The Trustees submits their report together with the audited financial statements for the year ended 31 December 2011 which show the state of the trust affairs.

1. Principal activity

The Trust is a public charitable body. The principal activity continued to be the advancement of religion, social concern and relief of poverty and distress of people who are residents of Kenya and elsewhere.

2. Results

The results for the year are summarized below:-

	2011 Kshs	2010 Kshs
Surplus for the year to accumulated surplus	2,609,934	514,331

3. Trustees

The trustees who served during the year and to the date of this report are:

Richard Mwongo	-Chairman
Harris Muiruri	-Secretary(resigned in 2011)
Janet Mutinda	-Treasurer (resigned in 2011)
Alfred Aluvaala	
Agnes Nyamu	
Anne Mburu	
Nick Simani	
Joel Yego	
Muhia Karianjahi	
Elizabeth Kimulu	

4. Auditor

The auditor, Mazars Certified Public Accountants (K), has expressed willingness to continue office in accordance with the terms of the engagement.

By order of the Board of trustees

Chairman _____

Date 24-5- 2012

Tanari Trust
Statement of the trustees' responsibilities
For the year ended 31 December 2011

The Trustees have prepared the financial statements for the financial year which give a true and fair view of the state of affairs of the trust, as at the end of the financial year and of its operating results for the year. The Trustees ensure that the trust keeps proper accounting records, which disclose, with reasonable accuracy, the financial position of the trust. They are also responsible for designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error, selecting and applying appropriate estimates that are reasonable in the circumstances. They are also responsible for safeguarding the assets of the trust.

The Trustees accepts responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, and in conformity with International Accounting Standards. The trustees are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the trust and of its operating results. The Trustees 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 Trustees indicating that the trust will not remain a going concern for at least the next twelve months from the date of this statement.

The statement was approved by the Board of Trustees on 24-5- 2012 and signed on its behalf by:

Chairman

Treasurer for treasurer.

Report of the independent auditor
To the trustees of
Tanari Trust

We have audited the accompanying financial statements of Tanari Trust as set out on pages 5 to 16 which comprise the statement of financial position as at 31 December 2011, and the 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 explanatory notes.

Trustees' responsibility for the financial statements

The Trustees are responsible for the preparation of and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

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 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 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, 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 trust's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the trustees, 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 the financial affairs of the Trust as at 31 December 2011 and of its surplus and cash flows for the year then ended in accordance with International Financial Reporting Standards.

Mazars
Certified Public Accountant (K)
Nairobi

15 June 2012

Tanari Trust
Statement of Comprehensive Income
For the year ended 31 December 2011

	Notes	2011 Kshs	2010 Kshs
Income			
Ministry activities	4	14,599,755	5,374,648
Donations and contributions	5	418,000	493,500
Other income	6	177,755	322,752
		15,195,510	6,190,900
Administration expenses	7	5,696,008	3,612,516
Ministry expenses	8	6,889,568	2,064,053
		12,585,576	5,676,569
Operating surplus		2,609,934	514,331

Tanari Trust
Statement of Financial Position
As at 31 December 2011

	Notes	2011 Kshs	2010 Kshs
Funds			
Fixed asset fund		14,443,266	14,291,395
General fund		2,362,350	(95,713)
Designated funds		2,194,238	2,194,238
		18,999,854	16,389,920
Represented by:			
Non-current assets			
Property plant and equipment	9	14,443,266	14,291,395
Current assets			
Cash and bank	10	3,921,455	434,379
Trade and other receivables	11	1,319,037	2,698,609
		5,240,492	3,132,988
Current liabilities			
Trade and other payables	12	683,904	1,034,463
Net assets		18,999,854	16,389,920

The financial statements on pages 5 to 16 were approved for issue by the Trustees Board on 24-5- 2012 and signed on its behalf by:

_____ Chairman

_____ Trustee