

# **REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF**



**Te Atinimarawa Company Ltd Financial Statements  
For the period 31<sup>st</sup> December 2018**

**Kiribati Audit Office  
July 2020**



KIRIBATI AUDIT OFFICE



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Audit for an impact for the public

INDEPENDENT AUDITOR'S REPORT

To The Readers Of  
Te Atinimarawa Company Ltd Financial Statements  
For the year ended 31<sup>st</sup> December 2018

I have audited the Financial Statements of Te Atinimarawa Company Ltd (TACL) for the year ended 31<sup>st</sup> December, 2018 as required under sec 114 (2) of the Constitution, Part VII, Sec 42(4) of the Public Finances (Control and Audit) 1981, Part IV Sec 23 of the SOE Act, 2013 and Sec 22(1) of the Kiribati Audit Act, 2017. The Financial Statements comprise of the following:

- Statement of Financial Performance
- Statement of Financial Position
- Statement of Cash Flow
- Notes to the Accounts

**Qualified Opinion**

In my opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, (or *give a true and fair view of*) the financial position of the Company as at December 31, 2018, and (of) its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

**Basis for Qualified Opinion:**

- We could not verify the Total Closing Gravel Sand Reef Inventory balance of \$181,064 due to the following:
  - TACL did not carry out physical stock counting on a regular basis throughout the year, yet we understand the veracity of the Inventory balance depends heavily on the proper physical counting.
  - We also noted that some of the monthly Inventory balances were negative although we know stock cannot be negative.



- Our test on record of daily production shows the following:
  - Production records for the months Dec, Nov were not entered in the system.
  - For the months Jun to Sept, there were additions which were not in the record yet added to the production, hence overstating Inventory value in those particular months.
  - We were concerned the way production records were maintained as sometimes figures were inconsistent and what makes it more confusing was the use of different names for products, see findings noted in table below:

Date	Record One (Hand written)	Record Two (Table)	Record Three (Yard Daily Sales and Stock Record)	MYOB System record
1/10/2018	G- 20m3 F- 9m3 K – 3m3	Fine – 3m3 Atama – 15m3 Mixed Kairebwe + Fine – 1m3 Lagoon Sand (UMAS) – 1m3	No Record	Grusher AG – 20m3 + 20m3 Grusher Fine – 9m3 + 9m3 Grusher K – 3m3 + 3m3
26/7/2018	No record	No record	Fine Sand-27m3 Kairebwe- 0 Kairebwe + Fine – 11m3 Gravel 20mm – 15m3	Grusher Fine – 45m3 + 3m3 Grusher Atama – 24m3 + 11m3 Grusher K – 18m3



	Not Signed	Not Signed	Signed	
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I have conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAI). My responsibilities under those standards are described in the Auditor's Responsibilities paragraph of my report. I am independent of the **Company** in accordance with the Ethical requirements that are relevant to my audit of the financial statements of the Company and I have fulfilled my other responsibilities in accordance with these requirements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### **Board of Directors and Management's responsibilities for the Financial Statements.**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the Company's financial reporting process.

### **Auditor's responsibilities for the audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion as required under the Public Finance (Control and Audit) Ordinance 1976 and Kiribati Audit Act, 2017. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISA/ISSAI will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs & ISSAI, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and



obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.<sup>4</sup>
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



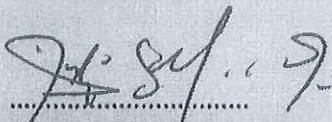
## **Report on other Legal and Regulatory Requirements**

TACL lodged its Financial Statement on 27<sup>th</sup> Feb 2018 showing TACL's compliance to sec.20 of SOE Act, 2013.

### **Independence**

Section 114 (4) of the Kiribati Constitution stipulates that the Auditor General shall not be subject to the direction or control of any other person or authority.

Other than the audit, we have no relationship with or interest in TACL.

  
.....  
Mr. Eriati Tauma Manaima  
Auditor General

Date:14/5/2020

**TE ATINIMARAWA COMPANY LTD**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

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**TE ATINIMARAWA COMPANY LTD**  
**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

In accordance with a resolution of the Board of Directors, the Directors herewith submit the Statement of Financial Position as at 31 December 2018, Statement of Changes in Equity and Statement of Cash Flow and the related Income Statement for the year then ended on that date and report as follows:

**Directors**

*The names of the directors in office at the date of this report are:-*

Dr Takuia Uakeia (Chairman)

Maria-Teretia Kaiboia

Barate Teuriaria

Kabure Yeeting

Teimarawa Eterika

**Results**

The net operating profit for the year 2018 was \$304,997 (2017 Profit \$83,805) after taking into account an income tax expense of \$nil

**Dividends**

No dividend was paid or recommended to be paid by the directors for the year.

