</b>	<b>(480,890,249)</b>

**TANA AND ATHI RIVER DEVELOPMENT AUTHORITY  
CASH FLOW STATEMENT FOR THE YEAR ENDING 30.06.2005**

	JUNE-'2005	JUNE-'2004
Surplus/Deficit	-534,986,755	-480,890,249
<b>ADJUSTMENTS:</b>		
Prior Year Adjustments	0	
Depreciation	532,349,993	532,619,480
Prior Year Adj-Revenue Reserve Sch yr 03/04	0	94,306
Prior Year Adj-Revenue Reserve Sch		1,179,215,376
Prior Year Adj-Fixed assets Adjustment	255,018	-3,271
<b>Operating income before working capital changes</b>	<b>-2,381,744</b>	<b>1,231,035,642</b>
Decrease in stock	6,621,404	4,479,667
Increase in Debtors	-8,002,750	-1,240,949,272
Increase in Creditors	8,512,625	10,970,032
Other Adjustments-disposal of assets	-2,773,850	193,808
<b>Cash generated from operations</b>	<b>1,975,685</b>	<b>5,729,877</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchases of Fixed Assets	-2,996,456	-2,383,104
Sales of Fixed Assts (M.V)	2,773,850	
<b>Net cash from investing activities</b>	<b>-222,606</b>	<b>-2,383,104</b>
<b>CASH FROM FINANCING ACTIVITIES:</b>		
Exchange Loss		
Interest on loans		
G.O.K Grants (Development)		
Tourism Trust Fund	15,667	
Loan repayments	-281	
<b>Net cash from financing activities</b>	<b>15,386</b>	<b>0</b>
<b>Net increase/decrease in cash &amp; cash equivalent</b>	<b>1,768,464</b>	<b>3,346,774</b>
Cash & Cash equivalent at the beginning	2,790,136	-556,638
<b>Cash &amp; Cash equivalent at the end</b>	<b>4,558,600</b>	<b>2,790,136</b>

**TANA & ATHI RIVERS DEVELOPMENT AUTHORITY  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 30TH JUNE 2005**

	Loan Capital	Capital Fund	Accumulated Deficit	Revaluation Reserve	Tourism Trust Fund	Total
At 1st July 2003	3,324,662,331	982,434,264	-4,975,848,693	18,982,105,733	0	18,313,353,635
Prior year adjustments	0	0	1,179,215,376	0	0	1,179,215,376
Prior year adjustments	0	0	94,306	0	0	94,306
Deficit for the year	<u>0</u>	<u>0</u>	<u>-481,250,249</u>	<u>0</u>	<u>0</u>	<u>-481,250,249</u>
At 30th June 2004	<u>3,324,662,331</u>	<u>982,434,264</u>	<u>-4,277,789,260</u>	<u>18,982,105,733</u>	<u>0</u>	<u>19,011,413,068</u>
At 1st July 2004	3,324,662,331	982,434,264	-4,277,789,260	18,982,105,733	0	19,011,413,068
Prior year adjustments	0	0	238,244	0		238,244
As Restated	3,324,662,331	982,434,264	-4,277,551,016	18,982,105,733	0	19,011,651,312
Cash	0	0	0	0	15,667	15,667
Deficit for the year	<u>0</u>	<u>0</u>	<u>-534,986,755</u>	<u>0</u>	<u>0</u>	<u>-534,986,755</u>
At 30th June 2005	<u>3,324,662,331</u>	<u>982,434,264</u>	<u>-4,812,537,771</u>	<u>18,982,105,733</u>	<u>15,667</u>	<u>18,476,680,224</u>

**Prior Year Adjustments**

**2. Ksh. 238,244**

This was an undercast of expenditure on Plant, Equipment and machinery running for TDIP in the previous year.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE, 2005

1. ACCOUNTING POLICIES:

a) Accounting Convention:

The Authority's accounts are prepared on the historical cost Convention.

b) Turnover

Sale of Hydro-Electric power represents the ascertained cost of Electrical energy supplied to the Authorized Distributors computed in accordance with the Bulk Supply License No 4 dated December 8th 1980.

These accounts, since 1988/89 have not included as income proceeds of Hydro-electric power sales from Tana River Development company Limited. The Bulk supply Licence No. 4 dated December 8th, 1980 had authorised TARDA to supply power in bulk to TRDC.

From May 1988, Tana River Development Company Limited and Kenya Power and Lighting Company Limited stopped remitting proceeds of power sales to TARDA. However, the agreements have never been varied by both parties. But in 98/99 financial year, the sales of power has been recognised to the extent of loan repayment by KPLC.

b) (i) Masinga Turnover

The following amounts were due as at 30.06.2003 from KPLC to TARDA for Masinga Power Sales:

Year	Firm Power	Variable Power	Total
	Kshs.	Kshs.	Kshs.
1987/88	8,290,148.00	5,428,984.95	13,719,132.95
1988/89	49,740,888.00	34,968,450.55	84,709,338.55
1989/90	49,740,888.00	35,847,718.35	85,588,606.35
1990/91	49,740,888.00	56,201,507.25	105,942,395.25
1991/92	49,740,888.00	58,641,441.10	108,382,329.10
1992/93	49,740,888.00	49,111,963.75	98,852,851.75
1993/94	49,740,888.00	57,453,233.20	107,194,121.20
1994/95	49,740,888.00	64,059,130.00	113,800,018.00
1995/96	49,740,888.00	71,630,444.00	121,371,332.00
1996/97	49,740,888.00	68,584,383.90	118,325,271.90
1997/98	49,740,888.00	65,192,625.00	114,933,513.00
1998/99	49,740,888.00	70,374,711.00	120,115,599.00
1999/2000	0.00	0.00	0.00
2000/2001	0.00	0.00	0.00
Amount owing from K.P.L.C	547,149,768.00	632,065,608.10	1,179,215,376.10
			1,179,215,376.10

**b) (ii) Kiambere Income:**

The following amounts were due from KPLC as at 30th June, 2003  
for Kiambere Hydroelectric Project:

	Kshs.
Lease charges since May 1988(e.i bal. b/f).	4,056,919,093.00
Add lease charges for the year	0.00
	<u>4,056,919,093.00</u>
Less amount paid by KPLC through loan repayment	4,497,152,933.81
Amount due from KPLC	<u>(440,233,840.81)</u>

**KIAMBERE LOAN REPAYMENT**

(A) PRINCIPAL		(B) INTEREST
JUMBES	133,160,432.00	269,817,893.41
SIDA	22,202,134.50	22,389,319.75
CIDA	168,009,995.50	170,608,635.25
ADB	162,567,598.70	94,581,953.00
KFW	144,117,347.90	153,576,718.20
SEB	448,676,220.00	224,258,839.00
UK/ODA	73,209,045.80	316,229,839.80
SFD	85,738,987.00	128,736,521.00
IBRD	890,051,760.00	989,219,693.00
	<b>2,127,733,521.40</b>	<b>2,369,419,412.41</b>
<b>TOTAL A+B</b>	<u><u>4,497,152,933.81</u></u>	

Due to the suspension of payments related to the power generation and usage of water from Masinga and Kiambere by the KPLC/KenGen since 1987/88 financial year, it is considered prudent not to include these sums in the Income and Expenditure accounts including related charges and interests payable to this Authority in accordance with Article 1 of the Principle Agreement made on June 4th, 1978 until the courts conclude the legal disputes mentioned here. However, 1,179,215,376.10 shillings has been included in our statements because it is the subject of court dispute between TARDA and KPLC.

**c) Foreign Currencies:**

Foreign currency balances are translated at the mean rate ruling at the date of disbursement. During the period of a project, gains and losses on foreign loans currency realignments are capitalised as part of the cost of the project. Gains and losses arising from currency realignments of Foreign Loan Capital relating to completed projects are reserves.

**d) Transfer of Assets:**

As per the Treasury circular Ref EA/FA62/323/01 dated 11th Nov 1999 TARDA was instructed to transfer all power generation, transmission and distribution assets to KENGEN and KPLC respectively. All the assets were transferred accordingly with their associated liabilities. Hence from financial year 1999/2000 they are not incorporated as part of TARDA assets and Liabilities.

**E). RATES OF DEPRECIATION:**

(i) Masinga dam and power station:	%
a) Civil engineering works	2.50
b) Electro-mechanical works	12.50
(ii) Motor Vehicles:	
a) Saloons and light trucks	25.00
b) Lorries and tractors	33.30
(iii) Equipment	10.00
(iv) Computers	20.00
(v) Furniture and fittings	7.50
(vi) Building	2.50
(vii) Land	

Land with a lease period of atleast 51 years is not depreciated  
The rest is Depreciated over the period of lease uniformly.

NOTE 3  
TANA & ATHI RIVERS DEVELOPMENT AUTHORITY  
NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30TH JUNE 2005  
NON CURRENT ASSETS MOVEMENT SCHEDULE

	PROPERTY PLANT AND EQUIPMENT									
	MOTOR VEHICLE	PLANT & EQUIP.	FURN. & FITTING	LAND & BUILD.	COMPUTERS	MASINGA HEP	KIAMBERE HEP	TOTAL		
	Ksh	Ksh	Ksh	Ksh	Ksh	Ksh	Ksh	Ksh		
HISTORICAL COSTS AS AT 30th JUNE 2004	298,392,438.00	598,108,293.80	32,871,697.30	3,478,878,575.20	10,503,319.80	8,134,385,600.00	9,385,013,000.00	18,838,251,213		
Adjustments			(18,771.80)					(18,772)		
Additions for the Year		207,290.00	1,408,274.35		1,380,932.00			2,998,456		
Disposals	27,835,184.56							27,835,185		
Costs As At 30.6.2005	270,757,253.44	598,315,543.80	34,283,200.05	3,478,878,575.20	11,884,242.80	8,134,385,600.00	8,385,013,000.00	18,873,585,713		
Depreciation As At 30.6.2004	289,800,248.25	414,388,087.74	20,024,438.55	632,233,181.30	7,829,774.88	788,788,200.00	1,173,128,682.50	3,310,801,572		
Charge For the Year	1,031,250.00	59,459,405.48	2,522,588.18	80,315,788.55	1,028,881.25	183,298,040.00	224,828,332.50	532,349,981		
Depreciation on Disposal	27,835,184.56							27,835,185		
Total Depreciation as at 30.6.2005	289,288,313.68	473,847,493.22	23,147,023.74	712,548,972.85	8,858,756.11	920,157,240.00	1,407,751,885.00	3,815,488,927		
Net Book Value As At 30.6.2005	1,480,937.75	124,817,050.58	11,118,176.31	2,766,407,617.35	3,015,486.69	5,214,227,780.00	7,977,261,305.00	18,098,108,786		
Net Book Value As At 30.6.2004	2,432,188.00	183,806,648.00	12,267,283.00	2,848,723,414.00	2,673,338.00	5,367,587,400.00	8,211,808,938.00	16,627,417,087		

