

CONSERVATION LOWER ZAMBEZI

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER 2020

P. PONYA & ASSOCIATES
(CHARTERED ACCOUNTANTS OF ZAMBIA)
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CONSERVATION LOWER ZAMBEZI

Financial Statements for the year ended 31st December 2019

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CONSERVATION LOWER ZAMBEZI

Board members' report

The Board members submit their report for the year ended 31st December 2020

1. Review of activities

The body corporate came into being to conserve wild life in the Lower Zambezi.

Financial Results	2020	2019
	Zm W	Zm W
Revenue	22,368,442	15,928,755
Profit / (loss) for the year	5,495,582	2,526,113

2. Post Balance Sheet events

The trustees are not aware of any matter or circumstance arising since the end of the Financial year.

3. Contributions / Donations

Contributions paid by members and donations and grants received during the year totaling Zm W22,368,442 were sufficient to meet expenditure of Zm W21,682,263. resulting in a net surplus of Zm W5,495,582. in comparison to a surplus of Zm W2,526,113. for the previous year.

4. Trustees

The trustees of the body corporate during the year and to the date of this report are as follows:-

Name

Chairperson:	Anita Balletto
Vice Chairperson:	Riccardo Garbaccio
Treasurer:	Alan R. Harkness
Secretary:	Keira Langford Johnson
C.E.O.	Ian Stevenson

Members:

Grant Cummings
Sarah Davies
Jealous Nyandowo
Carrol Fleming
Jill Morse
Juri van Zyl
Chileya Kasuba
Brett Brannigan
Luke Evans

5. Auditors

P. Ponya and Associates were appointed for the year 2019.

CONSERVATION LOWER ZAMBEZI

Statement of the Board Members` Responsibility for Annual Financial Statements

The Board Members are required to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in the report.

It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the body corporate as at 31st December 2020 and the results of its operations and cashflows for the period then ended , are in conformity with the International Accounting Standards.

The external auditors are engaged to express an independent opinion on the annual financial statements.

The trustees acknowledge that they are ultimately responsible for the system of internal financial control environment. To enable the trustees meet these responsibilities , the board of trustees set standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework , effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the body corporate and endeavours to minimize it by ensuring that appropriate infrastructure control systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The trustees are of the opinion , based on the information and explanations given by management , that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. These statements have been examined by external auditors and their report is presented on page 5.

The annual financial statements set out on pages 9 to 12 which have been prepared on the going concern basis were approved by the board of trustees and were signed on their behalf by :



.....
Anita Balletto
Chairperson



.....
Alan R. Harkness
Treasurer

CONSERVATION LOWER ZAMBEZI

STATEMENT OF ACCOUNTING POLICIES

1.0 Presentation of Annual Statement

The annual financial statements have been prepared in accordance with the International Accounting standards. The financial statements have been prepared on the historical cost basis and incorporate the principal accounting policies set out below.

1.1 Income and expenditure

The body corporate is a non-profit making concern.
Income is derived from members and donations from well-wishers.

1.2 Property, Plant and Equipment

Property, Plant and Equipment are stated at cost or valuation. Buildings are depreciated on straight line basis at 2%.

1.3 Deferred Taxation

Deferred taxation arising from temporary timing differences between income reflected in the financial statement and taxable income is provided for using the liability method except where it can reasonably be demonstrated that no income tax will arise in the foreseeable future.

1.4 Assets and Liabilities Denominated in Foreign Currency

Assets and Liabilities expressed in foreign Currency are translated at the rate of exchange arising in the normal course of business and credited or charged to the income and expenditure account in the year in which they are realized.

1.5 Revenue Recognition

Revenue is recognized when it is possible that the economic benefits associated with the transaction will flow to the company and the revenue can be measured reliably; interest income is recognized as it accrues.

CONSERVATION LOWER ZAMBEZI

Statement of Accounting Policies (continued)

1.6 Financial Instruments

Initial recognition

The body corporate classifies financial instruments or their component parts , on initial recognition as a financial asset , a financial liability or an equity instrument in accordance with substance of the contractual arrangement.

Financial assets and financial liabilities are recognized on the corporate balance sheet when the body corporate becomes party to the contractual provision of the instrument.

Trade receivables

Trade receivables are carried at anticipated realizable value. An estimate is made for doubtful receivables based on a review of any outstanding amounts at the year end. Bad debts are written off during the year in which they are identified.

Provisions

Provisions are recognized when the company has a present legal or constructive obligation as a result of past events , where it is possible that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made.

