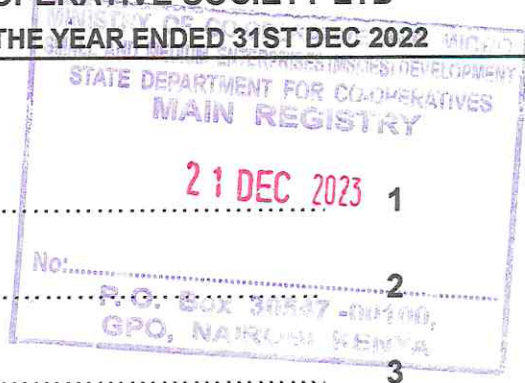


**CS 26616 WYNELINK SAVINGS & CREDIT CO-OPERATIVE SOCIETY LTD**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2022**



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**FINANCIAL STATEMENTS**

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**CS 26616 WYNELINK SAVINGS & CREDIT CO-OPERATIVE SOCIETY LTD**

**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2022**

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**SOCIETY INFORMATION**

**MANAGEMENT COMMITTEE MEMBERS**

|                |                   |
|----------------|-------------------|
| Chairperson    | Peter Kabuka      |
| Vice- Chairman | Absolomon Omariba |
| Secretary      | Emily Otieno      |
| Treasurer      | Job Magusa        |
| Member         | Eric Ondari       |

**SUPERVISORY COMMITTEE MEMBER**

|           |                |
|-----------|----------------|
| Chairman  | Kennedy Ombaba |
| Secretary | John Momanyi   |
| Member    | Linet Bwoma    |

**Registered office**

**Lotus House**

Tom Mboya street  
P.O BOX 14425-00100  
Nairobi

**Principal Bankers**

Co-operative Bank  
Haele Selasie Branch  
P.o Box 74956-00100

**Auditors**

Ministry of Agriculture, Livestock and Co-operatives  
P.o.box 30547- 00100,  
NAIROBI.

**CS 26616 WYNELINK SAVINGS & CREDIT CO-OPERATIVE SOCIETY LTD  
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2022**

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**REPORT OF THE MANAGEMENT COMMITTEE.**

The members of the management committee submit their annual report together with the audited financial statements for the year ended 31st Dec 2022.

**Incorporation**

The society is incorporated in Kenya under the cooperative societies act. cap 490 of 1997 ammended 2004 and is domicilled in Kenya.

**Principal activity.**

The principal activity of the society is receiving savings from and provision of loans to its members.

| <b>Results</b>                      | <b>31.12.2022</b>         |
|-------------------------------------|---------------------------|
|                                     | <b>kshs</b>               |
| Net Surplus before Tax              | (13,310.00)               |
| Net Surplus after Tax               | (13,310.00)               |
| Retained Surplus/loss for the year  | (13,310.00)               |
| 20% Transfer to statutory Reserve   | -                         |
| Provision for Honorarium            | -                         |
| <b>Surplus to Retained Earnings</b> | <b><u>(13,310.00)</u></b> |

**Management Committee**

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

**Auditors**

Co-operative audit Nairobi City County were the auditors during the year

**By order of management committee**

Signature: *[Signature]* ..... Date: 11/12/2023 .....

**Secretary.**

**CS 26616 WYNELINK SAVINGS & CREDIT CO-OPERATIVE SOCIETY LTD**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR YEAR ENDED 31ST DEC 2022**

**STATISTICAL INFORMATION AS AT 31ST DECEMBER 2022**

**12/31/2022**

**Number of members (Active)**

**FINANCIAL**

|                     |              |
|---------------------|--------------|
| Share capital       | 144,500.00   |
| Members Deposits    | 926,992.48   |
| Statutory reserves  | -            |
| Retained Deficit    | (13,310.00)  |
| Total Assets        | 1,071,049.00 |
| Loans to members    | 684,899.00   |
| Current Liabilities | 939,859.00   |
| Current assets      | 1,071,049.00 |

**KEY RATIOS**

|                                   |        |
|-----------------------------------|--------|
| Liquidity ratio                   | 1.1:1  |
| Percentage of expenses to revenue | 113.0% |
| Interest on members deposits      | 0.00%  |

**C/S 26616 WYNELINK SAVING & CREDIT CO-OPERATIVE SOCIETY LTD.**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DEC 2022.**

**STATEMENT OF THE MANAGEMENT COMMITTEE RESPONSIBILITIES**

The Co-operative Societies Act requires Management Committee to prepare accounts for each financial year, which give a true and fair view of the state of affairs of the Society at the end of the financial year and its operating results for that year in accordance with IFRS. It also requires the Management Committee to ensure that 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 and ensuring that the business has been conducted in accordance to its objectives, bylaws and any other resolutions made at the society's general meeting.