**NOTES TO THE BALANCE SHEET.**

	JUNE '2005	JUNE '2004
<b>4 WORK IN PROGRESS</b>		
Kitui North Water Project	896,688,873	896,688,873
Tana Delta Irr Project ( TDIP)	234,152,289	234,152,289
	1,130,841,162	1,130,841,162
	=====	=====

The Work in Progress relates to Turkwel Development project which was completed but not commissioned nor certificate of completion issued to TARDA. The same will be capitalised once the project is commissioned and certificate of completion issued to TARDA.

**5 INVESTMENTS**

These are shares held in Consolidated Bank of Kenya as numerated below -

	KShs	KShs
265,000 Ordinary Shares @ 20 00 each =	5,300,000	5,300,000
960,000 4% Preference Shares @ 20 00 each =	19,200,000	19,200,000
	24,500,000	24,500,000
	=====	=====

**6 INVENTORIES**

**STOCK VALUATION 2004/2005**

	KShs	KShs
Head Office	360,685.78	1,867,820.91
Masinga Kiambere Complex	4,195,609.60	5,608,462.00
Kiambere Mwingi Water Supply	12,966.00	417,982.60
Kibwezi Farm	1,445,601.15	2,145,697.50
Kitui Honey Refinery	56,694.35	1,357,457.00
Masinga Dam Resort	86,090.00	1,271,087.32
Masinga Irrigation	65,985.00	5,025.75
Emali Farm	4,195,000.00	10,070,776.95
Kiambere Irrigation	65,985.00	1,042,592.00
Tana Delta Irrigation Project	22,683,053.00	16,002,172.28
	33,167,669.88	39,789,074.31
	=====	=====

Inventories are valued at lower of cost and net realisable value. The stock represents - Machinery / Motor vehicle spare parts, Tree seedlings, Farm produce and Livestock

**7 Debtors and Other Receivables:**

7 1 Imprests account	10,941,139	11,717,518
7 2 Salary advances	3,193,295	4,242,153
7 3 Debtors Account - ( KPLC)	1,270,113,501	1,269,507,490
7 4 Rent and rates- Prepaid	14,000	-
7 5 Car loan a/c	1,150,696	1,284,506
7 6 House Deposit a/c	359,320	617,532
7 7 Deposit of Bank guarantee	265,000	265,000
7 8 Letter of Credit	9,600,000	-
	1,295,636,950	1,287,634,200
	=====	=====

**Debtors Account**

Head Office (Includes KPLC - Ksh 1,179,215,376 1	1,262,297,227
TDIP	289,746
Kibwezi	897,597
Emali	513,323
KIP	441,357
MDR	439,588
Mwingi water	3,676,223
KHR	1,479,829
MKC	40,600
MIP	38,011
<b>Total</b>	1,270,113,501

**Nature of KPLC debt**

This debt relates to sale of bulk power to KPLC for periods prior to April 1988. The issue of payment had been raised and the matter ended up in court. Later on it was moved to arbitration process.

**8 CASH & BANK BALANCE**

	JUNE '2005	JUNE '2004
Petty cash - MIP	2,646	17,013
Petty cash - MDR	228,456	228,416
Petty cash - Email	50,000	49,999
Petty cash - Kitui	2,503	3,975
Petty cash - Hq	71,657	152,642
KCB - Voi Savings a/c (Kibwezi)	30,984	266,696
KCB - Machakos Current	3,229	12,804
KCB - Machakos Savings	284,203	76,047
KCB - Voi Current a/c (Kibwezi)	1,203	4,802
KCB - Malindi savings a/c	276,308	231,704
KCB - Malindi current a/c	54,627	(202,137)
KCB - Embu Savings (MDR)	445,751	305,341
Petty cash - Kibwezi	7	3,569
Petty cash - Mkc	3	516
Petty cash - Mwingi	3,778	28,582
Petty cash - Kiambere	19,486	6,855
KCB - Matuu Current (Mkc)	55,390	3,143
KCB - Matuu Current (MIP)	1,087	(281)
NBK - Tourism Trust Fund	15,667	374,150
NBK - Kitui -Current	(26,897)	83,496
NBK - Kitui -Savings	15,853	9,285
Petty cash - TDIP	4,696	9,811
KCB - Matuu Savings (MIP)	671	18,397
NBK - Kiambere a/c	375,555	3,049,186
KCB - Matuu Savings (Mkc)	9,220	15,890
KCB - Embu Current (MDR)	140	15,485
KCB - Mwingi current a/c	116,070	91,579
NBK General A/c	3,347,976	
KCB - Mwingi Savings a/c	642,693	469,865
KCB - Embu Current (Kip)	7,944	242,407
KCB - Embu Savings (Kip)	16,310	(12,037)
Main Cash Book -Unbanked Cash sales	5,680	11,821
	6,062,895	5,569,019
	=====	=====

