



Box 58581
Code-00200
Nairobi

Lontels Sacco

16th MEMBERS ANNUAL GENERAL MEETING – 25/04/2015

TIME	ACTIVITY	BY WHOM
10.00 – 11.00hrs	Arrival of members + invited guests	
11.00 – 12.00hrs	Tea+Cookies	
12.00 – 13.00hrs	Lontels Partners Presentation	Phyllis Kiarie
13.00 – 14.00hrs	Buffet Lunch	Marble Arch Hotel
14.00 – 14.30hrs	Prayers + Introductions	Arthur Bonde
14.30 – 15.00hrs	Invited Guests Speeches	Guests
15.00 – 15.30hrs	As per Agenda	Bonde/Kuria
15.30 – 17.30hrs	Raffle Draw	Rioba/Pauline
17.30 – 17.45hrs	Vote of Thanks	Raphael Mwangi

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**NOTICE IS HEREBY GIVEN THAT AN ANNUAL GENERAL MEETING OF
THE MEMBERS WILL BE HELD ON SATURDAY 25th APRIL 2015 AT
MARBLE ARCH HOTEL AT 10.00 AM**

AGENDA:

1. Confirmation of minutes of previous AGM.
2. Chairman's Report.
3. Reading the Accounts for the year ended 31 December 2014
4. Presentation of the Budget.
5. Other Committee Reports.
6. PCO,s Report.
7. Election of new officials.
8. Appointment of Auditors.
9. Other Resolutions.
10. Any other Business.

Be punctual to enable us move together.

R.K. MWANGI
SECRETARY

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MINUTES OF THE ANNUAL GENERAL MEETING HELD ON 26 APRIL 2014 AT PEARL PALACE HOTEL-NAIROBI, 10:00AM

Present

Central Management Committee:

Arthur Bonde	Chairman
Peter Rioba	Vice Chairman
Raphael Mwangi	Secretary
Lella Omar	Treasurer
Sospeter Mungai	Member
Kenneth Mvashigadi	Member
Onesmus Kihara	Member
Elijah Aberi	Member
Chege Kuria	District Co-operative Officer.
Arnold Munene	KUSCCO
Carol Nkatha	KUSCCO
Jackson Mwangi	Mugo-Mungai & Co. CPA
John Gatobu	Co-operative Insurance Company

Members: As per list – Appendix A

1. Agenda

1. Chairman's opening remarks
2. Confirmation of minutes of previous AGM
3. Chairman's Report
4. Reading of the Audited accounts for the year ended 31st December 2013
5. Presentation of Budget
6. Other Committees Reports
7. Address by PCO representative

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8. Elections of officials
9. Appointment of Auditors
10. Other resolutions
11. AOB

The meeting started at 3:30 pm with a word of prayer from Nancy Cherutich

2. Constitution of Meeting

The Notice convening the meeting was read and it was noted that the meeting was duly convened and that the full notice required had been given. It was also noted that a quorum was present at the meeting.

3. AGM 14/15/01: CONFIRMATION OF MINUTES OF PREVIOUS MEETING

The minutes of the Annual General Meeting of the Society held on 27th April, 2013 were read to the meeting by the Secretary Raphael Mwangi. Adoption of the minutes was proposed and seconded by John Kamau and Godfrey Ngichiri

Matters arising:

- Linda Hinga pointed out omission of Francis Oduor's name as Housing Co-operative Board Member in the minutes. Correction adopted
- Chairman explained to membership the cause of delay in registering Housing Co-operative. Chairman reminded members that the purpose of Housing Co-operative was to serve as an investment vehicle but after consultations with ministry officials it was realized that investment objective will not be realized instead more financial burden will be placed on membership since the Housing Co-operative required separate contributions as part of key administrative requirement. Going forward, chairman advised membership of our new partnership with Optiven Ltd who will play the investment role but on individual member capacity

4. AGM 14/15/02: CHAIRMAN'S REPORT

A copy of the chairman's report is attached to these minutes and marked "AGM DOCUMENT 01.1.1" Adoption of the report was proposed by Nicholas Wambugu and seconded by Stephen Mweu

