

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MAPUTO CORRIDOR LOGISTICS INITIATIVE (ASSOCIATION INCORPORATED IN ACCORDANCE WITH SECTION 21 OF THE COMPANIES ACT)

We have audited the accompanying financial statements of Maputo Corridor Logistics Initiative (Association incorporated in accordance with Section 21 of the Companies Act) which comprise the balance sheet as of 29 February 2008 and the income statement, statement of changes in equity and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes as set out on pages 6 to 19.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with South African Statements of Generally Accepted Accounting Practice and in the manner required by the Companies Act of South Africa. This responsibility includes: designing, implementing and maintaining internal control 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.

Auditor's 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 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 management, as well as evaluating the overall presentation of the financial statements.

C Beggs Chief Executive Officer
F Tonelli Chief Operating Officer
G M Khumalo Director – Managing North Eastern Region / Polokwane office
P J Cronje Director – Managing Nelspruit office
Regional Directors Nelspruit: P J Cronje, A J Oosthuizen Polokwane: G M Khumalo, G S Malan

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 present fairly, in all material respects, the financial position of the Company as of 29 February 2008, and of its financial performance and its cash flows for the year then ended in accordance with South African Statements of Generally Accepted Accounting Practice and in the manner required by the Companies Act of South Africa.

PricewaterhouseCoopers Inc.
Director: AJ Oosthuizen
Registered Auditor

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