**Reserves**

The directors recommend that no transfer be made to reserves at year end.

**Donated Assets**

The directors recommend to transfer the amount of donated assets to deferred Income in order to offset the depreciation expense on these assets.

**Principal Activity**

The principal activities of the company during the year were that of selling out Mixed Aggregates, fine sand, kairebwe, aiama, mixed fine & kairebwe sand, vehicle/plant hire, machineries repair, cement & LC Tekimarawa charter.

**Reporting Period**

The Financial period for the company is from January to December 2018

**General**

At the date of this report the directors are not aware of any circumstances not otherwise dealt with, which would render the account misleading.

Signed on behalf of the board of directors in accordance with a resolution of the directors.

Dated at Betio this ..... day of ..... 2019.

Chairperson: .....  
Name: ...Dr Takuia Uakeia

Director: .....  
Names: ...Teimarawa Eterika




**E ATINIMARAWA COMPANY LTD**  
**STATEMENT BY DIRECTORS**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

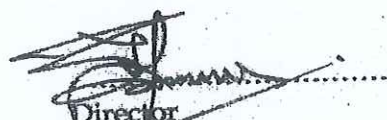
In accordance with a resolution of the Board of Directors for TACL, we state that in the opinion of the directors:

- [i] the accompanying Statement of Financial Position as at 31 December 2018, Statement of Profit or Loss and other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flow together with the notes thereto of the company are drawn up so as to give a true and fair view of the results of the company for the year ended 31st December 2018.
- [ii] at the date of this statement it is certain that the company will be able to pay its debts.
- [iii] all related party transactions have been adequately recorded in the books of the company.

For and on behalf of the board and in accordance with a resolution of the directors,

Dated at Betio this 17th day of October 2019.

  
Chairman  
Dr Takuia Uakeia

  
Director  
Name: Tamarawa Eteika



**TE ATINIMARAWA COMPANY LTD**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPRENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

	Notes	2018	2017
<b>INCOME</b>			
Sales	2	\$ 2,089,940	\$ 1,955,773
Cost of Sales			
Total Cost of Sales		\$ (59,852)	\$ 105,738
Gross Profit		\$ 2,149,792	\$ 1,850,035
<b>LESS EXPENSES</b>			
Staff and Other Related Expenses	3	\$ 675,008	\$ 613,043
Selling and Distribution Expenses		\$ 72,634	\$ 63,501
Fuel & Oil		\$ 268,011	\$ 396,398
Vessel Tools, Repair & Maintenance		\$ 277,744	\$ 138,136
Ration & Water		\$ 6,393	\$ 50,051
Office Maintenance		\$ 52,056	\$ 68,273
Vehicle Maintenance		\$ 273,158	\$ 204,820
Depreciation on Fixed Assets		\$ 707,456	\$ 694,177
Office and Admin exp		\$ 100,546	\$ 126,147
<b>TOTAL EXPENSES</b>		\$ 2,433,107	\$ 2,354,546
<b>OPERATING PROFIT/(LOSS) before Income Tax</b>		\$ (283,314)	\$ (504,511)
Income tax expense	4	\$ -	\$ -
<b>NET OPERATING PROFIT/(LOSS) after Income tax</b>		\$ (283,314)	\$ (504,511)
<b>ADD NON OPERATING ITEMS</b>			
European Union Fund Released		\$ 588,311	\$ 588,316
Deferred Income		\$ 588,311	\$ 588,316
<b>NET PROFIT/(LOSS) for year end</b>		\$ 304,997	\$ 83,805

*The Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the notes to and forming part of the Financial Statements set out on pages 8 to 13.*



