REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF

Broadcasting and Publication Authority
For the Years Ended 31st December 2015

Kiribati National Audit Office
December 2016

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Audit for an impact for the public

INDEPENDENT AUDIT REPORT

To the readers of
Broadcasting & Publications Authority's
Financial statement
For the year ended 31st December 2015

Report on the Financial Statements

The Auditor-General, Mrs Matereta B Raiman, is the auditor of Broadcasting & Publications Authority (BPA).

I have audited the accompanying financial statements of Broadcasting & Publications Authority for the year ended 31st December 2015. The financial statements comprised of:

- the Profit and Loss statement,
- the Balance sheet as at 31st December 2015, and
- the Cash Flow Statement
- and a summary of significant accounting policies and other explanatory information.

Managements and Board's Responsibility for the Financial Statements

Management and the Governing Board are responsible for the preparation and fair presentation of these financial statements in accordance with Generally Accepted Accounting Practices, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Issued on 05/10/2017
to BPA

Auditor General's Responsibility

It is my responsibility to form an independent opinion, based on my audit, on these financial statements prepared in Accrual basis and to report in accordance with the Constitution and Part VII of the Public Finance (Control and Audit) 1976.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAI) and Generally Accepted Auditing Practises as applicable in Kiribati, to obtain reasonable assurance whether the financial statements are free of material misstatement. I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my opinion.

Independence

When carrying out the audit we followed the independence requirement as stipulated under the Kiribati Constitution section 114 (4) and the International Standards of Auditing.

Other than the audit, we have no relationship with or interests in the Company.

Basis for Disclaimer Opinion

<u>Electricity costs inflation</u>

Posting error to electricity costs general ledger had resulted in inflation of total electricity costs by $8,608.80 thereby decreasing net profits reported for the year as well as retained earnings.

FIXED ASSETS

Depreciation costs for the year ending 2014 had not been properly carried forward to the next financial year, 2015 as detailed in the table below:

Depreciation 31.12.2014 & 1.1.2015

	2014 Closing Balance	2015 Opening Balance
Buildings & Premises	$ 5.063.50	$18.671.75 (XMAS)
Plants & Transmitter	$415.911.91	359.155.99 (XMAS)
Office & Equipments	$44.465.18	$54,823.92 (HQ)
Furniture & Fittings	$28,049.76	$23.188.30 (HQ)
Motor Vehicles	$14,585.07	$16.360.07 (HQ)

The variances noted proved much needed review over closing balances and opening balances since this resulted in understatement of depreciation costs for the year 2015 by $35,875.39, material overstatement of net profits. Though the Finance Manager of BPA said he revised fixed assets closing balances 2014 as per audit recommendations, this office confirmed upon reviewing the revised account recently submitted that the 2014 closing balances remained the same. No adjustment over balances been done.

As fixed assets depreciation costs understated by $35,875.39, the net profits and so was the retained earnings were understated also by such amounts. Such practises by BPA's finance division were not encouraged and viewed neglectable by officers involved.

Dishonoured Cheques

Cheques dishonored are not followed up to clients. Pursuant to FR 6.2 (b), no personal cheques shall be encashed by government ministries cash including SOEs. Receipting of personal cheques had represented departure from national finance regulations, failure of compliance resulted in understatement of BPA's revenues by $859. It is also a means of encouraging payments from clients on blank cheques without prompt follow ups by BPA. It's a cash loss to BPA.

Retained Earnings

Net Profits/Losses reported each year shall be either added or subtracted with Retained Earnings to finally arrive at Accumulated Retained Earnings. BPA adopted the practise of reporting current year net profits and labelling it as Accumulated retained earnings, see table below; Accumulated Retained Earnings $51,025. This is contradicted with normal accounting best practise and therefore could not put this office in a position of confirming that retained earnings as well as shareholder's equity reported is fairly stated.