The Management Committee accepts responsibility for the Annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with International Financial Reporting Standards and in a manner required by the Co-operative Societies Act cap 490. The Management Committee is of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Society and its operating results in accordance with IFRS. The Management Committee further accepts 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 Financial Control.

Nothing has come to the attention of the Management Committee 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.....and signed on its behalf by

Chairman.....*Amari*.....

Treasurer.....*for us*.....

Secretary.....*Alien*.....

Date.....*11/12/2023*.....

**CS 26616 WYNELINK SAVINGS AND CREDIT COOPERATIVE SOCIETY**  
**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF WYNELINK SAVINGS AND CREDIT CO-OPERATIVE SOCIETY LTD.**

**OPINION**

We have audited the accompanying financial statements of WYNELINK SAVINGS AND CREDIT Co-operative Society Limited, which comprise the statement of financial position as at 31st December 2022 statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Society as at 31st December 2022 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and the requirements of the Kenyan Co-operative Societies Act.

**KEY AUDIT MATTER**

Key audit matters are those matters that in our professional judgment were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and forming our opinion thereon and we do not provide a separate opinion on these matters.

**DIRECTORS' RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

The directors of the Society are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in the manner required by the Co-operative Act, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

**AUDITOR'S 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 Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free of 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 judgment, 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 entity'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 entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, 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.

**CS 26616 WYNELINK SAVINGS & CREDIT CO-OPERATIVE SOCIETY LTD**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR YEAR ENDED 31ST DEC 2022**

**STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31ST DEC 2022**

| <u>REVENUE</u>                                    | NOTES | 2022<br>kshs              |
|---|-------|---------------------------|
| Interest on loans                                 |       | <u>39,619.00</u>          |
| <b>TOTAL INTEREST INCOME</b>                      |       | <b>39,619.00</b>          |
| Interest Expense                                  | 5     | <u>-</u>                  |
| <b>NET INTEREST INCOME</b>                        |       | <b>39,619.00</b>          |
| Other operating income                            | 2     | <u>58,456.00</u>          |
| <b>NET REVENUE</b>                                |       | <b><u>98,075.00</u></b>   |
| <br><u>EXPENDITURE</u>                            |       |                           |
| Administration Expenses                           | 3     | <u>(110,360.00)</u>       |
| Other operating Expenses                          | 4     | <u>(1,025.00)</u>         |
|   |       | <u>(111,385.00)</u>       |
| <br><b>NET OPERATING PROFIT BEFORE INCOME TAX</b> |       | <br><b>(13,310.00)</b>    |
|   |       | <u>(13,310.00)</u>        |
| <br><b>NET PROFIT FOR THE YEAR AFTER TAX</b>      |       | <br><b>(13,310.00)</b>    |
| 20% Transfer to statutory Reserve                 |       | <u>-</u>                  |
| Provision for Honorarium                          |       | <u>-</u>                  |
| <b>Surplus to Retained Earnings</b>               |       | <b><u>(13,310.00)</u></b> |

**CS 26616 WYNELINK SAVINGS & CREDIT CO-OPERATIVE SOCIETY LTD**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR YEAR ENDED 31ST DEC 2022**

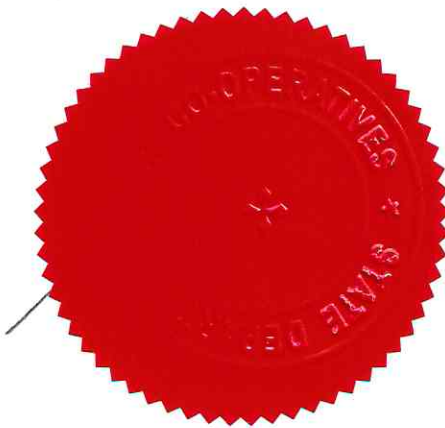
**STATEMENT OF FINANCIAL POSITION AS AT 31ST DEC 2022**