**E ATINIMARAWA COMPANY LTD**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

	Notes	2018	2017
<b><u>YEAR 2018</u></b>			
EU/GOVERNMENT AID		\$ 6,833,980	\$ 6,833,980
LESS Transfer to Deferred Capital Income		\$ (6,268,906)	\$ (6,268,906)
		<u>\$ 565,074</u>	<u>\$ 565,074</u>
<b>RETAINED EARNING</b>			
LESS Transfer to Deferred Capital Income		\$ 817,979	\$ 267,092
NET PROFIT/(LOSS) for year end		\$ 304,997	\$ 223,451
Less: Prior period adjustments on opening balances		\$ (6,075)	\$ 327,435
		<u>\$ 1,116,900</u>	<u>\$ 817,978</u>
<b>TOTAL SHAREHOLDERS' FUND</b>		<u><b>\$ 1,681,974</b></u>	<u><b>\$ 1,383,052</b></u>

*The Statement of Changes in Equity is to be read in conjunction with the notes to and forming part of the Financial Statements set out on pages 8 to 13.*



**TE ATINIMARAWA COMPANY LTD**  
**STATEMENT OF FINANCIAL POSITION**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

	Notes	2018	2017
<b>CURRENT ASSETS</b>			
Cash and Other Cash Equivalents	5	\$ 734,245	\$ 414,466
Trade and Other Receivables	6	\$ 292,520	\$ 437,856
Inventory	7	\$ 194,044	\$ 114,980
		<u>\$ 1,220,809</u>	<u>\$ 967,302</u>
<b>CURRENT LIABILITIES</b>			
Trade & Other Payables	9	\$ 11,169	\$ 6,032
Provisional taxes	10	\$ (2,249)	\$ (699)
		<u>\$ 8,920</u>	<u>\$ 5,333</u>
<b>WORKING CAPITAL</b>		<u><b>\$ 1,211,889</b></u>	<u><b>\$ 961,969</b></u>
<b>NON-CURRENT ASSETS</b>			
Property, Plant & Equipments	8	\$ 5,177,133	\$ 5,716,442
		<u>\$ 5,177,133</u>	<u>\$ 5,716,442</u>
<b>NON-CURRENT LIABILITIES</b>			
Deferred Capital Income	11	\$ 4,707,048	\$ 5,295,359
Total Deferred Capital Income		<u>\$ 4,707,048</u>	<u>\$ 5,295,359</u>
<b>NET ASSETS</b>		<u><b>\$ 1,681,974</b></u>	<u><b>\$ 1,383,052</b></u>
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<u><b>\$ 1,681,974</b></u>	<u><b>\$ 1,383,052</b></u>

Signed on behalf of the board of directors in accordance with a resolution of the directors

Dated at Betio this ..... day of ..... 2019.

Chairman.....

Director.....

The Statement of Financial Position is to be read in conjunction with the notes to and forming part of the Financial Statements set out on pages 8 to 13.



**TE ATINIMARAWA COMPANY LTD**  
**STATEMENT OF CASH FLOW**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

	Notes	2018	2017
Cash Flow from operating activities			
Cash received from customers		\$ 2,235,276	\$ 1,389,992
Cash paid to suppliers and employees		\$ (1,741,275)	\$ (864,441)
		\$ 494,001	\$ 525,551
Interest Expense		\$ 494,001	\$ 525,551
Cash Flow from Investing activities			
Acquisition of long term assets		\$ (168,147)	\$ (313,758)
		\$ (168,147)	\$ (313,758)
Cash Flow from Financing activities			
GoK & EU Aids		\$ -	\$ 588,316
Prior Period Adjustments		\$ (6,075)	\$ 4,982
		\$ (6,075)	\$ 593,298
Net Cash Flow		\$ 319,779	\$ 805,091
Opening Cash and Cash Equivalents		\$ 1,661,302	\$ 856,211
Add Cash Adjustment			
Closing Cash and Cash Equivalents		\$ 1,981,081	\$ 1,661,302
(a) Reconciliation of Net Cash from Operating Activities to Net Profit during the period:-			
Net Profit/(Loss) for the period		\$ 304,997	\$ 83,805
Plus Depreciation for the year		\$ 707,456	\$ 693,447
		\$ (588,311)	\$ -
		\$ 424,142	\$ 777,252
Plus Changes in Balance Sheet Accounts			
Decrease/(Increase) in Inventory		\$ (79,064)	\$ (114,981)
Decrease/(Increase) in Debtors		\$ 145,336	\$ (300,898)
Decrease/(Increase) in Creditors		\$ 3,587	\$ 14,404
Other Adjustments			\$ 149,774
		\$ 494,001	\$ 525,551



**TE ATINIMARAWA COMPANY LTD**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Te Atinimarawa Co Limited is a Public Company established under the Kiribati Companies Ordinance and funded by the European Union and Kiribati Government, commenced operation in October 2012

**a) Basis of preparation of the financial statements**

The financial statements have been prepared in accordance with the historical cost accounting except for certain assets which were taken over from Government of Kiribati at Valuation, and do not take into account changing money values or current valuations of non-current assets unless otherwise stated. This account is compiled in accordance with International Accounting Standards which are applicable in Kiribati.