Trade payables

Trade payables are carried at anticipated realizable value.

Cash and Cash equivalents

For the purpose of the casflow statement , cash and cash equivalents comprise of cash in hand and deposits held on call at banks, cash and cash equivalent is stated at cost which is equivalent to fair value

P. PONYA AND ASSOCIATES

Chartered Accountants of Zambia

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P. O. Box 32620 LUSAKA

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REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CONSERVATION LOWER ZAMBEZI

Report on the financial statements

We have audited the financial statements of **CONSERVATION LOWER ZAMBEZI** which comprise of the statement of financial position as at 31st December 2020 and the income statement and statement of cashflow for the year then ended, and the notes to the financial statements, which includes a summary of significant accounting policies and other explanatory notes as set on pages 9 to 12

Board members' responsibility for the financial statements

The Board members are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes designing, presentation of financial statements that are free from material misstatement, whether due to error, selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances

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 evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by management, 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 opinion.

Opinion

In our opinion the financial statements present fairly, in all material respects, the financial position of **CONSERVATION LOWER ZAMBEZI** as at 31st December 2020 and its financial performance and cash flow for the period then ended in accordance with the International Financial Reporting Standards.

Report on the legal and regulatory requirements

In accordance with the Company's Act 2017, we report that, in our opinion, the required accounting records, other records and registers have been properly kept in accordance with the Act.

P. Ponya & Associates
P. Ponya & Associates
Chartered Accountants

P. PONYA AND ASSOCIATES
CHARTERED ACCOUNTANTS
OF ZAMBIA
P. O. BOX 32620, LUSAKA
CELL: +260 977780384

Senior Partner - Practicing certificate No.0000041

Date.....*04/04/21*.....

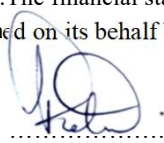
CONSERVATION LOWER ZAMBEZI
SUMMARISED INCOME STATEMENT FOR THE YEAR ENDED 31 ST DECEMBER 2020

	Note	31.12.2020 <i>ZM W</i>	31.12.2019 <i>ZM W</i>
INCOME	1	22,368,442	15,928,756
OTHER INCOMES	2a	42	222
TOTAL INCOME		22,368,484	15,928,977
LESS COST OF SALES	2b	(21,274)	(48,135)
GROSS PROFIT		22,347,210	15,880,843
LESS OPERATIONAL EXPENSES		(21,682,263)	(14,082,218)
EXCHANGE GAIN / (LOSS)	2c	4,830,635	727,489
NET SURPLUS / (DEFICIT) BEFORE TAX		5,495,582	2,526,113
TAXATION		-	-
NET SURPLUS / (DEFICIT) AFTER TAX		5,495,582	2,526,113
SURPLUS / (DEFICIT) BROUGHT FORWARD		-	-
SURPLUS / (DEFICIT) CARRIED FORWARD		5,495,582	2,526,113

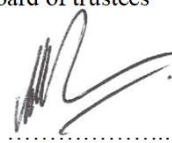
CONSERVATION LOWER ZAMBEZI
STATEMENT OF FINANCIAL POSITION AS AT 31ST DECEMBER 2020

	Notes	31.12.2020 <i>ZM W</i>	31.12.2019 <i>ZM W</i>
ASSETS			
Non current assets			
Property, Plant and Equipment	10	5,718,710	5,866,608
Current assets			
Trade receivables		-	-
Bank and Cash	6	14,378,826	8,515,358
Total Current Assets		14,378,826	8,515,358
NET ASSETS		<u>20,097,536</u>	<u>14,381,966</u>
<u>EQUITY & LIABILITIES</u>			
Equity			
Share capital	7	7,345,584	7,345,584
Retained earnings	8	11,954,568	6,458,987
Total Equity		19,300,153	13,804,571
Current Liabilities			
Trade payables	9	612,673	488,192
Accruals	9	184,709	89,202
		797,382	577,393
TOTAL EQUITY & LIABILITIES		<u>20,097,536</u>	<u>14,381,966</u>

The responsibilities of the Trustees` with regard to the preparation of the financial statements are set out on page 2. The financial statements on pages 6 through to 12 were approved by the board of trustees and were signed on its behalf by :



