# REPORT AND FINANCIAL STATEMENTS

**31 DECEMBER 2015** 

### FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015

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#### CORPORATE INFORMATION

DIRECTORS

Mr Michael Bristow\*

Chairman

Mr Ashok Shah\* Mr Charles Ogalo Mr Bob Karina Mr Job Kihumba

Mr Nkoregamba Mwebesa Ms Eunice Mueni Kariuki

Mr Geoffrey Odundo Mr. Peter Mwangi

Joined on 6 March 2015

Joined on 6 August 2015

\* British

CHIEF EXECUTIVE OFFICER Ms Rose Mambo

SECRETARY

Ms Rose Mambo

P O Box 3464, 00100 GPO

Nairobi

REGISTERED OFFICE

10th Floor, Nation Centre

P O Box 3464, 00100 GPO

Nairobi

BANKERS

Commercial Bank of Africa Limited

Mama Ngina Street PO Box 30437, 00100

Nairobi

CFC Stanbic Bank Limited

Kenyatta Avenue P O Box 30550, 00100

Nairobi

**AUDITORS** 

Deloitte & Touche

Deloitte Place

Waiyaki Way, Muthangari P O Box 40092, 00100 GPO

Nairobi

LEGAL ADVISERS

Mboya Wangong'u & Waiyaki Advocates

Lex Chambers

Off James Gichuru Road

Lavington,

P O Box 74041, 00200

Nairobi

#### REPORT OF THE DIRECTORS

The directors present their report together with audited financial statements of Central Depository and Settlement Corporation Limited "the company" and its subsidiaries (together, "the group") for the year ended 31 December 2015.

#### ACTIVITIES

The principal activity of the group is the provision of automated clearing, delivery and settlement facilities in respect of transactions carried out at the Nairobi Securities Exchange and the holding of securities as nominees on behalf of investors.

#### RESULTS

2015 Sh 136,958,176

Profit before taxation

Taxation

(41,551,677)

Profit for the year transferred to revenue reserve

95,406,499

#### DIVIDEND

The directors recommend the payment of a dividend of Sh 20,000,000 in respect of the year ended 31 December 2015 (2014 -Sh 15,000,000).

#### DIRECTORS

The current members of the board are shown on page 2.

#### **AUDITORS**

Deloitte & Touche served as the auditors for the year ended 31 December 2015.

BY ORDER OF THE BOARD

Huda Njeru

Secretary

29 MAR UH 2016

Nairobi

#### STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Kenyan Companies Act requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the group and of the company as at the end of the financial year and of the operating results of the group for that year. It also requires the directors to ensure that the group and the company keep proper accounting records which disclose with reasonable accuracy at any time the financial position of the group and the company. They are also responsible for safeguarding the assets of the group.

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and in the manner required by the Kenyan Companies Act, and for such internal controls as the directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The directors accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Financial Reporting Standards and in the manner required by the Kenyan Companies Act. 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 group and of the company and of the group's operating results. The directors further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the directors to indicate that the company and its subsidiaries will not remain going concerns for at least the next twelve months from the date of this statement.

Director

Director

29 MARCH 2016

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Deloitte & Touche Certified Public Accountants (Kenya) Deloitte Place Waiyaki Way, Muthangari P.O. Box 40092 - GPO 00100 Nairobi

Tel: +254 (20) 423 0000 Cell: +254 (0) 719 039 000 Fax: +254 (20) 444 8966 Dropping Zone No.92 Email: admin@deloitte.co.ke www deloitte com

#### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CENTRAL DEPOSITORY AND SETTLEMENT CORPORATION LIMITED

#### Report on the financial statements

We have audited the accompanying financial statements of Central Depository and Settlement Corporation Limited and its subsidiaries, set out on pages 7 to 31, which comprise the consolidated and company statement of financial position as at 31 December 2015, and the consolidated statement of profit or loss and other comprehensive income, consolidated and company statement of changes in equity and consolidated statement of cash flows 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 of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and in the manner required by the Kenyan Companies Act, and for such internal controls as the directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### Auditors' 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 whether 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error In making those risk assessments, we considered the internal controls relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that were appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, 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 company and its subsidiaries as at 31 December 2015 and of the group's profit and cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Kenyan Companies Act.

# INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CENTRAL DEPOSITORY AND SETTLEMENT CORPORATION LIMITED (Continued)

#### Report on other legal requirements

As required by the Kenyan Companies Act we report to you, based on our audit, that:

- we have obtained all the information and explanations, which to the best of our knowledge and belief, were necessary for the purposes of our audit;
- ii) in our opinion, proper books of account have been kept by the company, so far as appears from our examination of those books; and
- iii) the company's statement of financial position(balance sheet) and statement of profit or loss and other comprehensive income(income statement) are in agreement with the books of account.

The engagement partner responsible for the audit resulting in this independent auditors' report is CPA Fred Aloo – P/No 1537.