The same goes to Investment Capital as also shown in the table below. The balance kept fluctuating each year with no breakdown attached to show increasing and decreasing trend. This was viewed only as a balancing item given no concrete explanation from Finance Manager's over the account item. (Refer the table below)

Shareholder's Equity BPA	Real accounts 2014	Consolidated 2014	Consolidated 2015
Investment Capital	$705,515.03	$488,145.00	$687,510.00
Capital Reserve	$111,305.37	$111,305.00	$111,305.00
Accumulated Retained Earnings	$118,721.71	$153,179.00	$ 51,025.00
Total Shareholder's equity	$935,542.11	$752,629.00	$849,840.00

Liabilities

While current liabilities are increasing each year, BPA take no proactive measures in ensuring decreased debts. Seeing follow ups by Creditors, Lands Division over long outstanding land leases, there was higher probability of future financial burdens/risks in the long term to BPA. Provided, there was no individual cards for creditors made available to auditors, this office could not confirm the accuracy of total liabilities reported.

Receivables

Total receivables outstanding reported were more than $300K dollars. With no strict credit policies set up, there is room for debts gone bad.

Cash Flow Statements

The Cash Flow Statement was not drawn up according to the International Accounting Standard. Instead of incorporating cash payments and cash receipts only throughout the year in their classifications as investment activities, operating activities and financial activities, BPA had reported capital reserve and retained earnings amongst its financing activities. This is totally wrong and such items did not require being reported as cash flow items.

Disclaimer Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph above, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements of BPA for the year then ended 31st December, 2015.

Emphasis of Matter

Training on MYOB and other important accounting issues; International Accounting Standards, International Financial Reporting Standards as well as national financial regulation shall be highly considered by BPA management and board. This is to enhance the quality of BPA's financial statement reporting.

Report on Legal and Other Regulatory Matter

Submission date of BPA's financial statement dated 31st March, 2016 did not give this office ample time to complete audit report within three months after financial year as required in s.20 of the SOE Act, 2012.

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Mrs Matereta B Raiman

Auditor General

Kiribati National Audit Office

27/12/2016

BROADCASTING AND PUBLICATION AUTHORITY

FINANCIAL STATEMENTS

1 JANUARY - 31 st December 2015

CONTENTS

This Account has been prepared and compilied
by BPA Account Staff
Finance Manager
Assistant Accountant
Cashier
Debt Collector

BROADCASTING PUBLICATION AUTHORITY
CONSOLIDATED STATEMENT OF FINANCIAL PERFOMANCE
FOR THE MONTH END 31st DECEMBER 2015

REVENUE	NOTE	BPA HQ	Xmas	Consolidated Year: 2015	Consolidated Year: 2014
Engineering Income		188,941		188,941	237,096
Radio Income		688,019		688,019	751,606
Print & News Income		57,476		57,476	59,812
Account & Administration Income		65,789		65,789	12,576
Xmas Branch Income			36,430	36,430	79,468
Total Income		**1,000,225**	**36,430**	**1,036,655**	**1,140,558**
Less Cost of Goods Sold	5	3,565	-	3,565	4,801
Gross Profit (Loss) ?		3,565		3,565	4,801
Plus Prior Period Item	6	1,245	-	1,245	34,457 +
Other Revenue					
Interest on IBD		39		39	39
Disposal on Fixed Assets					9,200
		39	**-**	**39**	**9,239** +
TOTAL OPERATING REVENUE		**997,944**	**36,430**	**1,034,374**	**1,179,453**
EXPENDITURE					
Total Staff & Benefit Expenses	7	398,250	63,751	462,001	467,420
Total Administrative & Operating	8	297,180	53,518	350,699	400,606
Total Non-Cash Operating Exp	9	126,861	43,789	170,650	158,248
					-
Total Expenses		**822,291**	**161,058**	**983,349**	**1,026,274**
PROFIT / LOSS		**175,653**	**(124,628)**	**51,025**	**153,179**