.....
 Anita Balletto
 Chairman



.....
 Alan R. Harkness
 Treasurer

CONSERVATION LOWER ZAMBEZI

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DECEMBER 2020

	Share Capital <i>Zm W</i>	Retained Earnings <i>Zm W</i>	Total <i>Zm W</i>
Balance as at 01.01.2020	7,345,584	6,458,987	13,804,571
Profit (Loss) for the period	-	5,495,582	5,495,582
Balance as at 31.12.2020	7,345,584	11,954,569	19,300,153

**CONSERVATION LOWER ZAMBEZI
STATEMENT OF CASHFLOW AS AT 31ST DECEMBER 2020**

	31.12.2020	31.12.2019
	<i>Zm W</i>	<i>Zm W</i>
CASHFLOW FROM OPEARATING ACTIVITIES		
Surplus / (Deficit) before Tax	5,495,582	2,524,613
Adjustment for items not affecting cash flows;		
Depreciation	147,898	147,868
Profit on sale of non current assets	-	-
Interest receivable	(42)	(222)
	<u>5,643,438</u>	<u>2,672,259</u>
Working Capital Adjustments	-	-
(Increase) / Decrease in accounts payable	124,481	(495,973)
(Increase) / Decrease in accounts accruals	95,508	7,641
Cash flows from Operating Activities	<u>5,863,427</u>	<u>3,160,622</u>
Interest Paid	-	-
Cash flows from investing Activities	-	-
Sale of Non current assets	-	-
Interest Receivable	42	222
Net cash flow from Investment Activities	<u>42</u>	<u>222</u>
Cash flow from Financing Activities		
Proprietors' Fund	-	-
Net Cash flow from Financing Activities	-	-
Increase (Decrease) in cash and cash equivalents	5,863,468	3,160,844
Cash and Cash equivalents as at the beginning of the year	8,515,357	5,354,513
Cash and cash equivalents as at the ending of the year	<u><u>14,378,825</u></u>	<u><u>8,515,357</u></u>
REPRESENTED BY:		
FNB Kwacha	180,978	277,905
FNB Second Kwacha	19,414	21,454
FNB Call Account Dollar	10,744,670	2,765,931
FNB Bank Dollar	3,355,442	5,421,131
Cash in Hand - Kwacha	44,269	28,811
- Dollar	147	125
Airtel Account	33,906	-
	<u><u>14,378,825</u></u>	<u><u>8,515,357</u></u>

CONSERVATION LOWER ZAMBEZI
NOTES TO THE FINANCIAL STATEMENTS FOR YEAR ENDED 31ST DECEMBER 2020

Note	31.12.2020 <i>Zm W</i>	31.12.2019 <i>Zm W</i>
1 INCOME		
Donations	664,393	533,468
Change for Conservation	-	-
Operator Additional Donations	-	112,067
Membership fees	741,510	1,514,909
Member Additional Donations	-	-
Grants	19,477,493	12,886,434
Training & exams	58,848	102,347
Camp facilities	77,494	438,994
Fund raisers	1,252,786	331,211
In Kind Donations	-	-
Merchandise sales	1,506	9,147
Sales - Services	94,410	180
Bank Interest received	-	-
	22,368,442	15,928,756
2a OTHER INCOME		
Interest Received	42	222
Profit from sale of non current assets	-	-
	42	222
2b COST OF SALES		
Purchases / C.O.S - Merchandise	-	6,650
Purchases / C. O. S. Fund Raisers	21,274	41,485
	21,274	48,135
2c GAINS AN LOSSES		
Other gains and losses comprise of the following:		
Profit / Loss on foreign exchange	4,830,635	727,489
Unrealised profit / loss on foreign exchange	-	-
	4,830,635	727,489
3 REPAIRS & MAINTENANCE		
Building	1,389,043	360,168
Electrical Appliances	84,755	27,008
General	8,553	17,744
Plane	218,878	676,920
Motor Vehicle & Boats	952,663	532,595
	2,653,891	1,614,434
4 REPLACEMENTS		
Linen	28,737	7,108
Other	529,439	160,407
Uniforms	23,721	42,224
Kitchen equipment	-	-
Furniture and fitting	-	-
	581,897	209,739

CONSERVATION LOWER ZAMBEZI

NOTES TO THE FINANCIAL STATEMENTS FOR YEAR ENDED 31ST DECEMBER 2020 (CONTINUED)