**b) Property, plant and equipment**

Property, plant and equipment are depreciated on a straight line basis at rates

Vehicle	20% pa
Plant & Equipment	20% pa
Furniture & Fittings	20% pa
Buildings	5% pa
Vessel	10% pa

**c) Income tax**

The company does not follow the principals of tax effect accounting. Income tax is calculated on the basis of reported incomes only.

**d) Inventories**

Stock had been entered into the system in 2017.

**e) Comparative figures**

When necessary comparative figures have been adjusted to conform with changes in presentation in the current period.

**f) Audit**

These financial statements are unaudited.



**E ATINIMARAWA COMPANY LTD**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

<b>2 INCOME</b>	<b>2018</b>	<b>2017</b>
<b>SALES</b>		
Mixed aggregates Sand-Unprocess	\$ 297,225	\$ 323,629
Mixed aggregates Mud-Unprocess	\$ 401,503	\$ 150,842
Fine sand (less than 4.5mm)	\$ 816,883	\$ 336,441
Kairebwe (4.5-12mm)	\$ 141,423	\$ 236,692
Atama (12-22)	\$ 309,508	\$ 159,339
Mixed fine & Kairebwe sand	\$ 2,211	\$ 32,212
Rental	\$ -	\$ 9,564
Charter	\$ 16,175	\$ 466,418
Vehicle/Plant hire	\$ 80,010	\$ 121,647
Overtime charge	\$ 14,254	\$ 11,384
Miscellaneous income	\$ 2,900	\$ 2,088
Machineries repair income	\$ 1,506	\$ -
Freight Collected	\$ -	\$ 103,398
Interest Income	\$ 4,343	\$ 2,121
Cement	\$ 2,001	\$ -
<b>Total Income</b>	<b>\$ 2,089,940</b>	<b>\$ 1,955,773</b>

<b>3 STAFF SALARIES &amp; EMOLUMENTS</b>	<b>2018</b>	<b>2017</b>
Included in operating expenses are:		
Staff Salaries & Wages	\$ 410,244	\$ 308,298
KPF Contribution	\$ 30,320	\$ 24,591
Leave Grant	\$ 36,783	\$ 46,911
Other Staff Emoluments	\$ 197,660	\$ 127,503
	<b>\$ 675,008</b>	<b>\$ 507,303</b>

<b>4 INCOME TAX EXPENSE</b>	<b>2018</b>	<b>2017</b>
Net Operating Profit (Loss) before income tax	\$ (283,314)	\$ (504,511)
Income tax expense for the year	\$ -	\$ -
	<b>\$ (283,314)</b>	<b>\$ (504,511)</b>



**TE ATINIMARAWA COMPANY LTD**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

**5. CASH AND CASH EQUIVALENTS**

	2018	2017
Petty Cash/Cash Float	\$ 500	\$ 450
Bank Account	\$ 737,195	\$ 411,070
Undeposited Funds	\$ (3,450)	\$ 2,945
	<b>\$ 734,245</b>	<b>\$ 414,465</b>

**6. TRADE AND OTHER RECEIVABLES**

	2018	2017
Kiribati Housing Corporation/KJT	\$ 563	\$ 490
CCL New Zealand	\$ 7,425	\$ 48,668
Dai-Nippon Construction	\$ 7,350	
MYSA/Office of Te Beretitenti	\$ 19,522	\$ 4,500
AG's office/Min of Education/ KEF	\$ 12,170	\$ 2,467
Ministry of Infrastructure and Sustainable Energy	\$ 5,395	\$ 20,340
Maiana Island	\$ 102,351	\$ 102,351
Tarakia Uakeang/Kaure Babo	\$ 822	\$ 823
Simon Liddell (CCL from NZ)		\$ 84,200
Ministry of Fisheries & Marine Resources Develop	\$ 26,820	\$ 30,214
Tom Awira	\$ 10,945	\$ 10,945
Sundry Debtors	\$ 6,760	\$ 6,760
Staff Debtors	\$ 4,123	\$ 2,273
Gov't share to Dai Nippon Construction	\$ 88,275	\$ 123,825
	<b>\$ 292,520</b>	<b>\$ 437,856</b>