Certified Public Accountants (Kenya)

Nairobi, Kenya

30 March 2016

# CENTRAL DEPOSITORY AND SETTLEMENT CORPORATION LIMITED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 Sh	2014 Sh
INCOME	5	315,038,113	332,349,704
OPERATING EXPENSES	6	(215,553,785)	(202,761,795)
OPERATING PROFIT		99,484,328	129,587,909
OTHER INCOME	8	37,473,848	25,874,290
PROFIT BEFORE TAXATION		136,958,176	155,462,199
TAXATION	9(a)	(41,551,677)	(49,530,334)
PROFIT FOR THE YEAR		95,406,499	105,931,865
EXCHANGE DIFFERENCES ARISING FROM TRANSLATION OF FOREIGN OPERATION		272,902	111,867
TOTAL COMPREHENSIVE INCOME FOR THE YEA	R	95,679,401	106,043,732

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION 31 DECEMBER 2015

	Note	2015 Sh	2014 Sh
ASSETS		-	
Non-current assets			
Equipment	10	15,047,849	8,781,707
Intangible assets Deferred taxation	11	93,801,582	3,657,498
Deterred taxation	16	8,441,933	8,773,551
		117,291,364	21,212,756
Current assets			
Receivables and prepayments	14	42,563,236	64,861,981
Due from related parties	18(b)	17,320,663	3,016,734
Fixed deposits	13	279,512,670	293,092,042
Taxation recoverable	9(c)	19,667,307	
Bank and cash balances	32.47	142,145,336	30,731,172
		501,209,213	391,701,929
Total assets		618,500,577	412,914,685
EQUITY AND LIABILITIES		The state of the s	The state of the s
Capital and reserves			
Share capital	15	175,000,000	175,000,000
Revenue reserve	1.5	273,395,102	192,988,603
Translation reserve		(826,894)	(1,099,796)
Shareholders' equity		447,568,208	366,888,807
Current liabilities			
Payables	17	64,827,764	33,763,814
Deferred income		5,340,569	
Due to related parties	18(a)	100,764,036	
Taxation payable	9(c)	ż	12,262,064
		170 022 2/0	16 005 050
		170,932,369	46,025,878
Total equity and liabilities		618,500,577	412,914,685

The financial statements on pages 7 to 31 were approved by the board of directors on were signed on their behalf by:

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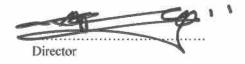
Director

# COMPANY STATEMENT OF FINANCIAL POSITION 31 DECEMBER 2015

ASSETS	Note	2015 Sh	2014 Sh
Non-current assets			
Equipment	10	15,014,713	8,629,585
Intangible assets	11	93,735,197	3,586,596
Investment in subsidiaries	12	261,043	261,043
Deferred taxation	16	6,362,364	7,210,418
		115,373,317	19,687,642
Current assets Receivables	14	33,039,246	56,867,083
Due from related parties	18(b)	41,081,685	23,617,240
Fixed deposits	13	279,512,670	293,092,042
Taxation receivable	A. 20	18,890,650	275,072,042
Bank and cash balances		124,656,761	15,242,617
		497,181,012	388,818,982
Total assets		612,554,329	408,506,624
EQUITY AND LIABILITIES		The Table 201 and the San	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
Capital and reserves			
Share capital	15	175,000,000	175,000,000
Revenue reserve		265,260,708	184,003,595
Shareholders' equity		440,260,708	359,003,595
		-	
Current liabilities Payables	17	50.054.052	20 (60 171
Deferred income	17	59,064,053 5,340,569	29,650,171
Due to related parties	18(b)	107,888,999	6,873,538
Taxation payable	9(c)	107,000,333	12,979,320
the state of the s	2(0)	======	
		172,293,621	49,503,029
Total equity and liabilities		612,554,329	408,506,624

The financial statements on pages 7 to 31 were approved by the board of directors on 11 Mac 2010 and were signed on their behalf by:

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# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2015

	Share capital Sh	Revenue reserve Sh	Translation reserve Sh	Total Sh
At 1 January 2014 *Issue of shares	100,000,000 75,000,000	172,056,738 (75,000,000)	(1,211,663)	270,845,075
Profit for the year Other comprehensive loss		105,931,865	111,867	105,931,865 111,867
	-	105,931,865	111,867	106,043,732
Dividend declared	(#)	(10,000,000)	(*)	(10,000,000)
At 31 December 2014	175,000,000	192,988,603	(1,099,796)	366,888,807
At 1 January 2015	175,000,000	192,988,603	(1,099,796)	366,888,807
Profit for the year Other comprehensive profit	72. (2)	95,406,499	272,902	95,406,499 272,902
Total comprehensive income for the year		95,406,499	272,902	95,679,401
Dividends declared		(15,000,000)	-	(15,000,000)
At 31 December 2015	175,000,000	273,395,102	(826,894)	447,568,208

<sup>\*</sup>This relates to bonus shares issued in the year to the existing shareholders on a pro rata basis at the rate of 75 shares for every 100 shares held.

The translation reserve represents the translation losses arising from conversion of the net assets of the foreign operation, CDSC Registrars Rwanda, to the reporting currency.

# COMPANY STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2015

	Share capital Sh	Revenue reserve Sh	Total Sh
At 1 January 2014 *Issue of shares Total comprehensive income for the year	100,000,000 75,000,000	164,417,108 (75,000,000) 104,586,487	264,417,108 - 104,586,487
Dividends declared	(. <del>*</del>	(10,000,000)	(10,000,000)
At 31 December 2014	175,000,000	184,003,595	359,003,595
At 1 January 2015	175,000,000	184,003,595	359,003,595
Total comprehensive income for the year Dividends declared		96,257,113 (15,000,000)	96,257,113 (15,000,000)
At 31 December 2015	175,000,000	265,260,708	440,260,708

<sup>\*</sup>This relates to bonus shares issued in the year to the existing shareholders on a pro rata basis at the rate of 75 shares for every 100 shares held.

# CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2015

OPERATING ACTIVITIES	Note	2015 Sh	2014 Sh
Cash generated from operations Income tax paid Interest received	19(a) 9(c) 8	251,012,817 (73,128,750) 37,473,848	111,235,537 (48,162,764) 25,874,290
Net cash generated from operating activities		215,357,915	88,947,063
INVESTING ACTIVITIES			
Purchase of equipment Purchase of intangible assets Proceeds from disposal	10 11	(10,769,922) (92,036,677) 24,759	(4,176,521) (2,993,636)
Net cash used in investing activities		(102,781,840)	(7,170,157)
FINANCING ACTIVITIES			
Dividends paid		(14,850,000)	(10,000,000)
NET INCREASE IN CASH AND CASH EQUIVALENTS		97,726,075	71,776,906
EFFECT ON TRANSLATION OF FOREIGN SUBSIDIARY		108,717	144,155
CASH AND CASH EQUIVALENTS:			
AT 1 JANUARY		323,823,214	251,902,153
AT 31 DECEMBER	19(b)	421,658,006	323,823,214

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015

#### 1 ACCOUNTING POLICIES

#### Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS).

For the Kenyan Companies Act reporting purposes, in these financial statements the balance sheet is represented by/is equivalent to the statement of financial position and the profit and loss account is presented in the statement of profit or loss and other comprehensive income.

# Application of new and revised International Financial Reporting Standards (IFRSs) and interpretations (IFRIC)

#### Relevant new standards and amendments to published standards effective for the year ended 31 December 2015

Several new and revised standards and interpretations were effective during the year. The directors have evaluated the impact of the new standards and interpretations and none of them had an impact on the group's financial statements.

# ii) Expected impact of issued relevant new and amended standards and interpretations but not yet effective as at 31 December 2015

Only IFRS 9 on financial instruments issued in November 2009 will be relevant to the group. The standard introduced new requirements for the classification and measurement of financial assets. IFRS 9 was amended in October 2010 to include requirements for the classification and measurement of financial liabilities and for recognition. The directors of the company and its subsidiaries anticipate that the application of IFRS 9 in the future may have an impact on amounts reported in respect of the group's financial assets and financial liabilities. However, it is not practicable to provide a reasonable estimate of the effect of IFRS 9 until a detailed review has been completed by the group.

#### iii) Early adoption of standards

The group did not early-adopt any new or amended standards in 2015.

#### Basis of accounting

The group prepares its financial statements under the historical cost convention.

#### Consolidation

The consolidated financial statements incorporate the financial statements of the company and its subsidiaries, CDSC Nominees Limited, CDSC Registrars Rwanda limited and CDSC Registrars Kenya Limited all of which are made up to 31 December each year.

Subsidiary undertaking, being a company in which the group has power to exercise control over the operations, has been consolidated. Subsidiaries are consolidated from the date on which effective control is transferred to the group and are not consolidated as from the date of disposal. All intercompany transactions, balances and unrealised surpluses and deficits on transactions with the subsidiary companies have been eliminated.

Subsidiary undertakings are disclosed in note 12.

#### Investment in subsidiary company

Investment in the subsidiary company is stated at cost less provision for impairment where applicable.

#### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### 1 ACCOUNTING POLICIES (Continued)

#### Revenue recognition

Revenue comprises transaction, depository levies which are recognised to income once the transaction is recognised in the Central Depository System.

Pledge income comprises fees paid by shareholders when pledging their shares as security for loans. The fees are recognized when the shares are designated as pledged, preventing them from being traded.

Fees, postage income, interest and other income are recognised to income on the accruals basis.

#### Motor vehicles, furniture and equipment

Motor vehicles, furniture and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is calculated on the straight line basis to write off the cost of motor vehicles, furniture and fittings, equipment and computers over their expected useful lives at the following annual rates:

Motor vehicles	25%
Computer equipment	25%
Office equipment	25%
Furniture and fittings	12.5%

#### Intangible assets

Intangible assets represent computer software and CDS software which are stated at cost less amortisation. Amortisation is calculated to write off the cost of the computer software on a straight line basis over its estimated useful life of four years and eight years in respect of the CDS software.

#### Taxation

Current taxation is provided on the basis of the results for the year, as shown in the financial statements, adjusted in accordance with tax legislation.

Deferred income tax is provided, using the liability method, for all temporary differences arising between the tax bases of assets and liabilities and their carrying values for financial reporting purposes. Currently enacted tax rates are used to determine deferred income tax.

Deferred tax assets in respect of taxable losses carried forward are recognised only to the extent that it is probable that future taxable income will be sufficient to utilise these losses.

#### Provision for liabilities and charges

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave at the end of the reporting period.

#### Retirement benefit obligations

The group adheres to a defined contribution provident scheme for its staff and also makes contributions to the statutory National Social Security Fund, a defined contribution scheme registered under the National Social Security Act.

The group's obligations to all staff retirement benefits schemes are recognised in profit or loss as they fall due.

#### Foreign currency translation

Assets and liabilities expressed in foreign currencies are translated into Kenya shillings at the rates of exchange ruling at the reporting date. Transactions during the year are translated at rates ruling on the dates of the transactions. Exchange gains and losses are dealt with in the profit or loss.

#### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### ACCOUNTING POLICIES (Continued)

#### Financial instruments

Financial assets and liabilities are initially recognised in the group's statement of financial position at cost using settlement date accounting, when the group has become a party to the contractual provisions of the instrument.

#### Held to maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that management has the positive intention and ability to hold to maturity. Where a sale occurs other than an insignificant amount of held-to-maturity assets, the entire category would be tainted and classified as available for sale.

#### Loans, advances and receivables

Loans, advances and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the group provides money, goods or services directly to a debtor with no intention of trading the receivable.

#### Financial assets at fair value through profit or loss

This category has two sub-categories: Financial assets held for trading and those designated at fair value through profit or loss at inception. A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management. Derivatives are also categorized as held for trading.

#### Available for sale financial assets

Financial assets that are not (a) financial assets at fair value through profit or loss, (b) loans, advances and receivables, or (c) financial assets held to maturity are classified as available for sale.

#### Recognition and derecognition

Financial assets are initially recognized at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or where the group has transferred substantially all risks and rewards of ownership.

