

**BIASHARA COMMUNITY SACCO SOCIETY LIMITED CS/12574**

**ANNUAL REPORT AND FINANCIAL STATEMENT**

**FOR THE YEAR ENDED 31ST DECEMBER 2023**

**REPORT OF THE MANAGEMENT COMMITTEE**

The Management Committee submit their report and the audited financial statements for the year ended 31 December 2023

**Incorporation**

The Society is incorporated in Kenya under the Co-operative Society's Act, Cap 490 and is domiciled in Kenya.

**Principal Activity**

The principal activity of the Society is to promote thrift amongst its members by affording them an opportunity for accumulating their savings and to create there by a source of funds from which loans can be made.

**Management Committee**

The members of the Board who served during the year and to the date of this report is as listed on page 1

**Results of the year:**

	<b>2023</b>	<b>2022</b>
	<b>Kshs</b>	<b>Kshs</b>
Surplus before tax	715,813	706,755
Income tax	(127,995)	(175,164)
Net Surplus after Tax	587,819	531,591
Statutory Reserve	(117,564)	(138,515)
Surplus for the year available for distribution	470,255	393,076
Proposed honoraria	(100,000)	(100,000)
Proposed dividends	(367,630)	(288,875)
(Deficit)/Surplus for the year retained to reserves	2,625	4,201
Interest on members deposits	3,397,101	3,180,000

**Dividends and interest on members' deposits**

The Directors recommends payment of interest on Members' deposits at the rate of 6.4% (2022 – 6.3%). The Management Committee also recommends payment of dividend on Members' Average Shares, of 15 % per share (2022 – 15%).

**Auditors**

The Society's auditor, Henry Smith & Wilson CPA(K) were appointed to office during the year and have expressed their willingness to continue in office in accordance with CAP 490 of the Co-operative Societies Act.

**By order of the Board**

Signature .....  
Mr. John Kihoro  
Honorary Secretary

Date..... 27/03/2024

**BIASHARA COMMUNITY SACCO SOCIETY LIMITED CS/12574**

**ANNUAL REPORT AND FINANCIAL STATEMENT**

**FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2023**

**STATEMENT OF THE MANAGEMENT COMMITTEE RESPONSIBILITIES**

The Co-operative Societies (Amendment) Act 2004 and the requires the Management Committee to prepare financial statements for each year which give a true and fair view of the state of affairs of the Society as at the end of the financial year and of the operating results of the Society for that year. It also requires the Management Committee to ensure the Society keeps 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.

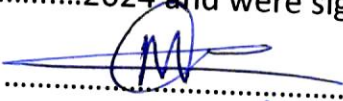
The Management Committee accepts responsibility for the annual financial statements, which have been prepared using the appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with IFRS and in a manner required by the Co-operative Societies Act.

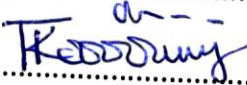
The Management Committee is also responsible for: -


- a. Maintenance of accounting records which can be relied upon in the preparation of annual financial statements which comply with applicable accounting standards,
- b. Selection of suitable accounting policies and applying them consistently,
- c. Maintaining an adequate system of internal control for prevention and detection of fraud and other irregularities, and safeguarding the assets of the society, and
- d. Making estimates that are reasonable and prudent. The Management Committee is of the opinion that the financial statements give a true and fair view of the state of affairs of the society and of its operating results. The Management Committee have made an assessment of the Society's ability to continue as a going concern and have no reason to believe that the Society will not be a going concern for at least the next twelve months from the date of this statement.