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5. **AGM 14/15/03: ACCOUNTS FOR THE YEAR ENDED 31.12.2013**
The chairman welcomed Jackson Mwangi from Mugo-Mungai & Co. Jackson presented the financial statements for the year ended 31st December 2013 to the meeting.
Adoption of the accounts was proposed by Linda Hinga and seconded by George Kamau. Questions raised by members were answered by the Auditors and Lei'a Omar the sacco treasurer.
6. **AGM 14/15/04: BUDGET FOR YEAR 2015**
The budget which had been distributed to the members was read by Leila. She explained various questions raised by members to their satisfaction.
Adoption of the budget was proposed by Francis Oduor and seconded by Christopher Misonye
7. **AGM 14/15/05: SUPERVISORY COMMITTEE REPORT**
Nicholas Wambugi presented the report from the Supervisory Committee; he reassured the members that the affairs of the Sacco had been run well and diligently. Loans were disbursed according to the Sacco policies. He further commended the Credit Committee for their good work. Cash transactions were done well and the budget was according to the proposal.
Adoption of this report was proposed and seconded by Elektiah Amukubi and Ejidjo Mugo
8. **AGM 14/15/06: PCO'S REPORT FROM THE MINISTRY OF CO-OPERATIVE**
Mr Kuria from the ministry sensitized membership on the importance of continually updating next of kin information. He also advised the current office-bearers to be more focused on core objective of the sacco which is savings and lending
9. **PRESENTATION BY CIC OFFICIAL**
J Gatibu from Cooperative Insurance Company of Kenya (CIC) informed members of the various products that CIC has to offer to individual members and the Society.
10. **PRESENTATION BY KUSCCO OFFICIAL**

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Mr Arnold Munene and Carol Nkatha both representing KUSCCO Ltd informed members of the various products that Kuscco has to offer to individual members and the Society.

11. **AGM/14/15/07: ELECTIONS**

The elections were presided by Chege Kuria, District Co-operative Officer Mr Kuria informed the meeting that Arthur Bondo, Peter Rioba and Raphael Mwangi were the retiring officials but eligible for re-election. Members informed Mr Kuria their wish for the retiring officials to continue in office.

Member	Proposed By	Seconded by	Votes
Arthur Bondo	Charles Kariuki	Peter Osoro	n/a
Peter Rioba	Joseph Mathenge	John Kamau	n/a
Raphael Mwangi	Francis Malonza	Judy Mukiri	n/a

12. **AGM/14/15/08: APPOINTMENT OF SACCO AUDITORS**

Members approved the re-appointment of MUGO MUNGAI CERTIFIED ACCOUNTANTS as the Sacco auditors.
Adoption of this appointment was proposed and seconded by Betty Kinoti and Irene Kyonda

13. **AGM/14/15/09: RESOLUTIONS**

- Rebates - IT WAS RESOLVED to pay members rebates as provided in the financial statements. Members unanimously agreed to be paid via bank transfer. Proposed and seconded by Ken Juma and George Kamau
- IT WAS RESOLVED to increase Borrowing power to Kshs. 2,000,000.00 Proposed and seconded by Nicholas Wambugi and Francis Oduor
- IT WAS RESOLVED to pay Honoraria to officials as provided for in the Financial Statements. Proposed by Mildred Shivachi and seconded by Linda Hinga

14. **AGM 14/15/10: AOB**

AWARDS; the following members were presented with prizes

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Mr Arnold Muneke and Carol Nkatha both representing KUSCCO Ltd informed members of the various products that Kuscco has to offer to individual members and the Society.

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Top Saver	Category A	Category B
Top Saver	Samuel Maina Ngunya	Peter Wamugunda
1 st Runner up	Joseph Kilai	Alice N Njoroge
2 nd Runner up	Joy Karui Muriungi	David Mwai Kibichio
Best customer - development loans	Victoria Kalyeke	Mildred Shivachi
Best customer	Leila Omar	Nicholas Muasya
1 st Runner up	Raphael Mwangi	Regina M Kamolo
2 nd Runner up		
Marketer		
Best marketer	Kenneth F Juma	
Best marketer	Miriam W Kinyanjui	
Best marketer	Christopher Musonyo	
Exemplary service to Lontels	Elijah Aberi	
Exemplary service to Lontels	Ibrahim Mukoko	
Exemplary service to Lontels	Onesmus Kihara	
Exemplary service to Lontels	Godfrey Ndirangu	
Best development partner	CIC Ltd	