Available for sale financial assets are carried at fair value. Gains and losses arising from changes in the fair value are recognised directly in equity until the financial asset is derecognised or impaired at which time the cumulative gain or loss previously recognised in equity are recognised in the profit or loss.

#### **Impairment**

At each balance sheet date, the group reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated and an impairment loss is recognized in the profit or loss whenever the carrying amount of the asset exceeds its recoverable amount.

#### Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of changes in value.

#### Trade receivables

Trade receivables are recognized initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables

#### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### 1 ACCOUNTING POLICIES (Continued)

#### Deferred income

Deferred income relates to contributions received from the National Treasury for the development and promotion of securities trading on mobile phone platforms. The amounts are amortised through profit or loss as the related development and promotion activities are completed by the company.

#### Comparatives

Where necessary, comparative figures have been adjusted to conform to changes in presentation in the current year.

#### 2 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS IN APPLYING THE GROUP'S ACCOUNTING POLICIES

In the process of applying the group's accounting policies, management has made estimates and assumptions that affect the reported amounts of assets and liabilities within the next financial year. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. These are dealt with below:

Property, plant and equipment

Critical estimates are made by the directors in determining depreciation rates for property, plant and equipment.

#### 3 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The group's activities expose it to a variety of financial risks, including credit risk and the effects of changes in debt and equity market prices, foreign currency exchange rates and interest rates. The group's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on its financial performance.

Risk management is carried out by the finance department under policies approved by the Board of Directors. Finance identifies, evaluates and hedges financial risks. The Board provides written principles for overall risk management, as well as written policies covering specific areas such as foreign exchange risk, interest rate risk, credit risk and investing excess liquidity.

#### a) Market risk

#### (i) Price risk

The group does not hold investments that would be subject to price risk; hence this risk is not relevant.

#### (ii) Interest rate risk

The group holds interest bearing assets in form of fixed deposits. This risk has been managed by negotiating interest rates on the deposits with the banks resulting in consistent earnings during the duration of the deposits.

As at 31 December 2015, an increase/decrease of 5 basis points would have resulted in an increase/decrease in profit before taxation of Sh 2,251,033 (2014- Sh 7,743,593).

# CENTRAL DEPOSITORY AND SETTLEMENT CORPORATION LIMITED NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### 3 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

#### b) Credit risk

Credit risk refers to the risk that a counter party will default on its contractual obligations resulting in financial loss to the company. Credit risk is managed on a group-wide basis. Credit risk arises from cash and cash equivalents, deposits with banks, as well as trade and other receivables. The group only deals with listed companies in the stock exchange and authorised central depository agents who are considered credit worthy counterparties. Individual risk limits are regularly assessed by the management of the group. The utilisation of credit limits is regularly monitored. The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by the banking regulatory authority.

The amount that best represents the company's maximum exposure to credit risk at 31 December is as follows:

	2015	2014
	Kshs	Kshs
Fixed deposits	279,512,670	293,092,042
Trade receivables	32,599,045	52,462,441
Bank and cash balances	142,145,336	30,731,172
		*****
	454,257,051	376,285,655

#### Classification of trade receivables

The group classifies the credit quality of its trade receivables into three categories; performing, past due and impaired. The performing debts are those which are within the set credit period of 30 days, the default rate is low.

Past due amounts are those beyond the maximum established credit period of 30 days and represents slow but paying customers. These receivables continue to be serviced even though this is not done on the contractual dates. The finance department is actively following this debt.

The analysis of trade receivables is as detailed below:

At 31 December 2015	Fully performing Sh	Past due Sh	Impaired Sh	Total (gross) Sh
Receivables				
Trade receivables	27,627,649	4,971,396	6,264,551	38,863,596
At 31 December 2014	According to the Conference was a state of the Conference of the C	All the second second second second		
Receivables				
Trade receivables	43,020,945	9,441,496	9,448,488	61,910,929

#### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### 3 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (Continued)

#### c) Liquidity risk

Prudent liquidity risk management includes maintaining sufficient cash to meet group obligations. The group manages this risk by maintaining adequate cash balances in the bank, banking facilities and reserve borrowing facilities by continuously monitoring forecast and actual cash flows.

The table below analyses the group's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts disclosed in the table below are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	Less than 1 month Sh	Between 1 – 3 months	Over 3 months Sh	Total Sh
At 31 December 2015				
Trade payables	47,443,296			47,443,296
At 31 December 2014				
Trade payables	12,324,682	127	2	12,324,682
		The same time and the same time and the		

#### 4 CAPITAL MANAGEMENT

The group's objectives when managing capital are to safeguard the group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital.

Consistent with others in the industry, the group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by total capital. Net debt is calculated as total borrowings less cash and cash equivalents. Total capital is calculated as equity plus net debt. The group did not have borrowings in both year ends and was therefore not geared.

		2015	2014
		Sh	Sh
5	INCOME		
	Transaction levy	251,293,338	258,795,215
	Bond levy Income	12,203,968	20,312,790
	Depository levy	23,854,047	27,319,761
	Postage income	3,495,030	6,956,430
	Registry fees	11,753,363	8,909,320
	Pledges	3,020,290	5,530,364
	Miscellaneous	2,762,390	1,799,736
	Security transfer fees	5,983,696	2,009,958
	SMS Solution fees	85,641	216,480
	Interim statement fees	410,850	369,650
	Withdrawal fees	55,500	10,000
	Management fees	120,000	120,000
		315,038,113	332,349,704