Note	31.12.2020 <i>Zm W</i>	31.12.2019 <i>Zm W</i>
5 FUEL AND LUBRICANTS		
Fuel	1,331,504	933,806
Petrol	-	-
Motor oils	33,469	5,700
Other Vehicle Costs	-	-
	1,364,973	939,506
6 BANK		
FNB Kwacha	180,978	277,905
FNB (Second) Kwacha	19,414	21,454
FNB US Dollar Call Account	10,744,670	2,765,931
FNB US Dollar	3,355,442	5,421,131
Airtel Account	33,906	
	14,334,410	8,486,422
CASH ON HAND - Kwacha	44,269	28,811
- USD	147	125
	44,416	28,936
BANK AND CASH	14,378,826	8,515,358
7 SHARE CAPITAL		
RDE - DeMerger Reserve	7,345,584	7,345,584
	7,345,584	7,345,584
8 RETAINED EARNINGS		
Retained Earnings as at 01.01.2020	6,458,987	3,932,874
Surplus / (Deficit) for the period	5,495,582	2,526,113
Retained Earnings as at 31.12.2020	11,954,568	6,458,987
9 TRADE PAYABLES & ACCRUALS		
Trade Payables		
Supplier Control Accounts	3,009	474,442
Sundry customers	609,664	13,750
	612,673	488,192
Accruals - NAPSA	55,664	30,075
- PAYE	30,818	21,931
- Other Accruals	85,898	34,400
- Nat. Health Ins.	12,329	2,796
- Audit fees	-	-
	184,709	89,202

CONSERVATION LOWER ZAMBEZI**NOTES TO THE FINANCIAL STATEMENTS FOR YEAR ENDED 31ST DECEMBER 2020****Note****10 FIXED ASSET SCHEDULE**

Cost/Valuation	Land and Buildings <i>Zm W</i>	Total <i>Zm W</i>
As at 01/01/19	7,394,884	7,394,884
Additions	-	-
Disposals	-	-
As at 31/12/19	7,394,884	7,394,884
Depreciation		
As at 01/01/19	1,528,277	1,528,277
Charge for the year	147,898	147,898
As at 31/12/19	1,676,175	1,676,175
Net Book Value		
As at 31/12/20	5,718,710	5,718,710
As at 31/12/19	5,866,608	5,866,608

CONSERVATION LOWER ZAMBEZI
DETAILED STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2020

	NOTE	31.12.2020 Zm W	31.12.2019 Zm W
INCOME	1	22,368,442	15,928,756
COST OF SALES	2b	(21,274)	(48,135)
GROSS PROFIT		22,347,168	15,880,621
OTHER INCOME	2a	42	222
		22,347,210	15,880,843
LESS OPERATING EXPENSES			
Accountancy / Audit fees		14,000	12,500
Bank charges		63,338	53,629
Cleaning		160,259	84,581
Computer expenses		76,292	79,765
Scholarships		86,660	63,249
Food		1,357,583	984,452
Depreciation		147,898	147,898
Gas		21,653	27,060
Entertainment expenses		15,024	47,997
Insurance		324,091	230,646
Consulting fees		1,099,780	376,636
Licences		89,804	36,412
CRB Contributions		43,555	27,130
Printing & Stationery		180,445	69,433
Courier and Postage		1,907	22,420
Professional Fees		-	5,500
Repairs & Maintenance	3	2,653,891	1,614,434
Replacements	4	581,897	209,739
Salaries & Wages		4,037,066	2,974,304
Staff Training		1,456,981	756,533
Medical Fees		207,994	176,724
Security		8,650	25,000
Telephone & Fax		45,931	234,752
Travel & Accommodation		1,379,508	820,307
Admin Fee		1,510	45,640
AV Gas		234,447	133,847
Customs Duties		93,497	133,338
Internet Costs		23,176	71,127
Hire of Equipment		3,463	37,433
Fuel , Oil and Lubricants	5	1,364,973	939,506
Motor Vehicle & Boat Purchases		4,239,716	1,934,731
New Building		113,633	326,605
ZAWA Incentives		111,680	162,475
Staff Recruitment		1,691	1,691
Staff Welfare		5,500	4,962
Funeral Grants		10,600	6,375
Marketing Costs		3,792	5,457
Subscriptions		-	648
Firearm Maintenance & Ammunition		72,871	22,942
AMSCO Management Fee		1,272,726	1,149,100
Rent Paid		56,760	-
Workers Compesation		17,175	25,241
Electricity & Water		830	-
Park Fees		15	-
TOTAL OPERATIONAL EXPENSES		21,682,263	14,082,218
Exchange Gain / (Loss)		4,830,635	727,489
NET SURPLUS / (DEFICIT) BEFORE TAX		5,495,582	2,526,113