|   | NOTES | 31/12/2022<br>Kshs         |
|---|-------|----------------------------|
| <b><u>ASSETS</u></b>                              |       |                            |
| Cash and cash equivalent                          | 6     | 386,150.00 ✓               |
| Trade and Other receivables                       | 6b    | - ✓                        |
| Loans to members                                  | 11    | 684,899.00 ✓               |
| <b>TOTAL ASSETS</b>                               |       | <b><u>1,071,049.00</u></b> |
| <b><u>LIABILITIES</u></b>                         |       |                            |
| Members deposits                                  | 12    | 926,992.48 ✓               |
| Trade and accrued expenses                        | 8     | 12,866.52 ✓                |
| Interest on members deposits                      | 9     | - ✓                        |
| <b>TOTAL LIABILITIES</b>                          |       | <b><u>939,859.00</u></b>   |
| <b>SHARE HOLDERS' FUND</b>                        |       |                            |
| Share capital                                     | 7     | 144,500.00 ✓               |
| Reserves  | 10    | (13,310.00) ✓              |
| <b>TOTAL SHAREHOLDERS' FUND</b>                   |       | <b><u>131,190.00</u></b>   |
| <b>TOTAL LIABILITIES &amp; SHAREHOLDERS' FUND</b> |       | <b><u>1,071,049.00</u></b> |



The financial statements on pages 6-12 were authorized for issue by the management committee on.....and signed on its behalf by:

CHAIRMAN *Amael*  
 SECRETARY *F. Akhoo*  
 TREASURER *Y. Pomagala*  
 DATE 11/12/2023.



**CS 26616 WYNELINK SAVINGS & CREDIT CO-OPERATIVE SOCIETY LTD**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2022**

**STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST DEC 2022**

|                                      | SHARE CAPITAL     | RETAINED EARNINGS  | STATUTORY RESERVES | TOTAL EQUITY      |
|--------------------------------------|-------------------|--------------------|--------------------|-------------------|
|                                      | kshs              | kshs               | kshs               | kshs              |
| As at 1st jan 2022                   | -                 | -                  | -                  | -                 |
| <b>Total recognized surplus 2022</b> |                   | (13,310.00)        |                    | (13,310.00)       |
| Issue of Share Capital               | 144,500.00        |                    |                    | 144,500.00        |
| Provision for Honorarium             |                   | -                  |                    | -                 |
| Transfer statutory reserve           |                   | -                  | -                  | -                 |
| <b>At the end of the year 2022</b>   | <b>144,500.00</b> | <b>(13,310.00)</b> | <b>-</b>           | <b>131,190.00</b> |

**CS 26616 WYNELINK SAVINGS & CREDIT CO-OPERATIVE SOCIETY LTD  
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2022**

**CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST DEC 2022**

|  | <u>31.12.2022</u>                 |
|--|-----------------------------------|
|  | <u>KSHS</u>                       |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>               |                                   |
| Interest receipts  | 39,619.00 ✓                       |
| Other operating income                                   | 58,456.00 ✓                       |
| Interest expense   | -                                 |
| Payment to employees and suppliers                       | <u>(98,518.48) ✓</u>              |
|  | <b>(443.48)</b>                   |
| <br>   |                                   |
| <b>Increase in operating Assets</b>                      |                                   |
| Loans to members   | (684,899.00) ✓                    |
| Trade and other receivables                              | <u>(684,899.00)</u>               |
| <br>   |                                   |
| <b>Increase in operating Liabilities</b>                 |                                   |
| Deposits from members                                    | 926,992.48 ✓                      |
| Honoraria paid   | -                                 |
| Trade and accrued expenses                               | <u>-</u>                          |
|  | <b>926,992.48</b>                 |
| <br>   |                                   |
| <b>NET CASH FLOW USED IN OPERATIONS</b>                  | <u><b>241,650.00</b></u>          |
| <br>   |                                   |
| <b>CASHFLOW FROM INVESTING ACTIVITIES</b>                |                                   |
| Purchase of Fixed Assets                                 | <u>-</u>                          |
| <b>NET CASHFLOW FROM INVESTING ACTIVITIES</b>            | <b>-</b>                          |
| <br>   |                                   |
| <b>CASHFLOW FROM FINANCING ACTIVITIES</b>                |                                   |
| Share capital Contributions                              | <u>144,500.00</u> ✓               |
| <b>NET CASHFLOW FROM FINANCING ACTIVITIES</b>            | <u><b>144,500.00</b></u>          |
| <br>   |                                   |
| <b>NET CASH CHANGES</b>                                  | <b>386,150.00</b>                 |
| <br>   |                                   |
| <b>CASH &amp; CASH EQUIVALENT BEGINNING OF THE YEAR</b>  | -                                 |
| <b>CASH &amp; CASH EQUIVALENT AT THE END OF THE YEAR</b> | <u><u><b>386,150.00</b></u></u> ✓ |