# NOTES TO THE FINANCIAL STATEMENTS (Continued)

		2015	2014
6	OPERATING EXPENSES	Sh	Sh
	Staff costs (note 7)	124,610,800	111,805,323
	Telephone and postage	9,892,506	14,261,465
	Claims	7,072,300	2,238,739
	Rent and related expenses	11,096,263	9,631,950
	Software and equipment maintenance and hire	8,315,465	6,362,370
	Amortisation	1,895,490	1,724,239
	Office stationery	1,498,521	1,058,832
	Insurance	5,212,095	5,328,350
	Travelling	6,981,224	9,000,217
	Depreciation	4,395,897	3,181,835
	Board and committee expenses	16,903,148	9,219,426
	Professional fees	409,422	(41,851)
	Office expenses	177,784	172,747
	Conference expenses	1,739,094	439,916
	Service charge	2,903,082	272,912
	Advertising & Public Education	2,450,339	6,326,866
	Internet services	1,509,797	1,212,079
	Electricity	2,337,502	1,423,068
	Provision for doubtful debts	(4,326,662)	3,543,853
	Licences & fees	2,201,752	1,416,251
	Repairs and renewals	20222-22	2,274,047
	General expenses	7,208,689	3,765,072
	Statutory audit fees	1,219,757	873,700
	Security charges	804,518	847,488
	Publications	623,848	762,932
	Subscriptions and periodicals	658,048	393,327
	Bank charges Donations	498,292	559,123
		142,093	180,130
	Legal Fees Immobilisation costs	917,815	999,443
	Entertainment	466,320 17,249	361,572 19,252
	Consultancy fees	1,540,098	2,988,203
	Loss on exchange	1,253,539	158,919
	Loss on exchange	1,233,339	130,919
		215,553,785	202,761,795
7	STAFF COSTS		
	Salaries and wages	102,913,689	92,872,886
	Medical costs	7,155,585	6,215,101
	Employer provident fund contributions	6,740,682	5,887,135
	Gratuity expenses	1,330,777	1,198,126
	Training costs	2,946,351	4,066,952
	Staff welfare	2,807,678	1,943,654
	Leave pay provision	162,251	(1,070,661)
	Employer NSSF	168,668	315,348
	Recruitment costs	385,119	376,782
		124,610,800	111,805,323
		124,010,000	111,000,020

# NOTES TO THE FINANCIAL STATEMENTS (Continued)

			2015 Sh	2014 Sh
8	O	THER INCOME	511	Dit.
	Int	erest income	37,473,848	25,874,290
9	TA	XATION		
	a)	Taxation charge		
		Current taxation based on chargeable Profit for the year at 30%	41,214,626	51,360,031
		Deferred taxation credit (note 16)	337,051	(1,829,697)
		Taxation expense	41,551,677	49,530,334
	b)	Reconciliation of taxation charge to the expected tax based on accounting profit before taxation		
		Accounting profit before taxation	136,958,176	155,462,199
		Tax at the applicable rate of 30% Tax effect of expenses not deductible for tax	41,087,453 464,224	46,638,660 2,891,674
			41,551,677	49,530,334
	c)	Taxation (recoverable)/payable - group		
		At 1 January Charge for the year Tax paid in the year Translation adjustment	12,262,064 41,214,626 (73,128,750) (15,247)	9,070,466 51,360,031 (48,162,764) (5,669)
			(19,667,307)	12,262,064
		Taxation (recoverable)/payable - company At 1 January Charge for the year Tax paid in the year	12,979,320 40,560,156 (72,430,126)	9,933,660 51,162,315 (48,116,655)
			(18,890,650)	12,979,320

# NOTES TO THE FINANCIAL STATEMENTS (Continued)

#### 10 EQUIPMENT

# Y	THE PLANE	I DES
( v	RO	118

Furniture fittings and office equipment Sh	Computer equipment	Total Sh
23,922,825 1,827,501	30,642,611 2,349,020	54,565,436 4,176,521
25,750,326	32,991,631	58,741,957
25,750,326 304,317 (222,865)	32,991,631 10,465,605	58,741,957 10,769,922 (222,865)
25,831,778	43,457,236	69,289,014
17,603,399 1,966,376 77,666	29,133,762 927,723 (36,412)	46,737,161 2,894,099 41,254
19,720,548	30,239,702	49,960,250
19,720,548 2,129,862 (113,272) 9,393	30,239,702 2,254,932	49,960,250 4,384,794 (113,272) 9,393
21,746,531	32,494,634	54,241,165
4,085,247	10,962,602	15,047,849
6,029,778	2,751,929	8,781,707
	fittings and office equipment Sh 23,922,825 1,827,501 25,750,326 304,317 (222,865) 25,831,778 17,603,399 1,966,376 77,666 19,720,548 2,129,862 (113,272) 9,393 21,746,531	fittings and office equipment Sh Computer equipment Sh

Included in equipment are assets with a cost of Sh 46,099,691 (2014-45,402,499) that are fully depreciated. The normal annual depreciation charge on these assets would have been Sh 11,524,923 ( $2014-Sh\ 10,387,968$ ).

# NOTES TO THE FINANCIAL STATEMENTS (Continued)

#### 10 EQUIPMENT (Continued)

#### **COMPANY**

	Furniture fittings and office equipment Sh	Computer equipment Sh	Total Sh
COST			
At 1 January 2014 Additions	23,603,925 1,827,501	30,591,835 2,349,020	54,195,760 4,176,521
At 31 December 2014	25,431,426	32,940,855	58,372,281
At 1 January 2015 Additions	25,431,426 304,317	32,940,855 10,465,605	58,372,281 10,769,922
At 31 December 2015	25,735,743	43,406,460	69,142,203
DEPRECIATION			
At 1 January 2014 Charge for the year	17,520,399 2,003,109	29,088,419 1,130,769	46,608,818 3,133,878
At 31 December 2014	19,523,508	30,219,188	49,742,696
At 1 January 2015 Charge for the year	19,523,508 2,129,862	30,219,188 2,254,932	49,742,696 4,384,794
At 31 December 2015	21,653,370	32,474,120	54,127,490
NET BOOK VALUE			(100 to 100 to 1
At 31 December 2015	4,082,373	10,932,340	15,014,713
At 31 December 2014	5,907,918	2,721,667	8,629,585

Included in equipment are assets with a cost of Sh 46,099,691 (2014-45,402,499) that are fully depreciated. The normal annual depreciation charge on these assets would have been Sh 11,524,923 (2014-Sh 10,387,968).