**9 LOAN CAPITAL AS AT 30TH JUNE 2005**

	JUNE '2005	JUNE '2004
9.1 O.E.C.F.(JAPAN)	2,508,154,778	2,508,154,778
<b>KITUI NORTH WATER SUPPLY</b>		
9.2 Italian Loan Capital	816,507,553	816,507,553
9.3 TOTAL O/S LOANS AS AT 30.06.2005	3,324,662,331	3,324,662,331
	=====	=====

**Loan Capital - 3.3 billion**

**(a) O E C F Loan (JAPAN) - T D I P**

This was a Government contribution towards the construction of TDIP after the destruction of the scheme by the El Nino. The Government took up the loan repayments due to our inability to refinance the facility to the source financier.

**(b) Italian Loan (Kitui North Water Supply)**

The project was funded by the Italian Government through loan facilities to the GoK under a turnkey development framework. TARDA came in as manager of the project operations. Since completion of the project, it has never been commissioned or certificate of completion issued to TARDA. It is on this background that we treat the project as Work In Progress (W I P).

10 **CAPITAL FUND**

The capital fund represents the resources that were availed in the inception of the Authority and also loans paid on Tarda's behalf by the Government.

	JUNE '2005	JUNE '2004
11 <b>REVENUE RESERVE FUND:</b>	<b>Kshs.</b>	<b>Kshs.</b>
Deficit b/f	(4,277,789,260)	(4,975,848,693)
Prior Year Adjustments	(65,971,003)	94,306
Prior Year Adjustments	238,244	1,179,215,376
Add deficit /Surplus for year	(534,986,755)	(481,250,249)
<b>Deficit C/f</b>	<b>(4,878,508,774)</b>	<b>(4,277,789,260)</b>

**Prior Year Adjustments**

**1. Ksh. 65,971,003**

This amount was collected by the then Chief Accountant, Mr. Robert Mungai from the treasury on 25-04-96 through cheque bill No. 08232. The cheque was fraudulently taken to Ari Bank in april 1996. The bank went under in 1997 the receiver manager issued a certificate of deposit in favour of Tarda. At the same time, Heritage finance went into receivership with Sh. 2,439,113.40, which was equally acknowledged by the director of DPF of the Central bank.

**2. Ksh. 238,244**

This was an undercast of expenditure on Plant, Equipment and machinery running for TDIP in the previous year.

The above prior adjustment is a result of amounts due from KPLC to TARDA for Masinga Power sales which were taken into account as detailed below :-

Year	Firm Power Kshs.	Variable Power Kshs.	Total Kshs.
1987/88	8,290,148.00	5,428,984.95	13,719,132.95
1988/89	49,740,888.00	34,968,450.55	84,709,338.55
1989/90	49,740,888.00	35,847,718.35	85,588,606.35
1990/91	49,740,888.00	56,201,507.25	105,942,395.25
1991/92	49,740,888.00	58,641,441.10	108,382,329.10
1992/93	49,740,888.00	49,111,963.75	98,852,851.75
1993/94	49,740,888.00	57,453,233.20	107,194,121.20
1994/95	49,740,888.00	64,059,130.00	113,800,018.00
1995/96	49,740,888.00	71,630,444.00	121,371,332.00
1996/97	49,740,888.00	68,584,383.90	118,325,271.90
1997/98	49,740,888.00	65,192,625.00	114,933,513.00
1998/99	49,740,888.00	70,374,711.00	120,115,599.00
1999/2000	0.00	0.00	0.00
2000/2001	0.00	0.00	0.00
<b>Amount owing from K.P.L.C</b>	<b>547,149,768.00</b>	<b>632,065,608.10</b>	<b>1,179,215,376.10</b>

12(a) **REVALUATION RESERVE**

This represents capital reserve that arose as a result of revaluation of Tarda's assets in 1996.

12(b) This is funding from Tourism Trust Fund for the promotion of Tourism in TARDA' Masinga Project.