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BPA CHAIRMAN

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BPA DIRECTOR

BROADCASTING PUBLICATION AUTHORITY
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 st DECEMBER 2015

	Note	BPA HQ	Xmas	2015	2014
ASSETS					
CURRENT ASSETS				Consolidated	Consolidated
Cash & Cash Equivalent	10	42,763	6,569	**49,332**	**(2,175)**
Inventories		13,152	1,843	**14,995**	**18,560**
Accounts receivable	11	324,442	20,162	**344,605**	**360,947**
Imprest/Advances Expenses	12	4,609	-	**4,609**	**6,789**
Total current assets		**384,967**	**28,575**	**413,542**	**384,121**
LIABILITIES					
Less : Current liabilities:					
Accounts payable	13	232,492	**36,107**	**268,599**	**296,718**
Other - Current Liabilities	14	25,989	**6,175**	**32,164**	**50,325**
Total current liabilities		**258,481**	**42,282**	**300,763**	**347,043**
WORKING CAPITAL		**126,487**	**(13,707)**	**112,779**	**37,079**
Plus: Non Current Assets					
Property and equipment	15 & 16	326,800	457,416	**784,216**	**762,706**
Less: Long-term liabilities					
Soft Loan - TAK		**47,155**	**-**	**47,155**	**47,155**
NET ASSETS		**453,287**	**443,709**	**$ 849,840**	**$ 752,629**
Represented by:					
Shareholders Equity					
Investment capital		274,926	412,584	**687,510**	**488,145**
Capital Reserve		59,883	51,422	**111,305**	**111,305**
Accumulated retained earnings		175,653	(124,628)	**51,025**	**153,179**
Total Shareholders equity		**510,462**	**339,378**	**$ 849,840**	**$ 752,629**

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BPA CHAIRMAN

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BPA DIRECTOR

Consolidated Cash Flow Statement
for the year ended 31 st December 2015

		Notes	2015	2014
1	**Cash Flows from Operating Activities**		$	$
	Receipt from Customers		763,243.29	215,250.09
	Payment to Suppliers and employees		(1,559,920.31)	(488,018.65)
	Interest Received		39.23	39.00
	Net Cash Flow from Operating Activities		**(796,637.79)**	**(272,729.56)**
2	**Cash Flows from Investing Activities**			
	Seawall at Cost		(7,537.05)	(2,115.76)
	Building Premises at Cost		(397,771.17)	(201,373.40)
	Plant, Machine & Transmitter		(1,402,017.82)	(639,110.52)
	Motor Vehicles at Cost		(93,011.75)	(17,354.62)
	Furniture & Fittings		(26,067.82)	(1,547.52)
	Office Equipment		(82,349.33)	(39,558.18)
	Net Cash Flows from Investing Activities		**(2,008,754.94)**	**(901,060.00)**
3	**Cash Flow from Financing Activities**			
	Retaining Earnings		(140,405.11)	517,971.76
	Capital Reserve		111,305.37	111,305.37
	NetCash Flow from Financing Activities		**(29,099.74)**	**629,277.13**
	Net increase/Decrease for the period		**51,507.28**	**(26,758.07)**
	Cash &Cash Equivalents at beginning of period		(2,174.85)	24,583.22
	Cash &Cash Equivalents at end of period		**49,332.43**	**(2,174.85)**