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

#### 11 INTANGIBLE ASSETS

NET BOOK VALUE

At 31 December 2015

At 31 December 2014

GROUP			
	Computer and CDS Software	Work in progress	Total
COST	Sh	Sh	Sh
At 1 January 2014	53,492,225	•	53,492,225
Addition	2,993,636		2,993,636
Write off	(380,015)	-	(380,015)
At 31 December 2014	56,105,846		56,105,846
		<del></del>	
At 1 January 2015	56,105,846	21	56,105,846
Addition	2,298,376	89,738,301	92,036,677
At 31 December 2015	58,404,222	89,738,301	148,142,523
AMORTISATION			
At 1 January 2014	50,430,678		50,430,678
Charge for the year	2,018,669	-	2,018,669
Translation adjustment	(999)	=	(999)
At 31 December 2014	52,448,348	-	52,448,348
		-	
At 1 January 2015	52,448,348		52,448,348
Charge for the year	1,895,491	-	1,895,491
Translation adjustment	(2,898)	•	(2,898)
At 31 December 2015	54,340,941	-	54,340,941

4,063,281

3,657,498

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89,738,301

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93,801,582

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3,657,498

# NOTES TO THE FINANCIAL STATEMENTS (Continued)

#### 11 INTANGIBLE ASSETS

|--|

COST	Computer and CDS Software Sh	Work in progress Sh	Total Sh
At 1 January 2014	52,883,799	·=:	52,883,799
Addition	2,993,636	-	2,993,636
Write off	(380,015)		(380,015)
At 31 December 2014	55,497,420	-	55,497,420
200			
At 1 January 2015	55,497,420		55,497,420
Addition	2,298,376	89,738,301	92,036,677
At 31 December 2015	E7 705 706	90 729 201	147 524 007
At 31 December 2013	57,795,796	89,738,301	147,534,097
AMORTISATION			
At 1 January 2014	50,030,949		50,030,949
Charge for the year	1,879,875	•	1,879,875
At 21 December 2014	51 010 824		51.010.024
At 31 December 2014	51,910,824		51,910,824
At 1 January 2015	51,910,824	2	51,910,824
Charge for the year	1,888,076	-	1,888,076
	WAS 22 AND 25 AN		
At 31 December 2015	53,798,900	•	53,798,900
NET BOOK VALUE	,		
At 31 December 2015	3,996,896	89,738,301	93,735,197
At 31 December 2014	3,586,596		3,586,596
		# 10 00 A 000 000 100 0A 100 0	2 18 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1

NOTES TO THE	FINANCIAL	STATEMENTS	(Continued)
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NO	ES TO THE FINANCIAL	STATEMEN	18 (Continu	1	)15	2014
12	INVESTMENT IN SUBSIC	HARIES			Sh	Sh
12	COMPANY	THE				
	CDSC Nominees Limited CDSC Registrars Rwanda L CDSC Registrars Kenya Lin			20,0 141,0 100,0	)43	20,000 141,043 100,000
				261,0		261,043
	Company	Share capital	% Holding	Country of Incorporation	Prin	cipal activity
	CDSC Nominees Limited	20,000	100%	Kenya	nom	ling securities as a inee on behalf of Central ository and Settlement
	CDSC Registrars Rwanda Limited	141,043	100%	Rwanda	Carr	oration Limited y out business as a shares securities registrar
	CDSC Registrars Kenya Limited	100,000	100%	Kenya	Carr	y out business as a shares securities registrar
	The investment in subsidiarie	es is stated at cost.			***	and without the
					15 Sh	2014 Sh
	Set out below is the summari of the subsidiaries.:	sed financial infor	rmation in resp		OIL	OII
	<b>CDSC Registrars Limited</b>					
	Summarised statement of f	inancial position				
	Total liabilities			11,862,0 (16,181,8		10,053,805 (12,635,798)
	Deficit attributable to owners	of the company		(4,319,7		(2,581,993)
	Summarised statement of p and other comprehensive in					
	Revenue Expenses			9,077,5 (10,815,3		6,655,694 (5,453,416)
	(Loss)/profit for the year			(1,737,79		1,202,278
	Summarised statement of ca	ish flows				
	Net cash generated from oper			474,85	51	812,007
	Net increase in cash and cash	equivalents		474,85		812,007
	Cash and cash equivalents at			2,544,76		1,732,755
	Cash and cash equivalents at	end of year		3,019,6		2,544,762

# NOTES TO THE FINANCIAL STATEMENTS (Continued)

#### 12 INVESTMENT IN SUBSIDIARIES

13

COMPANY (continued)		
	2015 Sh	2014 Sh
CDSC Registrars Limited Rwanda		
Summarised statement of financial position		
Total assets Total liabilities	24,874,333 (13,373,394)	22,476,964 (11,716,163)
Surplus attributable to owners of the company	11,500,939	10,760,801
Summarised statement of profit or loss and other comprehensive income		
Revenue Expenses	2,676,832 (1,646,180)	2,304,626 (1,802,327)
Profit for the year	1,030,652	502,298
Summarised statement of cash flows		
Net cash generated from operating activities Net cash from investing activities Cash and cash equivalents at beginning of year	1,508,723 24,759 12,935,480	568,054 12,367,426
Cash and cash equivalents at end of year	14,468,962	12,935,480
FIXED DEPOSITS		
GROUP & COMPANY  Held to maturity-maturing within 120 days:		
CBA Fixed Deposit at 11% (2014 - 10.5%) Chase Bank Ltd at 16% (2014 - 11.5%) Equatorial Bank at 11.5% NIC Bank at 10% Consolidated Bank at 12% Co-operative Bank at 19%	25,613,717 190,535,196 4,301 68,574 63,290,881	95,229,289 61,762,116 29,551,438 31,795,198 74,754,001
	279,512,670	293,092,042

