

REGIONAL CENTRE ON SMALL ARMS
AND LIGHT WEAPONS (RECSA)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2010

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF REGIONAL CENTRE ON SMALL ARMS AND LIGHT WEAPONS (RECSA)

We have audited the accompanying financial statements of Regional Centre on Small Arms and Light Weapons (RECSA), set out on pages 7 to 16 which comprise the statement of financial position as at 30 June 2010, statement of comprehensive income, statement of changes in funds and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

The Secretariat's Responsibility for the Financial Statements

The Secretariat is responsible for the preparation and fair presentation of these financial statements in accordance with the Centre's accounting policies. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or 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 audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our 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, we considered the internal controls relevant to the Centre's preparation and fair presentation of the financial statements in order to design audit procedures that were appropriate in the circumstances, but not for the purpose of expressing an opinion on the Centre's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Secretariat, 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 Centre as at 30 June 2010 and of its deficit and cash flows for the year then ended in accordance with the accounting policies set out in note 1 to the financial statements.

Deloitte & Touche
Certified Public Accountants (Kenya)

27 September 2010

Nairobi

REGIONAL CENTRE ON SMALL ARMS AND LIGHT WEAPONS (RECSA)

STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2010

	Notes	2010 General Fund USD	2010 Restricted Fund USD	TOTAL USD	2009 General Fund USD	2009 Restricted Fund USD	TOTAL USD
INCOME							
Grants income	2	-	2,461,806	2,461,806	-	2,496,289	2,496,289
Member states contributions	3	65,143	-	65,143	85,492	-	85,492
Miscellaneous income	4	5,062	-	5,062	9,538	1,511	11,049
		<u>70,205</u>	<u>2,461,806</u>	<u>2,532,011</u>	<u>95,030</u>	<u>2,497,800</u>	<u>2,592,830</u>
EXPENDITURE							
Activities costs	5	-	1,538,507	1,538,507	2,859	1,519,930	1,522,789
Personnel costs	6	192,217	540,439	732,656	-	759,571	759,571
Operating costs	7	8,248	119,967	128,215	-	163,141	163,141
Administrative costs	8	-	46,249	46,249	-	55,158	55,158
Capital expenditure	9	1,448	32,234	33,682	1,288	-	1,288
Miscellaneous expenses		-	-	-	951	-	951
Exchange loss	15	32,124	184,410	216,534	36,491	-	36,491
TOTAL EXPENDITURE		<u>234,037</u>	<u>2,461,806</u>	<u>2,695,843</u>	<u>41,589</u>	<u>2,497,800</u>	<u>2,539,389</u>
(Deficit)/Surplus for the year.		<u>(163,832)</u>	<u>-</u>	<u>(163,832)</u>	<u>53,441</u>	<u>-</u>	<u>53,441</u>

REGIONAL CENTRE ON SMALL ARMS AND LIGHT WEAPONS (RECSA)

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2010

	Notes	2010 USD	2009 USD
ASSETS			
Current Assets			
Grants receivable	10	27,887	77,221
Receivables	11	168,293	228,589
Bank and cash balances	12	972,253	490,419
		<hr/>	<hr/>
Reserves			
General fund		7,485	178,799
		<hr/>	<hr/>
Current liabilities			
Payables	13	79,455	60,388
Unexpended grants	10	1,081,493	557,042
		<hr/>	<hr/>
		1,160,948	617,430
		<hr/>	<hr/>
Total reserves and liabilities		<u>1,168,433</u>	<u>796,229</u>

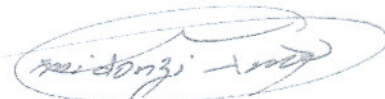
The financial statements on pages 7 to 16 were approved by the Secretariat on its behalf by:

2010 and were signed



Executive Secretary

27/09/10



Deputy Executive Secretary

27/09/2010