Note: 1

Reconciliation of Net Profit to Net Cash from operating activiities

	2015	2014
Net Profit/(Loss)	51,024.95	84,264.96
Add: Back Depreciation	(782,099.23)	135,209.18
Total of Net Profit & Add Back Depreciation	**(731,074.28)**	**219,474.14**
Increase/Decrease in Assets & Liabilities		
Trade Debtors	(366,600.71)	(383,986.03)
Provision for doubtful debts -	21,996.04	56,813.22
Trading Stock	(14,995.48)	(4,801.17)
Staff Advance	(1,816.30)	(227.75)
Staff Imprest	(2,793.04)	(6,561.44)
Cheque Returned Accounts	-	-
Trade Creditors	268,598.69	296,717.61
VAT	-	30,119.46
Provision for accountant fees	-	-
Provision for auditing fess	16,525.00	16,525.00
Staff Tax Payable	6,998.36	-
KPF Payable	2,901.20	1,501.52
Soft Loan -CCK		47,155.00
Other liabilities	3,622.73	2,178.84
Total Increase/Decrease in Assets & Libilities	**(65,563.51)**	**53,255.42**
Net Cash Flow Operating Activities	**(796,637.79)**	**272,729.56**

Note: 2

Cash Balance Represented as follows at 31 st December

	2015	2014
Bank Current Acc - Acc no 152340	23,021.55	(27,555.40)
Bank Xmas Acc - Acc no 671172	5,598.29	10,711.74
Bank Reserve Fund Acc no 835745	8,116.59	7,740.59
Bank IBD Acc no 152351	5,533.55	5,494.32
Petty Cash - TRW	500.00	500.00
Petty Cash - Xmas	300.00	300.00
Sub RR - Cash on Hand	633.90	633.90
Cash on Hand	5,628.55	-
	$ 49,332.43	**$ (2,174.85)**

Broadcasting & Publication Authority
Notes to the Financial Statements
For the Year Ended 31 December 2015

1 GENERAL

The Broadcasting and Publication Authority (BPA) was set up in 1979 under BPA Act, CAP 6A to provide local sound broadcastic as public service for the dissemination of information, education and entertainment to produce, print, and distribute the national newspaper, "Te Uekera" and other authorized publications"

2 ACCOUNTING POLICIES

The Financial Statements are prepared under the Historical Cost Convention modified by valuation of certain fixed and comply with the International Accounting Standards.

(a) DEPRECIATION

Depreciation method adopted is the Straight Line Method which is consistent to previous years. The rates applies also consistent with previous years as follows:-

Seawall	33.30%	3 years
Building Premises	4%	25 years
Plant Machineries & Transmitter	6.66%	15 years
Office Equipment	20%	5 years
Furniture & Fittings	20%	5 years
Motor Vehicles	25%	4 years

(b) Provisions for doubtful debts is provide 6% only of the total outstanding debtors at the year ended. The rate apply this year is consistent with rate used at in the last two consecutive years.

3 REVENUE

Revenue princepally represents the amounts received from the sale of AM Radio, FM 88 services and printing services as newspaper.

4 CAPITAL RESERVE - $111,305.37

The assets, liabilities and cash of the publications division had been effectively included into the books of the Broadcasting Division & changed to departments under the Broadcasting & Publication Authority. At the start of this year when transferred took place of these remaining assets & liabilities, the capital of $111,305.37 was omitted during the transfer exercise. Thus, this note was made up that which reflected on the balance sheet under Capital Reserve this year 2006.

Note: 5

Cost of Goods Sold on Trading	BPA Trw	BPA Xmas	Year: 2015 Total	Year: 2014 Total
Opening Balance 01/01/15	18,560.03	1,843.02	20,403.05	23,361.20
plus Net Purchases			-	
Plus Freight Inwards			-	
Plus Custom Duty			-	
Plus Port Charges			-	
Less Closing Stock 31/12/15	14,995.48	1,843.02	16,838.50	18,560.03
Cost of Goods Sold	**3,564.55**	-	**3,564.55**	**4,801.17**

Note: 6

Prior Period Item

	BPA Trw	BPA Xmas	Year: 2015 Total	Year: 2014 Total
Prior Period Item	1,244.52	-	1,244.52	34,456.75
	1,244.52	-	**1,244.52**	**34,456.75**