Raphael gave a vote of thanks

There being no further business the meeting closed at 6.50 pm after a word of prayer by Nicholas Wambugi

Chairman [Signature] Date 1-5-2014

Secretary [Signature] Date 01-05-2014

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Chairman's
Year Ended
2014

Lontels Sacco

Report For
December

Date:

2015; 16th Members AGM

25th April

Dear Valued Members,

We have had another successful year by achieving growth in all the key areas despite the serious challenges facing tourism industry. Our sacco membership is drawn from this industry hence we have also felt the impact. Key statistical information is as highlighted below:-

Statistics	Year 2014	Year 2013	% Var
Membership Nos	249	244	2
Loans disbursed	68.5m	48.7m	41
Revenues	6.8m	5.1m	33
Expenses	1.5m	1.3m	15
Rebates proposed	9%	10%	-1
Share capital dividend	10%	10%	0

Loan Repayments

As earlier mentioned, the downturn in tourism industry affected members loan repayment capabilities which in turn also affected our cashflows. To correct this situation management committee suspended loan top-up and instead introduced additional loan products to ensure continuous loan repayment for all loan products. We assure members that committee will remain proactive in members loan needs as our cashflows improve.

Loan Products

1/ We have with immediate effect introduced Tujivinjari-2 Loan. Maximum loan amount will be ksh 10,000, 6mths repayment period and 10% interest.

2/ We will still continue to hold our lending rate at the competitive rate of 12% pa on reducing balance for development loans

Members Savings

We encourage all members where possible to grow their savings as this will enable them get higher loan amounts while at the same time providing the society with the much needed cashflows.

Conclusion

I thank our members for the support and steadfast loyalty to the society; from our humble beginnings the society is now among the giants in the industry. I also thank my fellow CMC members for their selfless effort and involvement in the day to day running of our society affairs.

Thank you,

Arthur Bonde
Chairman

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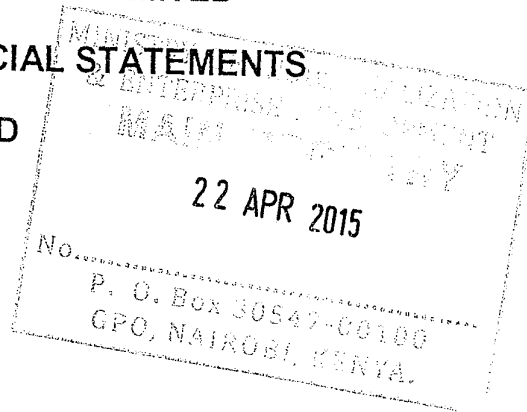
CS/7062

LONTELS SACCO SOCIETY LIMITED

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER, 2014



MUGO-MUNGAI & CO.

Certified Public Accountants

Auditors, Tax & Financial Advisors

CS/ 7062

LONTELS SACCO SOCIETY LIMITED

AUDITED ACCOUNTS

AND

FINANCIAL REPORTS

FOR THE YEAR ENDED

31ST DECEMBER 2014

**CS/ 7062: LONTELS SACCO SOCIETY LIMITED
FOR THE YEAR ENDED 31 DECEMBER 2014
ANNUAL REPORT AND FINANCIAL STATEMENTS**

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**CS/7062: LONTELS SACCO SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2014**

SOCIETY INFORMATION

MANAGEMENT COMMITTEE

A.Bonde	-	Chairman
P.Rioba	-	Vice - Chairman
R.Mwangi	-	Hon. Secretary
L.Omar	-	Hon.Treasurer
S.Mungai	-	Member
E.Aberi	-	Member
P.Ibeere	-	Member
K.Mwashighadi	-	Member
Onesmus Kihara	-	Member

SUPERVISORY COMMITTEE MEMBERS:

Hamza Mohamed	-	Chairman
Felishina Mukuhi	-	Secretary
Nicholas Wambugu		

REGISTERED OFFICE :

THE NORFOLK HOTEL
PO.BOX 58581-00200,
NAIROBI.

