

AUDIT REPORT

Community Initiative Partners of Cameroon, CIPAC
For the period ending on September 30, 2019.

SIGNIFICANT ACCOUNTING POLICIES

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NOTES TO THE ACCOUNTS

For the Period Ending September 30, 2019

1. **Nature of The Organisation:** The organisation Community Initiative Partners of Cameroon, CIPAC is a registered association incorporated in Cameroon under the registration number 783/G.37/C84/Vol I/SASC. Its mission is to take safe and potable water closer to the people and reduce its scarcity by developing spring sources, install boreholes and wells and directly involve local populations in this endeavor. They tend to simultaneously conserve nature especially in parts of Cameroon where land use is unsustainable.
2. **Audit period:** The current accounting period under review is from October 1, 2018 to September 30, 2019
4. **Subvention and Other Income:** Membership dues income are recorded as revenue in the year of receipt or generated.
Income Taxes: The organisation is exempted from company income taxes under section 162 of the general tax code of 2018. It is liable to pay wage taxes and social contributions relating to staff cost. The organisation is an association, so accessory income generated is not subject to capital gains tax if such occurred in the reporting period.
5. **Foreign Exchange Transactions:** The funds are budgeted and expended in XAF BEAC, the functional currency used in the preparation of the annual financial statements for the organisation.
Statement of financial position as at September 30, 2019. This shows details of non-current assets, current assets, liabilities and commitments in the period under audit. The organisation uses the straight-line method of depreciation and considers the full year amount in the year of acquisition. All non-current assets are given a useful life of ten years.
8. **Income Statement:** The cost of providing the various programs and other supporting activities have been aggregated under the main headings