	<b>JUNE '2005</b>	<b>JUNE '2004</b>
<b>13 TRADE AND OTHER PAYABLES</b>	<b>Kshs.</b>	<b>Kshs.</b>
13.1 Water & Meters deposit	414,695	406,695
13.2 Creditors account	108,356,239	100,251,614
13.3 Audit fees provision	1,360,000	960,000
	-----	-----
	<b>110,130,934</b>	<b>101,618,309</b>
	=====	=====
<b>14 BANK OVERDRAFT</b>	<b>Kshs.</b>	<b>Kshs.</b>
NBK -Car&House loan a/c	140,806	250,971
KCB - Industrial area	1,363,489	1,363,489
NBK -general A/c	-	1,164,705
	-----	-----
	<b>1,504,295</b>	<b>2,779,165</b>
	=====	=====

NOTES TO THE INCOME AND EXPENDITURE ACCOUNT AS AT 30TH JUNE 2005

15	<b>SALES (INTERNAL A I A)</b>	<b>JUNE '2005</b>	<b>JUNE '2004</b>
	Sales - Miscellaneous	47,190	831,490
	Sales -Masinga Kiambere Complex	97,627	100,165
	Sales - Kibwezi Farm	3,299,385	3,943,256
	Sales -Mwingi Water	14,463,351	12,150,349
	Sales -Kiambere Farm	1,888,693	927,522
	Sales - Emali farm	2,362,475	1,990,682
	Sales - Tana Delta Irrigation Project	7,101,500	5,954,800
	Sales -Masinga Dam Resort	6,809,039	8,084,798
	Sales - Kitui Honey Refinery	1,756,045	271,100
	Sales-Masinga Irr Project	210,775	296,838
	Sales-Miscellaneous Receipts (HQ)	16,772	-
		-----	-----
		<b>38,052,852</b>	<b>34,550,999</b>
		=====	=====
16	<b>FARM INPUTS</b>		
	Farm inputs- fertilizer	3,215,228	194,323
	Farm inputs- Vet Drugs		-
	Farm inputs-Agro chemical	3,481,748	4,470,255
	Farm inputsAnimal feeds	398,857	252,771
	Farm inputs-Seeds	1,321,275	3,260,653
		-----	-----
		<b>8,417,108</b>	<b>8,178,002</b>
		=====	=====
17	<b>MOTOR VEHICLE EXPENSES</b>		
	Motor running	7,418,964	7,825,851
	Motor maintenance	6,789,209	5,139,557
		-----	-----
		<b>14,208,173</b>	<b>12,965,408</b>
		=====	=====
18	<b>OFFICE AND EQUIPMENT MAINTENANCE</b>		
	Office and equip. maintenance	359,804	156,802
	Maintenance of buildings and Stn	4,554,102	3,857,058
		-----	-----
		<b>4,913,906</b>	<b>4,013,860</b>
		=====	=====
19	<b>OFFICE MAINTENANCE (Water,Electricity &amp; Security)</b>		
	Rent and rates	13,661,313	2,701,221
	Electricity and water	10,684,545	7,810,394
	Security expenses	1,415,401	1,072,026
		-----	-----
		<b>25,761,259</b>	<b>11,583,641</b>
		=====	=====

	<b>JUNE '2005</b>	<b>JUNE '2004</b>
<b>20 PRINTING &amp; STATIONERY</b>		
Stationery expenses	1,601,654	1,331,469
Printing and publishing	629,082	1,619,364
	<b>2,230,736</b>	<b>2,950,833</b>
	=====	=====
<b>21 PUBLICATION &amp; SUBSCRIPTIONS</b>		
Public relations	2,632,120	1,753,091
Advertising and publicity	1,354,872	44,360
	<b>3,986,992</b>	<b>1,797,451</b>
	=====	=====
<b>22 STAFF COSTS</b>		
Pension and Gratuities	6,671,463	(208,962)
Medical expenses	10,121,775	10,228,694
Casual wages	20,471,460	24,082,805
Salaries account	123,740,687	94,806,673
Uniform and clothing	19,189	325,219
Leave allowance	792,039	1,323,021
	<b>161,816,613</b>	<b>130,557,451</b>
	=====	=====
<b>23 SUNDRY EXPENSES</b>		
Contra		(48,398)
Sundry expenses	226,450	132,930
Donations	3,666	6,933
	<b>230,116</b>	<b>91,465</b>
	=====	=====
<b>24 TELEPHONE &amp; POSTAGES</b>		
Telephone and telexes	3,097,824	2,726,818
Postage and telegram	92,212	62,443
	<b>3,190,036</b>	<b>2,789,261</b>
	=====	=====