AUDITORS:

MUGO- MUNGAI & CO.
CERTIFIED PUBLIC ACCOUNTANTS (K.),
UTALII HOUSE,
P.O BOX 42844-00100
NAIROBI.

PRINCIPAL BANKERS;

CO-OPERATIVE BANK OF KENYA, .
UNIVERSITY WAY BRANCH
NAIROBI

**CS/ 7062: LONTELS SACCO SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

STATISTICAL INFORMATION

	2014	2013
Membership No. -Active	249	244
-Dormant	11	-
	<u>260</u>	<u>244</u>

FINANCIAL:-

Total Assets	69,496,740	57,131,036
Members Deposits	54,541,582	45,721,248
Loan and advances to members	68,550,308	48,787,037
Investments	123,725	126,987
Share Capital	8,489,200	6,358,750
Total Interest Income	6,885,661	5,149,613

KEY RATIOS:-

Liquidity Ratio:-

Liquid Assets/current liabilities	13%	13%
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**CS/ 7062: LONTELS SACCO SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

REPORT OF THE MANAGEMENT

The Management have the pleasure to present its report and audited financial Statements for the year ended 31 December 2014.

PRINCIPAL ACTIVITY

The society continued with its principal activity of receiving savings from, and giving loans to its members at an interest rate of 1% per month on reducing balance

MANAGEMENT COMMITTEE

The Management Committee during the close of the period are shown on page 1.

INDEPENDENT AUDITORS

Mugo-Mungai & Co. Certified Public Accountants(K) were appointed in office and have expressed willingness to continue in office subject to the members approval at the Annual General Meeting.

BY ORDER OF MANAGEMENT COMMITTEE

SECRETARY

DATE  20TH APRIL 2015

CS/ 7062: LONTELS SACCO SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

STATEMENT OF THE RESPONSIBILITIES

The Co-operative Societies requires the Management Committee to prepare accounts of each financial period which give a true and fair view of the affairs of the Society at the end of the financial period and its operating results for that year in accordance with IFRS. It also requires the Management to ensure that the Society keep proper accounting records which disclose with reasonable accuracy at any time the financial position of the Society. They are also responsible for safeguarding the assets of the Society and ensuring that the business has been conducted in accordance to its objectives, by-laws and any other resolution made at the societies general meeting.

The Management 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 Co-operative Societies Act. The Management are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the society and of its operating results. The Management 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 control.

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

Approved by the Management Committee on.....2015 and signed on its behalf

Chairman.....
[Signature]

Treasurer.....
[Signature]

Secretary.....
[Signature]

Member.....
[Signature]

Date.....20 April.....2015



MUGO-MUNGAI & CO.

Certified Public Accountants

Auditors, Tax & Financial Advisors

REPORT OF THE INDEPENDENT AUDITOR

We have audited the accompanying financial statements of Lontels Sacco Society Ltd set out on page 6 to 13 which comprises of statement of financial position as at 31 December 2014, statement of comprehensive income, statement of changes in equity and the cash flow statement for the year then ended, and the summary of significant accounting policies and other explanatory notes.

The Management Committee Responsibility for the Financial Statements

The management are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and the requirement of the Kenya Saccos Societies Act. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement.

AUDITORS RESPONSIBILITY

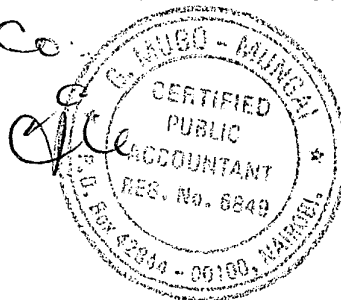
Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standard on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance on whether the financial statements are free from material misstatements. An audit involves performing procedures to obtain reasonable evidence about the amounts and disclosures in the financial statements. The procedures selected depend on auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making the risk assessment, the auditor considers internal control relevant to the entity's 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 Society's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the management committee, as well as evaluating the overall presentation of the financial statements. We believe that the evidence we have obtained is sufficient and appropriate to provide a basis for audit opinion.

