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|    Distr. **Limited** CS/ADM/SC/XXII/9.3 Original **English** **COMMON MARKET FOR EASTERN** **AND SOUTHERN AFRICA**Twenty Second Meeting of the Sub Committee on Audit and Budgetary Matters Lusaka, Zambia28 October – 1 November 2019**ANNEXES TO THE COMESA COMPETION COMMISSION (CCC) REPORT****Annex I: Merger fee Income and Expenditure Statement for the period August 2018 to June 2019** |
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|  |  |  |  |
|  | **Income** | **COM $** | **Note** |
|  | Merger fee |  6,029,649.20  |  |
|  | other Income |  116,062.84  |  |
|  | Total Income |  **6,145,712.04**  |  1  |
|  |  |  |  |
|  | **Expenditures** |  |  |
|  | Fees earned by MS |  3,014,824.60  |  |
|  | Advocacy expenses |  177,239.16  |  |
|  | Technical assistance expenses |  180,504.78  |  |
|  | Investigations |  20,922.00  |  |
|  | Revision of Regulations and Guidelines  |  6,300.00  |  |
|  | Consultative regional workshop of Consumers  |  60,838.20  |  |
|  | Board Meetings  |  173,953.41  |  |
|  | CID Meetings |  38,695.20  |  |
|  | Translation of documents |  39,745.46  |  |
|  | Recruitment/emoluments |  384,442.18  |  |
|  | Administrative  |  45,211.06  |  |
|  | **Period Expenditures** |  **4,142,676.03**  |  |
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|  |  |  |  |
|  | Foreign exchange gain/loss |  (5,187.47) |  |
|  | Foreign exchange gain |  6,746.96  |  |
|  | Net surplus |  **2,014,970.44**  |  |
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| **Annex II: Merger fee Statement of Financial Position as at 30th June 2019** |
|  |  | COM $ |  Note |
|  | Cash & Bank | 14,867,431.98 |  2 |
|  | CVFTS | 2,673,202.00 |  |
|  | Withholding tax due | 14,986.11 |  |
|  | VAT due | 1,136.21 |  |
|  | VAT due from Zimbabwe | 561.90 |  |
|  | Translation services | 118.00 |  |
|  | Staff debtors O/Payments | 2,681.60 |  |
|  |  | **17,560,117.80** |  |
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|  |  |  |  |
|  | **Represented by:** |  |  |
|  | Creditors - MS | 3,952,394.63 |  3 |
|  | Sundry Creditors | 27,361.05 |  |
|  | Staff creditors U/payments | 1,101.44 |  |
|  | COMESA Secretariat | 182,527.17 |  |
|  | Accumulated fund | 13,396,733.51 |  4 |
|  |  | **17,560,117.79** |  |

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| **Note 1** |  |  |
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| Aug to Dec 2018 merger income |  2,612,689.81  |  |
| Jan to June 2019 merger income |  3,471,681.48  |  |
| less revenue Overpaid revenue fees |  (54,722.09) |  |
|  |  6,029,649.20  |  |
| Other Income - Aug 2018 - June 2019 |  116,062.84  |  |
| **Total** |  **6,145,712.04**  |  |
|  |  |  |
|  |  |  |
| **Note 2** |  |  |
|  |  |  |
| Standard Bank revenue (USD) |  2,572,043.04  |  |
| Ecobank revenue (USD) |  2,278,153.36  |  |
| Standard Bank revenue local (MWK) |  37,466.17  |  |
| Ecobank short term call deposit |  4,133,174.87  |  |
| Standard Bank short term call deposit |  5,846,594.53  |  |
| **Total** |  **14,867,431.98**  |  |
|  |  |  |
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| **Note 3** |  |  |
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| 2017 payables bfwd  |  (2,344,747.34) |  |
| 2017 fees Oct - Dec  |  (669,390.04) |  |
| 2018 transfers Jan - Jul  |  856,073.50  |  |
| 2018 fees Jan - Jul  |  (2,235,776.13) |  |
| 2018 Payables Jul balance  |  **(4,393,840.00)** |  |
| 2018 transfers Aug - Dec  |  2,423,772.70  |  |
| 2019 transfers Jan - Jun  |  1,059,858.31  |  |
| 2018 Aug - Dec & 2019 Cash received  |  (3,042,185.65) |  |
| **Total payables**  |  **(3,952,394.63)** |  |
|  |  |  |
|  |  |  |
| **Note 4** |  |  |
| Refund for unutilised tickets  |  **14,320.51**  |  |
| **Staff costs** |  |  |
| Spouse allowance Ali Kamanga |  1,101.44  | CR |
| House allowance Hend Mostafa |  1,340.40  | DR |
| Basic pay Sandya Booluck |  597.96  | CR |
| Basic pay Siboni Maseko |  597.96  | CR |
| Basic pay John Mwesige |  597.96  | CR |
| Education allowance John Mwesige | 1150.75 | DR |
| Medical allowance Siboni Maseko | 190.45 | DR |
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| **CCC BOARD RESOLUTIONS ON MERGER FEES CASH RESTRICTIONS** |
| **DATE OF BOARD MEETING** | **DETAILS OF BOARD’S RESTRICTION** | **AMOUNT APPROVED & RESTRICTED****COM$**  | **NOTES**  |
|  7th August 2014 | Funds for emoluments of four economists | 1,210,315.60 | Emoluments for three years contract for four economists beginning February 2016 to January 2019. |
| 8th August 2016 | Funds for recruitment of additional staff | 500,000 | Salaries for three years for Legal Officer and two Senior Consumer Welfare Officers being additional staff recruited under merger fees.  |
| 28th July 2017 | Funds for renewal of contracts and future recruitment | 700,000700,000 | 2019 and 2020 Salaries for the four Economists for second contracts of four years Provision of salaries for Legal Officer and two Consumer Welfare Officers for second contracts of four years. |
| 31st August 2018 | Funds for renewal of contracts and future recruitment. | 700,000700,000 | 2021 Salaries for four Economists for continuation of second contracts of four years.Provision of salaries for Legal Officer and two Consumer Welfare Officers for continuationof second contracts of four years and part of third contracts. |
| 14th November 2018 | Funds for future recruitment of 10 members of staff | 2,363,580 | Salaries for three years for 10 members of staff to be recruited under merger fees |
| 19th August 2019 | Funds for renewal of contracts. | 700,000700,000 | Provision of salaries for four economists for third contracts of four years.Provision of salaries for Legal Officer and two Consumer Welfare Officers for continuation of third contracts of four years. |
| **TOTAL**LESS Salaries for 2016, 2017 and 2018  | Balance  |  8,273,895(1,258,697)**7,015,198** |  |