CS 26616 WYNELINK SAVINGS & CREDIT CO-OPERATIVE SOCIETY LTD  
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DEC 2022

NOTES ON THE ACCOUNTS FOR THE YEAR ENDED ON 31ST DEC 2022

NOTE 1

**Summary of significant accounting policies**

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

**(a) Statement of compliance & basis of preparation**

The financial statements are prepared in accordance with International Financial Reporting Standards. Financial statements are presented in the functional currency, Kenya Shillings (kshs) and prepared under historical cost convention, as modified by revaluation of certain assets as prescribed by IFRSs.

**(b) Revenue recognition**

Income was derived from interest on members loans.

**(c) Statutory Reserves.**

Transfers are made to the statutory reserves fund at a rate of 20% of net operating surplus after tax provision of section 47 (1&2) of the cooperative societies act Cap 490.

**(d) Trade and other payables**

Trade and other payables are recognised initially at fair values and subsequently measured at amortised cost using the effective interest rate method.

**(e) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and demand deposits and other short term highly liquid investments that are readily convertible to a known amount of cash.

**(f) Accounting period**

Accounts have been done for 12 Months.

|            |                        |                  |
|------------|------------------------|------------------|
| <b>(1)</b> | <b>Interest income</b> | <b>2022</b>      |
|            | Income from Loans      | 39,619.00        |
|            |                        | <u>39,619.00</u> |

|  | 2022                     |
|--|--------------------------|
| <b>(2) <u>Other Operating Income</u></b>       | <b><u>Kshs</u></b>       |
| Entrance fee                                   | 31,900.00                |
| interest on savings                            | 3,557.00                 |
| Loan Processing fees                           | 22,999.00                |
| <b>Total other Operating Income</b>            | <b><u>58,456.00</u></b>  |
| <b>(3) <u>Adminstration expenses</u></b>       |                          |
| meeting Expense                                | 3,200.00                 |
| Sacco Seal                                     | 2,500.00                 |
| Bookkeeping fees                               |                          |
| Audit fees                                     | 12,000.00                |
| Supervision fee                                | 1,200.00                 |
| Recoverable expense                            | 200.00                   |
| Logo Design                                    | 2,000.00                 |
| Website Development                            | 20,000.00                |
| Marketing Expense                              | 5,000.00                 |
| Office Rent                                    | 63,760.00                |
| Internet                                       | 500.00                   |
|  | <b><u>110,360.00</u></b> |
| <b>(4) <u>Other Operating Expenses</u></b>     |                          |
| Bank charges                                   | 1,025.00                 |
| <b>Total operating expenses</b>                | <b><u>1,025.00</u></b>   |
| <b>(5) <u>Interest Expenses</u></b>            |                          |
| Interest on members deposits                   |                          |
| <b>(6a) <u>Cash and cash equivalent</u></b>    |                          |
| Co-op Bank Current A/c(Reconciled)             | 82,620.00                |
| Cash at Hand                                   | 303,530.00               |
|  | <b><u>386,150.00</u></b> |
| <b>(6b) <u>Trade and Other receivables</u></b> |                          |
| Debtor(Employer) Dec Remittances               |                          |
| <b>(7) <u>Share Capital</u></b>                |                          |
| Balance b/f                                    |                          |
| Contributions during the period                | 144,500.00               |
| <b>Total</b>                                   | <b><u>144,500.00</u></b> |
| <b>(8) <u>Trade and accrued expenses</u></b>   |                          |
| Withholding Tax                                | (533.48)                 |
| Audit and Supervision fees                     | 13,400                   |
| <b>Total</b>                                   | <b><u>12,867</u></b>     |