**Approval of financial statements**

The financial statements as indicated above were approved by the Management Committee .....2024 and were signed on its behalf by:

Chairman:  Date: 27/03/2024

Treasurer:  Date: 27/03/2024

Hon. Secretary:  Date: 27/03/2024

**BIASHARA COMMUNITY SACCO SOCIETY LIMITED CS/12574**

**ANNUAL REPORT AND FINANCIAL STATEMENT**

**FOR THE YEAR ENDED 31ST DECEMBER 2023**

**STATEMENT OF COMPREHENSIVE INCOME**

<b>REVENUE</b>	<b>NOTES</b>	<b>2023</b>	<b>2022</b>
		<b>Kshs.</b>	<b>Kshs.</b>
Interest on Loans to Members	2	5,676,130	5,736,236
Other Interest Income	3	853,299	485,707
<b>Total Interest Income</b>		<b>6,529,429</b>	<b>6,221,943</b>
Less; Interest Expense	5	(3,397,101)	(3,180,000)
<b>Net Interest Income</b>		<b>3,132,328</b>	<b>3,041,943</b>
Other Operating Income	4	572,561	650,809
<b>Net Revenue</b>		<b>3,704,889</b>	<b>3,692,752</b>
<b>EXPENDITURE</b>			
Loan loss provision	6	(105,000)	(160,986)
Personnel expenses	7	(1,294,186)	(1,004,060)
Governance expenses	8	(711,980)	(670,253)
Administration expenses	9	(877,910)	(1,150,698)
<b>Total expenses</b>		<b>(2,989,076)</b>	<b>(2,985,997)</b>
<b>Net operating surplus before tax</b>		<b>715,813</b>	<b>706,755</b>
Income Tax Expense	22	(127,995)	(175,164)
<b>Net Surplus for the Year after Tax</b>		<b>587,819</b>	<b>531,591</b>
20% Transfer to Statutory Reserve		(117,564)	(138,515)
Proposed dividends	20	(367,630)	(288,875)
Proposed honoraria		(100,000)	(100,000)
<b>Surplus for the Year after Appropriation.</b>		<b>2,625</b>	<b>4,201</b>

**BIASHARA COMMUNITY SACCO SOCIETY LIMITED CS/12574**

**ANNUAL REPORT AND FINANCIAL STATEMENT**

**FOR THE YEAR ENDED 31ST DECEMBER 2023**

**STATEMENT OF FINANCIAL POSITION**

	<u>NOTES</u>	<u>2023</u> Kshs	<u>2022</u> Kshs
<b>ASSETS</b>			
Cash and Cash Equivalent	10	13,473,425	8,014,530
Trade and Other Receivables	11	127,000	40,000
Loans to Members	12	51,157,290	52,958,719
Other Financial Assets	13	10,000	10,000
Property and Equipment	14 a&b	161,187	164,294
<b>TOTAL ASSETS</b>		<b><u>64,928,902</u></b>	<b><u>61,187,543</u></b>
<b>LIABILITIES</b>			
Members Deposits	15	53,079,698	50,421,240
Trade and Other Payables	16	892,916	760,020
Interest on Members Deposits	19	3,397,101	3,180,000
Taxation	22	11,451	107,524
Dividends	20	367,630	288,875
Proposed honoraria		100,000	100,000
<b>TOTAL LIABILITIES</b>		<b><u>57,848,797</u></b>	<b><u>54,857,659</u></b>
<b>SHAREHOLDERS' FUNDS</b>			
Share Capital	17	2,450,868	1,925,835
Reserves	18	4,629,238	4,404,049
<b>Total Shareholders' Funds</b>		<b><u>7,080,106</u></b>	<b><u>6,329,883</u></b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS FUNDS</b>		<b><u>64,928,902</u></b>	<b><u>61,187,543</u></b>


REGISTERED  
 SEC. 25(7) Co-operative Societies  
 CAP 490 (Amended 2004)  
 02 APR 2024  
 JAVEL M. MURIRA  
 FOR: COMMISSIONER OF CO-OPERATIVES

The financial statements on pages 7 - 16 were authorized for issue by the Management Committee

on..... and signed on its behalf by;

Chairman:  Date: 27/03/2024

Treasurer:  Date: 27/03/2024

Hon. Secretary:  Date: 27/03/2024