Note: 7

Staff & Other Benefit Expenses

Details of Expenses	BPA Trw	BPA Xmas	Year: 2015 Cosolidated Total	Year: 2014 Cosolidated Total
Wages & Salaries	288,499.37	$41,659.73	330,159.10	324,239.51
Temporary Assistant & Hire Firm	24,188.76	$6,486.75	30,675.51	21,351.40
Entertaiment allowance	978.78		978.78	1,258.49
Acting Allowance	8,323.90	141.60	8,465.50	3,160.28
Charge Allowance	4,451.27	$2,070.13	6,521.40	6,525.95
Abnormal Allowance			-	38.80
Shift Allowance	3,601.80	2,005.35	5,607.15	5,829.26
On Call Allowance	2,832.45	1,770.60	4,603.05	4,165.01
Chemical Allowance	952.53		952.53	826.60
Electricity Allowance	2,500.00	520.00	3,020.00	3,140.00
Meal Allowance	86.00		86.00	
Rigging Allowance	901.40		901.40	1,327.50
Leave Grant	24,250.00	3,000.00	27,250.00	28,875.00
Staff Overtime	36,314.92	$6,096.66	42,411.58	39,434.34
Staff Arrears	368.50	$0.00	368.50	4,460.70
	398,249.68	**63,750.82**	**462,000.50**	**444,632.84**

Note: 8

Administrative & Operating Expenses

Details of Expenses	BPA Trw	BPA Xmas	Year: 2015 Cosolidated Total	Year: 2014 Cosolidated Total
KPF Subsidy	19,944.74	3,124.48	23,069.22	22,787.05
House rent subsidy	4,538.63	-	4,538.63	4,579.34
Telephone Bill	12,338.78	5,297.26	17,636.04	16,121.25
Recharge - Telephone	1,012.50	255.00	1,267.50	1,341.75
ADSL Link Tabuaeran & Teraina	2,461.50	14,738.88	17,200.38	41,097.13
Electricity	89,833.10		89,833.10	105,001.65
Internet	9,007.67	5,266.00	14,273.67	6,698.34
Postage	9.20	231.30	240.50	271.00
Office Supplies	23,950.53	561.25	24,511.78	21,803.98
Uekera operating supplies	17,482.58		17,482.58	16,014.59
Bank charges	5,185.48		5,185.48	1,952.27

Land Rent	889.95		889.95	4,700.80
Website expenses	765.00		765.00	960.00
Bandwith Rental - New Skies	-	21,506.58	21,506.58	28,942.92
Maintenance	4,951.65		4,951.65	3,669.93
Repair Motor vehicle	3,927.75		3,927.75	5,055.84
Fixed Assets Insured	3,433.00		3,433.00	-
Tower maintenance	1,638.50		1,638.50	2,181.50
Fuel & Oil	10,962.70		10,962.70	6,445.77
Local Travelling	21,480.60	1,271.40	22,752.00	31,701.66
Local Training	(84.05)		(84.05)	193.20
Oversaes travelling	36,504.86	4,390.80	40,895.66	52,831.30
Outer island coverage	107.50		107.50	1,345.00
Board expenses -Sitting Allow	7,520.00		7,520.00	11,775.00
Board Expenses - Recharge	485.00		485.00	430.60
Board Expenses - Refreshment	2,764.15		2,764.15	1,584.15
Board Exp - Wages MD	6,300.00		6,300.00	3,220.00
Panelist Expenses	370.00		370.00	-
Board Entertainment	1,839.30		1,839.30	1,785.50
Folding & Collating	660.00		660.00	770.00
Freight for Uekera to outer is	394.70		394.70	496.00
Accountant Fee			-	2,451.00
Miscelleneous expenses	3,149.95	230.40	3,380.35	12,956.13
Total Administrative & Operating	**293,825.27**	**53,518.47**	**350,698.62**	**411,164.65**