**TE ATINIMARAWA COMPANY LTD**  
**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

**7. INVENTORIES**

	2018	2017
Item Name		
Unprocess Mixed Aggregate Mud	\$ 8,427	\$ 7,444
Unprocess Mixed Aggregate Sand	\$ 29,483	\$ 15,999
Oversize Gravel	\$ 6,093	\$ 5,386
Crusher Fine Sand	\$ 30,034	\$ 4,512
Crusher Kairebwe	\$ 40,429	\$ 13,855
Crusher Atama	\$ 35,599	\$ 43,571
Cusher mixed sand & kairebwe	\$ 30,999	\$ 24,213
Cement	\$ 12,979	
	<u>\$ 194,044</u>	<u>\$ 114,980</u>

**8 PROPERTY, PLANT AND EQUIPMENT**

Buildings-Board approved evaluation of buildings SBM No.10 dated 26th Aug 2014	\$ 266,546	\$ 266,546
Additional	\$ 38,315	
Less accumulated depreciation	<u>\$ (58,390)</u>	<u>\$ (44,424)</u>
	<u>\$ 246,471</u>	<u>\$ 222,122</u>
 Motor Vehicles	 \$ 1,157,808	 \$ 846,483
Additional	\$ 103,175	\$ 311,325
Less accumulated depreciation	<u>\$ (558,503)</u>	<u>\$ (322,497)</u>
	<u>\$ 702,481</u>	<u>\$ 835,311</u>
 Marine Vessel	 \$ 3,261,114	 \$ 3,261,113
Less accumulated depreciation	<u>\$ (904,019)</u>	<u>\$ (575,174)</u>
	<u>\$ 2,357,095</u>	<u>\$ 2,685,939</u>



**TE ATINIMARAWA COMPANY LTD**

**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2018**

Boat Channel	\$ 2,360,443	\$ 2,360,443
Less accumulated depreciation	\$ (531,003)	\$ (412,981)
	<u>\$ 1,829,440</u>	<u>\$ 1,947,462</u>
Plant and Equipment	\$ 25,307	\$ 22,874
Additional	\$ 23,736	\$ 2,433
Less accumulated depreciation	\$ (15,080)	\$ (10,537)
	<u>\$ 33,963</u>	<u>\$ 14,770</u>
Furniture & Fittings at cost	\$ 24,753	\$ 24,753
Less accumulated depreciation	\$ (17,069)	\$ (13,915)
	<u>\$ 7,684</u>	<u>\$ 10,838</u>
Net written down value	<u>\$ 5,177,133</u>	<u>\$ 5,716,442</u>

	2018	2017
<b>9 TRADE &amp; OTHER PAYABLES</b>		
Accrued expenses	\$ 1,875	
Payroll Accruals Payable	\$ 10,569	\$ 5,143
PAYE	\$ (382)	
Staff DBK Payable		
KPF Payable	\$ (584)	\$ 888
KPF Loan	\$ 1,927	
Canteen Payable	\$ (1,420)	\$ 1
Backpay		
BOK Deposit Net salary	\$ (815)	
	<u>\$ 11,169</u>	<u>\$ 6,032</u>



**NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2018**

	2018	2017
<b>10 PROVISIONAL TAXES</b>		
Withholding tax	\$ (2,249)	\$ (699)
	<u>\$ (2,249)</u>	<u>\$ (699)</u>
	2018	2017
<b>11 Deferred Capital Income</b>		
GoK/EU Aids		
GoK Subsidy Grant Received	\$ 2,283,080	\$ 2,283,080
GoK Subsidy Amortised	\$ (359,657)	\$ (245,503)
	<u>\$ 1,923,423</u>	<u>\$ 2,037,577</u>
EU Subsidy Grant Received	\$ 3,985,826	\$ 3,985,826
EU Subsidy Amortised	\$ (1,202,201)	\$ (728,044)
	<u>\$ 2,783,625</u>	<u>\$ 3,257,782</u>
	<u>\$ 4,707,048</u>	<u>\$ 5,295,359</u>