### NOTES TO THE FINANCIAL STATEMENTS (Continued)

		2015 Sh	2014 Sh
14	RECEIVABLES	Sii	SII
	GROUP		
	Bond levy debtors	903,630	3,714,384
	Registry fees receivable	9,598,951	8,658,298
	Transaction levy fees receivable	18,333,366	44,572,610
	Net depository levy receivable	8,121,197	4,775,637
	Management fees	310,000	190,000
	Others	1,596,452	-
	Provision for bad debts	(6,264,551)	(9,448,488)
	Total trade receivables	32,599,045	52,462,441
	Total trade receivables	32,399,043	32,402,441
	Prepayments	6,118,905	10,660,745
	Other receivables	3,845,286	1,738,795
	3462 10001040	5,075,200	1,750,775
		42,563,236	64,861,981
	COMPANY		
	Trade receivables	29,629,129	53,252,631
	Prepayments	5,007,921	10,004,402
	Other receivables	3,814,628	1,709,325
	Provision for bad debts	(5,412,431)	(8,099,275)
	TO VISION FOR OUR GOODS	(0,112,131)	(0,077,275)
		33,039,246	56,867,083
15	SHARE CAPITAL		
	Authorised share capital		
	2,000,000 shares of Sh 100 each	200,000,000	200,000,000
	Issued and fully paid		
	1,750,000 shares of Sh 100 each	175,000,000	175,000,000

#### 16 DEFERRED INCOME TAXES

#### GROUP

Deferred income taxes are calculated on all temporary differences under the liability method using the enacted rate of 30%. The net deferred tax asset is attributable to the following items:

	2015	2014
	Sh	Sh
Accumulated tax losses	1,880,877	1,151,766
Excess depreciation over capital allowance	3,788,973	4,491,557
General bad debt provision	1,623,738	2,429,792
Leave pay provision	277,874	229,198
Gratuity provision	870,471	471,238
	8,441,933	8,773,551

NO	TES TO THE FINANCIAL STATEMENTS (Continued)		
		2015	2014
16	DEFERRED INCOME TAXES (Continued)	Sh	Sh
10			
	GROUP (Continued)		
	Movement in net deferred tax asset is as follows:		
	At 1 January	8,773,551	6,941,556
	Deferred tax credit to the income statement (note 9(a)) Translation adjustment	(337,051)	1,829,697
	rrausiation adjustment	5,433	2,298
	At 31 December	8,441,933	8,773,551
	COMPANY		
	Deferred income taxes are calculated on all temporary differences	under the liability	method using th
	enacted rate of 30%. The net deferred tax asset is attributable to the	e following items:	
		2015	2014
		Sh	Sh
	Excess depreciation over capital allowances	3,598,934	4,080,190
	Leave pay provision	269,221	229,198
	General bad debt provision	1,623,738	2,429,792
	Gratuity provision	870,471	471,238
		6,362,364	7,210,418
	Movement in net deferred tax asset is as follows:		
	At 1 January	7,210,418	5,219,238
	Deferred tax (charge)/credit to the income statement	(848,054)	1,303,010
	Prior year deferred tax under provision	***	688,170
	At 31 December	6,362,364	7,210,418
7	PAYABLES		
	GROUP		
	Trade and other payables	47,443,296	12,324,682
	Accrued expenses	1,786,654	2,219,346
	Leave pay provision Provision for gratuity	926,245 2,901,569	763,994 1,570,792
	Bonus Provision	11,620,000	9,800,000
	Dividends payable	150,000	7,085,000
	£-3,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
		64,827,764	33,763,814
	3220 200 200		
	COMPANY Trade and other payables	41,878,639	8,211,039
	Accrued expenses	1,616,441	2,219,346
	Leave pay provision	897,404	763,994
	Provision for gratuity	2,901,569	1,570,792
	Bonus Provision	11,620,000	9,800,000
	Dividends payable	150,000	7,085,000
		59,064,053	29,650,171
		, , , , , , , , , , , , , , , , , , , ,	

# NOTES TO THE FINANCIAL STATEMENTS (Continued)

#### 18 RELATED PARTIES

The group transacts with other companies related to it by virtue of shareholding.

During the year, the following transactions were entered into with related parties:

			GROUP		COMPANY
		2015	2014	2015	2014
		Sh	Sh	Sh	Sh
(a)	Due to related parties				
	CDSC Nominees Limited	9	12.	20,000	20,000
	CDSC Guarantee Fund	100,764,036	9.1	100,764,036	
	CDSC Registrars Kenya			469,563	199,563
	CDSC Registrars Rwanda	7	*	6,635,400	6,653,975
			-		O NY O NY O
		100,764,036		107,888,999	6,873,538
(b)	Due from related parties				
	CDSC Registrars Kenya	-	=	14,528,339	11,734,332
	CDSC Registrars Rwanda	*.	-	9,232,683	8,866,174
	Due from NSE	1,402,416	431,169	1,402,416	431,169
	Due from CMA	712,480	28,842	712,480	28,842
	Due from Guarantee Fund	15,205,767	2,556,723	15,205,767	2,556,723
				•	-
		17,320,663	3,016,734	41,081,685	23,617,240