Note: 9

Non Operating Cash Expenses	BPA Trw	BPA Xmas	Year: 2015 Cosolidated Total	Year: 2014 Cosolidated Total
Depreciation Expenses	104,865.10	$ 43,788.79	148,653.89	135,209.18
Doubtful Debts Expenses	21,996.04		21,996.04	23,039.16
	126,861.14	**43,788.79**	**170,649.93**	**158,248.34**

Note: 10

Cash & Cash Equivalent	BPA Trw	BPA Xmas	Year: 2015 Cosolidated Total	Year: 2014 Cosolidated Total
Petty Cash - HQ	500.00		500.00	500.00
Petty Cash -Xmas		300.00	300.00	300.00
Sub RR not receive Fund	633.90		633.90	633.90
Cash on Hand	4,957.40	671.15	5,628.55	-
Cash at Bank - HQ (153241)	23,021.55		23,021.55	(27,555.40)
Cash at Bank - Xmas (671172)		5,598.29	5,598.29	10,711.74
Cash at Bank - RF (835745)	8,116.59		8,116.59	7,740.59
Cash at Bank - IBD (152351)	5,533.55		5,533.55	5,494.32
	42,762.99	**6,569.44**	**49,332.43**	**(2,174.85)**

Note: 11

Account Receivables	BPA Trw	BPA Xmas	Year: 2015 Cosolidated Total	Year: 2014 Cosolidated Total
Trade Debtors	345,151.54	21,449.17	366,600.71	383,986.03
Less: Prov for Doubtful Debts	20,709.08	1,286.96	21,996.04	(23,039.16)
	324,442.46	**20,162.21**	**344,604.67**	**360,946.87**

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Note: 12

Imprest & Advance

	BPA Trw	BPA Xmas	Year: 2015 Cosolidated Total	Year: 2014 Cosolidated Total
Staff Advances	1,816.30		1,816.30	227.75
Staff Imprest	2,793.04		2,793.04	6,561.44
	4,609.34	**-**	**4,609.34**	**6,789.19**

Note: 13

Accounts Payables

	BPA Trw	BPA Xmas	Year: 2015 Cosolidated Total	Year: 2014 Cosolidated Total
Trade Creditors	256,762.81	11,835.88	268,598.69	296,717.61
			-	
	256,762.81	**11,835.88**	**268,598.69**	**296,717.61**

Note: 14

Other Current Liabilities

	BPA Trw	BPA Xmas	Year: 2015 Cosolidated Total	Year: 2014 Cosolidated Total
Tax Withholding	$325.03		325.03	30,119.46
Staff KPF Payable	$2,901.20		2,901.20	1,501.52
Staff Tax Payable	$6,998.36	-	6,998.36	
House Rent	$1,791.77		1,791.77	
KNAO Fee Exp	10,350.00	6,175.00	16,525.00	16,525.00
Payroll Liabilities	3,622.73	-	3,622.73	2,178.84
	$25,989.09	**$6,175.00**	**32,164.09**	**$ 50,324.82**

NOTE: 14 & 15

Non-Current Assets - BPA HQ

	Office Equipments	Furniture Fittings	Motor Vehicles	Plants Transmitter	Sea Wall	Buildings Premises	Total
Depreciation - Rate	20%	20%	25%	6.66%	33.30%	4%	
Balance as at 1 January 2	$ 77,651.75	$ 23,707.82	$ 18,671.75	$ 496,898.89	$ 7,537.05	$ 365,703.57	$ 990,170.83
Plus Additional		$ 220.00	$ 65,740.00	$ 52,927.94	$ -	$ 6,667.60	$ **125,555.54**
Less: Disposal							
Balance as at 31 Dec 2	$ **77,651.75**	$ **23,927.82**	$ **84,411.75**	$ **549,826.83**	$ **7,537.05**	$ **372,371.17**	$ **1,115,726.37**
Less: Depreciation							
As at 01/01/15	$ **54,823.92**	$ **23,188.30**	$ **14,585.07**	$ **383,916.84**	$ **7,537.05**	$ **200,310.81**	$ **684,361.99**
Charge During year	$ 15,530.35		$ 21,102.94	$ 36,618.47		$ 14,894.85	$ 88,146.60
Less Disposal							
As at 31/12/15	$ 70,354.27	$ 23,188.30	$ 35,688.01	$ 420,535.31	$ 7,537.05	$ 215,205.66	$ 772,508.59
Net Book values:							
As at 31/12/15	$ 7,297.48	739.52	48,723.74	129,291.52	-	157,165.51	$ **343,217.78**
As at 31/12/14	$ **22,827.83**	**519.52**	$ **4,086.68**	$ **112,982.05**	$ -	$ **165,392.76**	$ **305,808.84**
							-$ 343,217.78