Opinion

In our opinion the accompanying financial statements give a true and fair view of the state of financial affairs of the Society as at 31 December 2014 and of its cash flows for the year then ended in accordance with International Financial Reporting Standard and the requirements of the Kenyan Co-operative Societies Act.

Mugo Mungai + Co.
MUGO MUNGAI & CO
CERTIFIED PUBLIC ACCOUNTANTS

Date 20 April 2015



**CS/ 7062 LONTELS SACCO SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

INCOME STATEMENT

	NOTES	2014 KShs	2013 KShs
REVENUE			
Interest from members loans		6,854,377	5,058,763
Other Interest Income		31,284	90,850
Total Interest Income		<u>6,885,661</u>	<u>5,149,613</u>
Interest Expense on Members Deposit		(5,300,000)	(3,700,000)
Net Interest Income		<u>1,585,661</u>	<u>1,449,613</u>
EXPENDITURE			
Administrative Expenses	9	1,457,073	1,333,129
Other Operating Expenses		65,570	47,910
Total expenses		<u>1,522,643</u>	<u>1,381,039</u>
Net Operating Surplus Before Tax		<u>63,018</u>	<u>68,574</u>
Income Tax Expense		(221)	(221)
Net Surplus for the year		<u>62,797</u>	<u>68,353</u>
20% transfer to Statutory Reserve		(12,559)	(13,671)
Surplus for the period available for distribution		<u><u>50,238</u></u>	<u><u>54,682</u></u>

CS/ 7062: LONTELS SACCO SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

STATEMENT OF THE FINANCIAL POSITION
AS AT 31 DECEMBER 2014

	NOTES	2014 KShs	2013 KShs
ASSETS			
Computers	1	73,975	146,808
Cash and Cash equivalent	2	506,692	4,672,498
Debtors and Receivables	3	242,040	3,397,706
Loan to members	4	68,550,308	48,787,037
Financial Investments	5	123,725	126,987
TOTAL ASSETS		69,496,740	57,131,036
LIABILITIES			
Members Deposits	6	54,541,582	45,721,248
Creditors ,Accruals and Provisions	7	370,361	387,674
Proposed Interest on Members Deposits		5,058,284	3,707,069
Corporation Tax		3,514	3,293
Proposed Honoraria		249,980	249,980
TOTAL LIABILITIES		60,223,721	50,069,264
SHAREHOLDERS' FUNDS			
Share Capital		8,489,200	6,358,750
Statutory Reserve Fund		188,470	175,911
Entrance Fees	8	149,600	131,600
Appropriation Account		445,749	395,511
		<u>9,273,019</u>	<u>7,061,772</u>
Total Liabilities and Shareholders fund		69,496,740	57,131,036

CS/ 7062: LONTELS SACCO SOCIETY LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014

	SHARE CAPITAL	ENTRANCE FEE	STATUTORY RESERVE	APPROPRIATION ACCOUNT	TOTAL
YEAR ENDED 31.12.2014	Kshs	Kshs	Kshs	Kshs	Kshs
Balance as at 1.01.2014	6,358,750	131,600	175,911	395,511	7,061,772
Issues of shares	2,130,450				2,130,450
Additions		18,000			18,000
Prior year adjustments					-
Surplus(Deficit) for the year			12,559	50,238	62,797
Balance as at 31.12.2014	8,489,200	149,600	188,470	445,749	9,273,019

YEAR ENDED 31.12.2014	Kshs	Kshs	Kshs	Kshs	Kshs
Balance as at 1.01.2014	4,286,900	106,100	162,240	340,829	4,896,069
Issues of shares	2,071,850				2,071,850
Additions		25,500			25,500
Prior year adjustments					-
Surplus(Deficit) for the year			13,671	54,682	68,353
Balance as at 31.12.2014	6,358,750	131,600	175,911	395,511	7,061,772