### (c) Key Management Compensation

The remuneration of directors and other members of key management during the year were as follows:

2015

2014

#### GROUP AND COMPANY

	Sh	Sh
Salaries and other benefits	62,804,894	61,332,231
Directors' remuneration		
Fees for services as directors	13,683,128	8,028,810

# CENTRAL DEPOSITORY AND SETTLEMENT CORPORATION LIMITED NOTES TO THE FINANCIAL STATEMENTS (Continued)

		2015 Sh	2014 Sh
NOTI	ES TO THE STATEMENT OF CASH FLOWS	Sn	Sn
(a)	Reconciliation of operating profit to cash generated from operations		
	Profit before taxation	136,958,176	155,462,199
	Adjustments:		
	Interest income	(37,473,848)	(25,874,290)
	Depreciation	4,384,794	3,181,835
	Amortisation	1,895,491	2,018,669
	Asset write offs	ia)	380,015
	Loss on dispoal of equipment	84,834	*
	Working capital changes:		
	Decrease/(increase) in receivables	22,298,745	(32,563,358)
	Increase in payables	31,063,950	10,348,634
	Increase in deferred revenue	5,340,569	
	Movement in related party balances	86,460,106	(1,718,167))
	Net cash generated from operations	251,012,817	111,235,537
(b)	Analysis of cash and cash equivalents		
	Bank and Cash balances	142,145,336	30,731,172
	Fixed deposits	279,512,670	293,092,042
		421,658,006	323,823,214

For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand and deposits maturing within 90 days, held with banks.

#### 20 PROFIT FOR THE YEAR

19

A profit for the year of Sh 96,257,113 (2014 – Sh 104,586,487) has been dealt with in the books of the company, Central Depository and Settlement Corporation Limited.

		2015	2014
21	OPERATING LEASE COMMITMENTS	Sh	Sh
	GROUP AND COMPANY		
	Amounts payable under operating leases in respect of property rental (group offices)		
	Within one year	7,885,440	4,152,795
	Between one and two years	16,973,400	16,165,152
		24,858,840	20.317.947
		24,030,040	20,517,547

# NOTES TO THE FINANCIAL STATEMENTS (Continued)

### 22 CONTINGENT LIABILITIES - GROUP AND COMPANY

The group and the company had no contingent liabilities as at 31 December 2015 (2014-Nil).

2015

2014

Sh

Sh

#### 23 CAPITAL COMMITMENTS - GROUP AND COMPANY

Authorised but not contracted for

195,303,792

159,968,717

#### 24 INCORPORATION

The company is incorporated and domiciled in Kenya under the Companies Act.

#### 25 CURRENCY

The financial statements are presented in Kenya Shillings (Sh).

# CENTRAL DEPOSITORY AND SETTLEMENT CORPORATION LIMITED COMPANY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	2015 Sh	2014 Sh
INCOME (Appendix II)	303,283,750	323,389,384
OPERATING EXPENSES (Appendix III)	(203,092,275)	(195,506,052)
OPERATING PROFIT	100,191,475	127,883,332
NET FINANCE INCOME	37,473,848	25,874,290
PROFIT BEFORE TAXATION	137,665,323	153,757,622
TAXATION CHARGE	(41,408,210)	(49,171,135)
PROFIT FOR THE YEAR	96,257,113	104,586,487
PROFIT FOR THE YEAR AND TOTAL COMPREHENSIVE INCOME	96,257,113	104,586,487

### COMPANY STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

	2015	2014
INCOME	Sh	Sh
INCOME		
Transaction levy	251,293,338	258,795,215
Bond levy Income	12,203,968	20,312,790
Depository levy	23,854,047	27,319,761
Postage income	3,495,030	6,956,430
Miscellaneous	2,761,390	1,799,736
Pledges	3,020,290	5,529,364
Security transfer fees	5,983,696	1,959,958
SMS Solution fees	85,641	216,480
Interim statement fees	410,850	369,650
Withdrawal fees	55,500	10,000
Management fees	120,000	120,000
	303,283,750	323,389,384

#### COMPANY STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

	2015 Sh	2014 Sh
	Sii	50
OPERATING EXPENSES		
Staff costs	117,620,090	107,225,098
Telephone and postage	8,310,532	13,796,696
Rent and related expenses	10,858,041	9,402,324
Software and equipment maintenance and hire	8,298,065	6,350,787
Amortisation	1,888,075	1,585,445
Office stationery	703,340	762,452
Travelling	6,849,474	8,685,660
Insurance	5,212,095	5,328,350
Board and committee expenses	16,622,516	9,156,426
Office expenses	177,784	172,747
Depreciation	4,384,793	3,133,878
Claims and penalties	(50,319)	2,154,189
Conference expenses	1,739,094	439,916
Service charge	2,903,082	211,697
Professional fees	333,558	(76,651)
Advertising & Public Education	2,012,573	6,247,151
Internet services	1,487,520	1,193,160
Bad Debts	(3,829,569)	4,028,694
Licences & fees	929,408	667,645
Repairs and renewals		2,274,047
Electricity	2,337,502	1,423,068
Legal fees	912,280	732,649
Immobilisation costs	466,320	361,572
Bank charges	475,806	536,212
Statutory audit fees	981,095	1,246,872
Publications	623,848	762,932
General expenses	6,519,651	3,115,717
Security charges	804,518	847,488
Subscriptions and periodicals	658,048	393,327
Entertainment	17,249	19,252
Donations	142,093	180,130
Loss on exchange	1,163,615	158,919
Consultancy fees	1,540,098	2,988,203
	203,092,275	195,506,052