Non-Current Assets - Xmas Branch

	Office Equipments	Furniture Fittings	Motor Vehicles	Plants Transmitter	Sea Wall	Buildings Premises	Total
Depreciation - Rate	6.66%	20%	25%	6.66%	33.30%	4%	
Balance as at 1 January 201	$ **6,000.00**	$ **2,140.00**	$ -	$ **852,190.99**	$ -	$ **25,400.00**	$ **885,730.99**
Plus Additional							
Less: Disposal							
Balance as at 31 Dec 2	$ 6,000.00	$ 2,140.00	$ -	$ 852,190.99	$ -	$ 25,400.00	$ **885,730.99**
Less: Depreciation							
As at 01/01/15	$ **4,800.00**	$ **1,712.00**	$ -	$ **359,155.99**	$ -	$ **4,047.50**	$ **369,715.49**
Charge During year	$ 399.60	$ 428.00	$ -	$ 56,755.92	$ -	$ 1,016.00	$ 58,599.52
Less Disposal							
As at 31/12/15	$ 5,199.60	$ 2,140.00	$ -	$ 415,911.91	$ -	$ 5,063.50	$ 428,315.01
Net Book values:							
As at 31/12/15	$ 800.40	$ -	$ -	$ 436,279.08	$ -	$ 20,336.50	$ **457,415.98**
As at 31/12/14	$ **1,200.00**	$ **428.00**	$ -	$ **493,035.00**	$ -	$ **21,352.50**	$ **516,015.50**

Consolidated Property, Plant & Equipment for HQ and Xmas Branch

Historical Cost	83,651.75	26,067.82	84,411.75	1,402,017.82	7,537.05	397,771.17	2,001,457.36
Acc Dep	75,553.87	26,067.82	35,688.01	852,125.43	7,537.05	220,269.16	1,217,241.33
Book Value	**8,097.88**	-	**48,723.74**	**549,892.39**	-	**177,502.01**	**784,216.03**

Note: 16

LOAN TERM LOAN	BPA Trw	BPA Xmas	Year: 2015 Cosolidated Total	Year: 2014 Cosolidated Total
Soft Loan CCK	47,155.00	-	47,155.00	47,155.00
Other Loan	-	-	-	
	47,155.00	-	**47,155.00**	**$ 47,155.00**

Note: 17			Year: 2015 Cosolidated	Year: 2014 Cosolidated
CAPITAL RESERVE	BPA Trw	BPA Xmas	Total	Total
Op ing Balance	$59,583.13	51422.18	$ 111,005.31	111,005.37
Capital Adjustment			-	
Closing Balance	$ 59,583.13	$ 51,422.18	**$ 111,005.31**	**$ 111,005.37**

Note: 18			Year: 2015 Cosolidated	Year: 2014 Cosolidated
RETAINED EARNINGS	BPA Trw	BPA Xmas	Total	Total
Opening Balance	719,699.26		719,699.26	635,434.30
Plus: Net Profit during th	175,652.93	(124,627.98)	51,024.95	84,264.96
Adjustments			-	
Closing Balance	**895,352.19**	**(124,627.98)**	**770,724.21**	**$ 719,699.26**