**CS/7062:LONTELS SACCO SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

CASH FLOW STATEMENT

	2014	2013
	KShs	KShs
Cash flows from operating activities		
Interest receipts	6,885,661	5,149,613
Interest payments	(5,300,000)	(3,700,000)
Payments to employees and suppliers	(1,449,810)	(1,196,439)
	<u>135,851</u>	<u>253,174</u>
Increase/ decrease in operating assets		
Loans to members	(19,763,271)	(9,037,933)
Trade and other receivables	3,155,666	(2,777,376)
	5,300,000	3,700,000
	240,000	240,000
Short term investments	3,263	3,263
	<u>(11,064,342)</u>	<u>(7,872,046)</u>
Increase/ decrease in operating liabilities		
Deposits from members	8,820,334	10,852,643
Trade and accrued expenses	(17,313)	(18,330)
Honoraries paid	(240,000)	(120,000)
	<u>8,563,021</u>	<u>10,714,313</u>
Net cash from operating activities	<u>(2,365,470)</u>	<u>3,095,441</u>
Cash flows from investing activities		
Purchase of computers	-	(218,500)
Rebates to members	(3,948,786)	(3,063,386)
Net cashflow from Investing Activities	<u>(3,948,786)</u>	<u>(3,281,886)</u>
Cash flows from financing activities		
Entrance fees	18,000	25,500
Sharecapital	2,130,450	2,071,850
	<u>2,148,450</u>	<u>2,097,350</u>
Net Increase /(Decrease) in cash and cash equivalents	(4,165,806)	1,910,905
Cash and cash equivalent at the beginning of the year	4,672,498	2,761,593
Cash and cash equivalent at the end of the year	<u>506,692</u>	<u>4,672,498</u>

**CS/ 7062: LONTELS SACCO SOCIETY LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

NOTES TO THE FINANCIAL STATEMENTS

1 ACCOUNTING POLICIES:

The principal accounting policies adopted in the preparation of these financial statements are set out below

a) Basis of Accounting

The financial statements are prepared on going concern basis and in accordance and compliance with Financial International Reporting Standards (IFRSs) . The financial statements are presented in the functional currency, Kenya Shillings (Kshs) and prepared under historical costs conventional.

b) Revenue Recognition

Interest on loans to members is computed at 1% per month on reducing balance basis. Revenue is recognized on accrual basis.

c) Statutory Reserve

Transfers are made to statutory reserve fund at the rate of 20% on net operating surplus after tax in compliance with the provision of section 47(1&2) of the Co-operative Act, Cap 490

CS/7062:LONTELS SACCO SOCIETY LIMITED
 ANNUAL REPORT AND FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2014

NOTES AND OBSERVATIONS

	2014 KShs	2013 KShs
1 FIXED ASSETS-COMPUTERS		
COST		
Balance as at 1st January	543,800	325,300
Additions		218,500
Disposals		
Balance ast at 31st December	<u>543,800</u>	<u>543,800</u>
Disposals		
Accumulated Depreciation		
Balance as at 1st January	396,992	212,392
Charge for the year	72,833	184,600
Balance ast at 31st December	<u>469,825</u>	<u>396,992</u>
Net Book Value as at 31 December	<u>73,975</u>	<u>146,808</u>
2 CASH & CASH EQUIVALENT		
Deposits with CIC	-	1,091,243
Current Account	81,500	2,752,334
Savings Account	(84,808)	318,921
Cash in Hand	510,000	510,000
Total	<u>506,692</u>	<u>4,672,498</u>
3 DEBTORS & Prepayments		
Norfolk Hotel	-	2,619,283
Mara Safari Club	-	1,850
Olpejeta Ranching	-	464,533
Insurance CIC	158,201	198,201
Nextech Ltd	40,000	40,000
Alex Nganga	22,271	22,271
Amos Mathenge	40,014	40,014
K Maundu	61,404	61,404
S Muragu	13,900	13,900
Provision for Bad Debts	(93,750)	(63,750)
Total	<u>242,040</u>	<u>3,397,706</u>
4 LOANS TO MEMBERS		
Bal b/f	48,787,037	39,749,104
Loan issued during the year	48,420,500	32,199,097
Interest for the year	6,854,377	5,058,763
Recovered during the year	<u>(35,511,606)</u>	<u>(28,219,927)</u>
Total	<u>68,550,308</u>	<u>48,787,037</u>