# TANA AND ATHI RIVERS DEV. AUTHORITY

## TRIAL BALANCE AS AT 30 JUNE 2005

ACCOUNT NAME	DR	CR
Accrued Expences		257,800.00
Disposal of Motor Vehicles		
Advertising and publicity	1,354,871.65	
Audit fees		
Bad Debts W/O		1,923,400.00
Donations in		
Bank charges	1,031,174.25	
Capital fund		982,434,264.30
Other Rehabilitation Programmes		
Car loan a/c	1,150,695.60	
Car loan interest		27,377.30
Casual wages	20,471,719.50	
Computer expenses	604,109.50	
Tourism Trust Fund		15,666.65
Contra		203,658.80
Cost of sales	92,594.00	
Creditors account		107,121,387.65
Debtors Account	1,270,113,500.69	
Depreciation Account	532,772,297.81	
Deposit of Bank guarantee	265,000.00	
External A I A		72,000,000.00
Directors Allowances	5,448,746.50	
Disposal of Furniture and Fittings		
Diposal of Motor Vehicles		
Donations	3,666.00	
Electricity and water	10,684,544.94	
Letter of Credit (Deposit)	9,600,000.00	
Extra- Ordinary loss		
Farm inputs-fertilizer	3,215,227.41	
Farm inputs-vet drugs		
Farm inputs-Agro chemical	1,381,748.25	
Farm inputsAnimal feeds	398,857.00	
Farm inputs-Seeds	1,321,275.00	
Fire & Burglary		
Fixed and call deposits	20,350,000.00	
Furniture and fittingsOffice Equipment	34,263,200.05	
Stock Adjustment	6,621,403.95	
GOK - grants accrued		
GOK - grants		157,624,941.25
Guest House Goods-Sales		642,573.30
General Insurances Expenses	3,508,187.00	
Purchase of Guest House Goods	861,087.45	
Computers	11,884,242.80	
Hire of Transport	838,073.60	
Purchase of Food	1,843,375.80	
House Deposit a/c	359,319.55	
House Deposit interest		34,020.35
Imprests account	10,941,139.15	
Motor Insurances Expenses		
Purchases of beverages	886,238.95	
House hold goods	238,902.00	
Interest Receivable		
Interest on fixed and call deposits		
Interest onSavings		4,273.45
Interest on Loan		
Investments-Portfolio	24,500,000.00	
Italian Loan Capital		816,507,553.00

ACCOUNT NAME	DR	CR
Funeral Expense Fund	149,880.00	
KCB - Embu Current (Kip)	7,943.80	
KCB - Embu Savings (Kip)		16,359.50
KCB - Embu Current (MDR)		367.40
KCB - Embu Savings (MDR)		4,746.25
KCB - MatuuCurrent (Mkc)	60,515.25	
KCB - Matuu Savings (Mkc)	21,681.65	
KCB - Industrial area		1,363,489.00
KCB - Machakos Current	3,229.45	
KCB - Machakos Savings	284,203.37	
KCB - Malindi current a/c	54,627.23	
KCB - Malindi savings a/c	276,307.95	
KCB - Mwingi current a/c	116,069.65	
KCB - Mwingi Savings a/c	651,128.80	
KCB - Voi Savings a/c (Kibwezi)	30,984.40	
Kiambere Irrigation G.O.K Redemable	1,203.35	
KCB - Voi Current a/c (Kibwezi)	1,086.50	
KCB - Matuu Current (MIP)	671.40	
KCB - Matuu Savings (MIP)	2,646.20	
Petty cash - MIP		
Kiambere Loans - JUMBES		
Kiambere Loans - KFW		
Kiambere Loans - SEB		
Kiambere Loans - SFD		
Kiambere Loans - SIDA		
Kiambere Loans - UK/ODA		
Kiambere loans IBRD	896,688,873.00	
Kitui North Water Project	3,478,976,576.00	
Land and buildings	792,038.65	
Leave allowance		
Lease Income (Kiambere Power)		
Legal fees	5,756,177.55	
Library expenses	90,284.00	
Loan capital - Masinga redeemable		
Loose Tools	105,810.00	
Main Cash Book -Unbanked Cash sales	484,918.20	
Maintenance of buildings and Stn	2,554,102.60	
Maintenance of Pipes laying	429,163.50	
Maintenance of Plant and Equipment	2,911,549.67	
Masinga Dam	6,134,385,600.00	
Medical expenses	10,121,775.10	
Motor maintenance	4,267,804.55	
Motor running	7,418,963.70	
Motor vehicles	270,757,252.14	
NBK -Car&House loan a/c		140,806.05
NBK - general a/c		3,600,286.40
NBK - Kitui -Current		26,896.60
NBK - Kitui -Savings	15,852.50	
NBK - Kiambere a/c	375,554.65	
Kiambere Dam	9,385,013,300.00	
NBK - Upper Reservoir a/c	16,836.80	
Office and equip. maintenance	359,803.88	
Official entertainment	959,434.50	
O.E.C.F. Loan (Japan)		2,508,154,778.10
Packaging Expenses	342,672.00	
Pensions and Gratuities	6,671,462.70	
Petty cash - Emali	50,000.00	
Petty cash - Hq	70,486.75	
Petty cash - Kibwezi	6.50	
Petty cash - Kiambere	19,485.50	
Petty cash - Mkc	3.00	

