

THE AFRICAN ELECTROTECHNICAL STANDARDISATION COMMISSION (AFSEC)
(Association not for gain)

ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009

Harris Dowden & Fontaine
Chartered Accountants (S.A.)
Registered Auditors
Issued 8 February 2010

THE AFRICAN ELECTROTECHNICAL STANDARDISATION COMMISSION (AFSEC)
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FOR THE YEAR ENDED 31 DECEMBER 2009

The reports and statements set out below comprise the annual financial statements presented to the secretary:

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Approval and statement of responsibility

The financial statements which appear on pages 3 to 5 are the responsibility of the secretary.

The secretary is responsible for selecting and adopting sound accounting practices, for maintaining an adequate and affective system of accounting records, for the safe guarding of assets and for developing and maintaining a system of internal control that, among other things, will ensure the preparation of financial statements that will achieve fair presentation.

The secretary, after conducting appropriate procedures, is satisfied that the association will be a going concern for the foreseeable future and have continued to adopt the going concerned basis in preparing the financial statements.

Financial statements were approved by the secretary on 8 February 2010 and are signed by him.

Secretary

REPORT OF THE INDEPENDENT AUDITORS TO

THE AFRICAN ELECTROTECHNICAL STANDARDISATION COMMISSION (AFSEC)
(Association not for gain)

We have audited the annual financial statements of The African Electrotechnical Standardisation Commission (AFSEC), which comprise the balance sheet as at 31 December 2009 and the income statement for the year then ended.

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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the association's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the council, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have is sufficient and appropriate to provide a basis for our audit.

Emphasis of matter

In common with similar organisations certain income cannot be verified prior to being recorded in the books. While we have no reason to believe that there has been any unrecorded income, we are unable to express a definite opinion in this regard.

Audit Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the association as of 31 December 2009, and of its financial performance for the year then ended in accordance with the appropriate accounting bases in note 1.



HARRIS DOWDEN & FONTAINE

Chartered Accountants (S A)

Registered Auditors

Per: RT Harris

SANDTON

8 February 2010

THE AFRICAN ELECTROTECHNICAL STANDARDISATION COMMISSION (AFSEC)
 (Association not for gain)

BALANCE SHEET
AS AT 31 DECEMBER 2009

	Notes	2009 R	2008 R
ASSETS			
Current assets			
Cash - AFREC	2	5,411	57,767
Cash and cash equivalents		615,142	130,344
Total Assets		<u>620,553</u>	<u>188,111</u>
EQUITY AND LIABILITIES			
Equity			
Retained earnings		602,439	183,111
Current liabilities			
Trade and other payables	3	18,114	5,000
Total equity and liabilities		<u>620,553</u>	<u>188,111</u>

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INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2009

	Notes	2009 R	2008 R
INCOME			
Foreign currency variance		-	11,834
Interest received		6,185	2,502
Membership fees received		49,778	176,889
Sponsorship		568,704	51,018
Total income		<u>624,667</u>	<u>242,243</u>
EXPENDITURE			
Associated management company		41,040	17,100
Auditors remuneration		5,000	5,000
Bank charges		1,670	337
Foreign currency variance		11,401	-
Printing and translations		11,550	9,532
Travel and accommodation		134,478	27,163
Web support		200	-
Total Expenditure		<u>205,339</u>	<u>59,132</u>
Profit for the year		419,328	183,111
Accumulated profit at beginning of year		183,111	-
Accumulated profit at end of year		<u><u>602,439</u></u>	<u><u>183,111</u></u>

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NOTES TO THE ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2009

1 Basis of preparation

The financial statement are prepared in accordance with South African Statements of Generally Accepted Accounting Practice. The financial statements are prepared under the historical cost convention on a basis consistent with the previous year.

1.1 Revenue recognition

All income except for interest received is recognised on a cash received basis. Interest is recognised on an accruals basis.

	2009 R	2008 R
2 Cash - AFREC		
This is cash held on behalf of the African Energy Commission and consists of:		
Balance 1 January 2009 (\$6100 @ R9.47)	57,767	-
Amounts received (\$45.43 @ R10.17)	<u>462</u>	<u>51,018</u>
	58,229	51,018
Less accounts paid on behalf (\$5435.34 @ R7.62)	(41,417)	(5,085)
Foreign currency variance	<u>(11,401)</u>	<u>11,834</u>
Balance 31 December 2009 (\$710.09 @ R7.62)	<u><u>5,411</u></u>	<u><u>57,767</u></u>
3 Trade and other payables		
Harris, Dowden & Fontaine	5,000	5,000
Mr Koutou - Travel costs	<u>13,114</u>	-
	<u><u>18,114</u></u>	<u><u>5,000</u></u>
4 Taxation		

No taxation is provided, as the association is registered as not for gain and are therefore not liable for taxation as per Section 10 of the Income Tax Act.