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5 INVESTMENTS

	2014	2013
	KShs.	KShs.
KUSCCO- Membership	10,250	10,250
Shares	113,475	116,737
Total	<u>123,725</u>	<u>126,987</u>

6 MEMBERS DEPOSIT

Balance brought forward	45,721,248	34,868,605
Contribution for the year	16,624,892	15,123,607
Withdrawals	(1,478,972)	(1,221,396)
Transfer to loan	(6,307,586)	(3,024,568)
Transfer to entrance fee	(18,000)	(25,000)
Balance carried forward	<u>54,541,582</u>	<u>45,721,248</u>

7 PAYABLES & ACCRUALS

Registration Fees	3,700	3,700
Sundry accruals ; Disbursements	10,965	8,465
Travel and Entertainments	4,500	4,500
AGM expenses	207,230	90,410
Service Charge Accrual	300	300
Training	96,135	246,135
Sundry receipts	2,529	2,529
Provision for Audit fees	44,080	30,000
VAT	235	1,635
Norfolk Hotel	687	-
TOTAL	<u>370,361</u>	<u>387,674</u>

8 ENTRANCE FEES

Balance brought forward	131,600	106,100
New entrants	18,000	25,500
Balance carried forward	<u>149,600</u>	<u>131,600</u>

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9 ADMINISTRATIVE EXPENSES

	2014	2013
	Kshs	Kshs
Insurances	291,100	257,927
Printing and Stationery	13,600	15,630
Systems Expenses	132,440	80,020
AGM expenses	300,000	250,000
Audit Fees	40,000	40,000
VAT	6,400	6,400
Supervision fees and recoverable expenses	3,700	3,700
Training	50,000	75,000
Sitting allowances	120,000	59,125
transport travel & Accomodation	103,650	65,177
Postages	23,700	2,650
General Expenses	19,650	12,900
Bad Debts written off	17,250	17,250
Provision for Bad Debts	12,750	12,750
Depreciation	72,833	184,600
Disbursements	10,000	10,000
Honoraria Paid	240,000	240,000
	1,457,073	1,333,129

LONTELS SACCO**Budget for the year ending 31st December 2016**

	<u>Actual</u> <u>2014</u> <u>KShs</u>	<u>Forecast</u> <u>2015</u> <u>KShs</u>	<u>Variance</u> <u>over Actual</u> <u>%</u>	<u>Budget</u> <u>2016</u> <u>KShs</u>	<u>Variance</u> <u>Over 2015</u> <u>%</u>
Interest on loans	6,854,377	7,676,902	12.00%	8,400,000	9.42%
Other income			100.00%	120,000	100.00%
Bank Interest	31,284	5,000	-84.02%	12,000	140.00%
Total Income KShs	6,885,661	7,681,902	11.56%	8,532,000	11.07%
salaries & wages - Casuals	0	20,000		120,000	500.00%
Stationery & Printing	13,600	16,320	20.00%	20,000	22.55%
Auditors Disbursements	10,000	10,000	0.00%	10,500	5.00%
Bank Charges(other operating expenses)	65,570	75,406	15.00%	79,176	5.00%
Audit Fees	40,000	40,000	0.00%	42,000	5.00%
VAT	6,400	6,400	0.00%	6,720	5.00%
Supervision Fees	3,700	3,700	0.00%	3,885	5.00%
Administration Expenses	19,650	22,500	14.50%	23,625	5.00%
Depreciation	72,833	72,833	0.00%	76,475	5.00%
Computer Maintenance	132,440	152,306	15.00%	159,921	5.00%
Postages/telephones	23,700	25,000	5.49%	26,250	5.00%
Transport	103,650	120,000	15.77%	126,000	5.00%
Sitting allowances	120,000	150,000	25.00%	157,500	5.00%
Training	50,000	100,000	100.00%	105,000	5.00%
AGM Expenses	300,000	300,000	0.00%	315,000	5.00%
Insurance	291,100	300,000	3.06%	315,000	5.00%
bad debts	30,000	30,000	0.00%	31,500	5.00%
Total Expenses KShs	1,282,643	1,444,465	12.62%	1,618,552	-12.05%
Profit For the Year	5,603,018	6,237,438	11.32%	6,913,448	10.84%