ACCOUNT NAME	DR	CR
Petty cash - MDR	228,456.25	
Petty cash - TDIP	4,695.70	
Petty cash - Mwingi	3,778.05	
Projects / Head office current account		0.56
Plant, Equipment and Machinery	598,315,544.15	
Plant, Equipment and Machinery-running	5,937,621.95	
Postage and telegram	92,212.40	
Printing and publishing	628,932.50	
Provision for audit fees		600,000.00
Prov, for bad and doubtful debts on FDR		20,350,000.00
Prov. for dep. - Land & buildings		712,568,960.35
Prov. for dep. - Motor vehicles.		269,296,313.39
Prov. for dep. - Plant, Equip. & Mach.		474,200,642.46
Prov. for dev. - Furn. & Fittings		23,510,623.29
Prov. for dev. -Computers		8,868,755.71
Prov. for dev. - Kiambere H.E.P		1,407,751,995.00
Public relations	2,632,120.00	
Petty cash - Kitui	2,653.50	
Rent and rates	13,661,313.00	
Rent and rates- Prepaid.	14,000.00	
Revenue reserve fund	4,283,955,365.28	
Salaries account	123,740,947.47	
Salary advances	3,205,345.15	
Sales - Emali farm		2,429,697.50
Sales - Miscellaneous		47,190.00
Sales - Kitui Honey Refinery		1,756,045.00
Sales - Kibwezi Farm		3,306,891.00
Sales - Tana Delta Irrigation Project		7,101,500.00
Sales -Kiambere Farm		1,888,692.75
Sales -Masinga Kiambere Complex		121,377.90
Sales -Kiambere Goats		
Sales -Masinga Dam Resort		6,722,703.20
Sales -Masinga Irr Project		210,774.75
Sales -Mwingi Water		14,471,786.78
Sales -Power Masinga		
Security expenses	1,415,400.90	
Service fees (on Loans)		
Shows and exhibitions	2,514,924.00	
Social welfare	2,823,155.00	
Stanbic bank a/c		
Stationery expenses	1,601,653.89	
Stock & Work-in-progress	33,167,670.36	
Subsistence & accommodation allowance	16,795,348.40	
Sundry expenses	226,449.65	
Sundry income		8,369,773.80
Tana Delta. Irr. Project - (TDIP)	234,152,289.00	
Telephone and telexes	3,097,823.74	
Training expenses	1,294,379.40	
Transfer of funds		
Revaluation Reserve A/C		18,982,105,733.00
Uniform and clothing	19,189.00	
Water chemicals /Treatment	1,118,255.10	
Water resources	13,600.00	
Water & Meters deposit		414,695.30
Water meters	9,450.00	
Withheld Tax		12,556.59
Workmens compensation		606,545.00
Prov. For dep-Masinga HEP		920,157,840.00
	<b>27,518,975,738.68</b>	<b>27,518,975,738.68</b>

0.00

TANA AND ATHI RIVERS DEVELOPMENT AUTHORITY  
CONSOLIDATED TRIAL BALANCE FOR 2005-JUNE

ACCOUNT NAME	HEAD OFFICE	TOP	KIBWEZI	EMALI	KIP	MOR	MWANGI	KHR	MICHAKI/TANWANI	MP	TOTAL
ADVERTISING & PUBLICITY	1,332,901.65	4,135.00									1,337,036.65
ALLOT FEES	827,672.45	48,609.15	16,250.00	15,128.15	19,355.05	41,152.55	28,388.40	18,312.55	8,433.25	1,337,770.00	
BANK LOAN	1,190,095.50	5,719,521.00	1,800,400.00	1,518,091.00	2,346,096.00	1,098,494.55	1,850,601.00	200.00	3,892,651.50	8,707,000.00	
CASUAL WAGES	417,423.00	50,719.50			40.00		126,603.00	8,264.50			633,050.50
COMPUTER EXPENSES											
COST OF PRODUCTION & SALES	92,584.00										92,584.00
CURRENT ACCOUNT	54,627.23		1,203.35	3,729.45	0.00						58,559.99
DEPOSIT OF BANK GUARANTEE	1,292,291,227.45	289,748.00	897,597.05	513,323.00	441,356.50	439,509.80	3,616,272.18	1,470,829.10	40,800.00	1,277,411.23	
DEPRECIATION	633,285,000.00										633,285,000.00
DIRECTORS EXPENSES	5,468,726.20										5,468,726.20
DONATIONS OUT											
ELECTRICITY & WATER	1,457,640.85										1,457,640.85
FARM INPUTS	9,000,000.00										9,000,000.00
FARM INPUT-ANIMAL FEEDS											
FARM INPUT-FERTILISERS											
FARM INPUT-SEED											
FREIGHT & CARRIAGE	20,550,000.00	1,150,020.00	641,093.75	53,440.00	519,289.33						22,883,843.08
GUEST HOUSE EXPENSES	3,958,181.00		699,600.00								4,657,781.00
HIRE OF TRANSPORT & MAINTENANCE	11,877,410.80										11,877,410.80
HOUSE DEPOSITS	174,114.80	397,144.50	2,000.00	16,500.00	196,600.00	463,947.95	38,305.00	15,700.00	33,800.00	1,368,112.25	
INTEREST ON LOAN	8,523,494.00	-15,384.65	13,300.00	18,511.15	1,796,738.65	1,796,738.65	147,060.00	299,000.00	-1,756.00	10,541,139.15	
INVESTMENTS											
LEGAL FEES	24,500,000.00										24,500,000.00
LEGAL FEES COMPENSATION	1,393,489.00										1,393,489.00
LOOSE TOOLS	83,264.00	600,000.00									683,264.00
MANUFACTURING (UNBANKED SALES)	6,134,385,800.00	11,115.00	4,600.00	1,900.00	3,480.00	181,196.75	1,204,500.00	23,545.00	414,140.00	6,136,311.05	
MEDICAL EXPENSES	10,960,325.10	10,300.00	7,600.00	1,980.00	44,972.00	392,516.70	3,190.00	34,550.00	9,164.00	11,414,121.70	
MOTOR MAINTENANCE	2,914,679.70	488,647.65	114,525.00	82,130.00	20,300.00	190,515.00	487,962.40	850.00	87,627.60	3,479,512.30	
MOTOR VEHICLES	1,549,515.80	1,549,515.80	225,535.00	335,683.90	359,583.00	318,683.00	441,357.00	279,516.80	7,418,963.70	7,418,963.70	
OFFICE OF EQUIPMENT	210,157,292.14	0.00	38,040.00	64,000.00	361,633.20	9,303.00	25,899.00	6,800.00	152,504.35	22,250,000.00	
OFFICE OF PLANT EQUIP & MACH	524,860.00	138,862.00	56,520.50	42,153.00	96,524.20	118,109.00	260,519.70	54,864.00	83,591.00	835,900.00	
OFFICE STATION & MACH	1,401,609.05										1,401,609.05
OFFICE SUPPLIES	3,600,286.40										3,600,286.40
OFFICIAL ENTERTAINMENT	595,020.50	277,770.00	1,466.00	63,144.00	4,190.00	11,610.00	1,951.00	4,128.20	1,212.00	3,448.00	
PACKAGING MATERIAL	111,791.00	51,418.00									163,209.00
PAYROLL	6,711,748.70	4,095.70	6.50	50,000.00	19,465.50	228,456.25	483,193.50	2,693.50	38,728.00	3.00	7,200,000.00
PAYROLL & MAINTENANCE	70,880.75										70,880.75
POSTAGE	589,265,444.15	19,107.00	3,895.00	16,039.50	7,194.00	14,034.00	38,728.00	4,128.20	1,212.00	699,516,644.15	
PUBLIC RELATIONS	416,147.00	30,080.00	24,359.00	18,039.50	1,794.00	11,610.00	1,951.00	4,128.20	1,212.00	527,212.40	
PURCHASE OF EQUIPMENT	2,822,000.00										2,822,000.00
PURCHASE OF FOOD	403,158.30										403,158.30
PURCHASE OF FURNITURE	34,215,891.05										34,215,891.05
RENT & RATES PREPAID	11,978,889.00	1,519,724.00	1,465,716.65	14,000.00	7,243.00	115,400.00	2,100.00	33,800.00	80.00	13,000,000.00	
RENT RESERVE FUNDS	4,243,072,548.22	19,203,698.28	954,566.00	6,724,031.82	252,817.80	1,789,452.33	231,095.65	13,807,890.35	3,158,015.10	4,263,566,286.28	
RENT WATER MACH RUNNING	129,694,154.47	4,191,867.00	564,566.00	6,724,031.82	252,817.80	1,789,452.33	231,095.65	13,807,890.35	3,158,015.10	134,690,913.97	
SALARY ADVANCES	2,985,892.10	0.00	39,817.95	134,357.50	16,277.00	76,793.00	3,000.00	25,750.00	5,897,621.95	123,740,941.47	
SAVINGS ACCOUNT	1,248,529.40	218,110.80	30,894.40	294,203.37	-16,939.50	651,128.80	15,862.50	1,299,724.32	87.40	3,295,346.15	
SECURITY	2,514,154.00	38,940.00	5,112.00	20,339.00	8,938.00	11,063.00	11,063.00	74,415.50	4,080.00	2,618,200.50	
SERVICE FEES (ON LOANS)											
STAMP DUTY	2,610,800.00	15,525.00		13,851.00	18,753.00	22,919.00	77,922.00	52,632.00	10,480.00	2,618,200.50	
STATIONERY	1,438,157.02	43,931.00	8,815.00	20,338.00	11,259.00	23,926.00	60,861.90	10,480.00	1,689.00	1,500,000.00	
STOCKS AND WORK IN PROGRESS	360,665.78	22,683,525.48	1,445,801.15	4,195,000.00	65,985.00	89,000.00	12,866.00	56,694.35	4,195,000.00	5,838.00	33,107,653.98
TELEPHONE	106,552.25	1,201,944.00									1,308,496.25
TRAINING EXPENSES	2,889,108.39	34,877.00		13,748.00	3,300.00	3,500.00	78,623.35	92,137.00	2,000.00	3,097,823.74	
TRAVEL & ACCOM (SUBSISTENCE)	11,824,179.40	1,133,890.90	216,680.00	511,500.00	477,422.00	488,042.00	1,320,208.00	281,020.00	332,110.00	12,944,379.40	
VEHICLES	18,299.00			900.00							19,199.00
WATER/CHEMICAL TREATMENT				141,185.00		0.00	974,670.10	2,400.00			1,118,255.10
WATER SERVICES				3,660.00			9,450.00				13,110.00
WITHHELD TAX & VAT	1,020,368.87		4,221.00	4,256.00		129,881.75	876,753.35	1,680.18			2,506,256.55
WORKMENS COMPENSATION	609,555.00										609,555.00
TOTALS	27,350,720.38	61,569,620.01	9,199,027.10	2,478,885.10	21,648,136.88	7,242,125.65	17,789,800.33	2,506,256.55	24,695,783.90	6,916,076.03	21,506,867,281.94



