REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF

COMMUNICATIONS COMMISSION OF KIRIBATI

FOR THE YEAR ENDED 31 DECEMBER 2023.

KIRIBATI AUDIT OFFICE

December 2024

KIRIBATI AUDIT OFFICE

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Audit for an impact for the public

INDEPENDENT AUDITOR'S REPORT

To the Readers Of

Communications Commission of Kiribati

FOR THE YEAR ENDED 31 DECEMBER 2023

I have audited the Financial Statements of Communication Commission of Kiribati (CCK) for the year ended 31 December 2023 as required under sec 114 (2) of the Constitution, Part VII, Sec 42(4) of the Public Finances (Control and Audit) 1981 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
- Statement of Changes in Equity
- Notes to the Accounts

Unqualified Opinion

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Authority as at December 31, 2023, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis of Unqualified Opinion

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 **Authority** in accordance with the Ethical requirements that are relevant to my audit of the financial statements of the Authority, 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 audit opinion.

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 audit opinion.

Board's and Management's Responsibilities for the Financial Statements.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IAS, 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's 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

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 scepticism 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 Commission's internal control.
- 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 Commission. 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 Commission 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.

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 CCK.

.... Date:05/12/2024

Mr Eriati Tauma Manaima

Auditor General

COMMUNICATIONS COMMISSION OF KIRIBATI

P.O Box 529. Betio. Tarawa. Republic of Kiribati

Website: www.cck.ki | **Email**: enquiry@cck.ki | ☎: 75125488 | 75125431

FILE REF: 3/20

DATE: 5 December 2024

The Auditor General
Kiribati Audit Office
Bairiki

Dear Sir

Communications Commission of Kiribati – Revised 2023 Annual Account

I take this opportunity to thank you and good your team for auditing CCK's Account 2023.

This is in responses to the findings and recommendations raised from your draft management report and as agreed during the exit meeting on Wednesday 04th December 2024 inside CCK's boardroom for your final opinion please.

Annexed to the letter is as required by your good auditors.

Thank you.

Faithfully,

Enota Ingintau
Chief Executive Officer

1. Important Notes

- Basis of preparing of financial statement

The financial statements are prepared and presented fairly the financial position, performance and cash flows in accordance with all relevant International Financial Reporting Standard (IFRSs).

Accruals basis is the concept which the Commission practically operates with which recognize revenues when they are earned and expenses when they are incurred regardless of cash receipt or payment is made.

- Financial report contains all significant accounting policies as set out below;

I. **Recognition of revenue**
   - License fee earned per annual due dates for each licensee
   - Domain name fee earned per annual due date for each domain users
   - Upfront payment earned but not yet due for new telecom operators

II. **Depreciation rate**
   - The straight-line method is currently used when calculating the depreciation values of the Commission's fixed asset
   - The depreciation rates for fixed asset are set as below;
     - Office Equipment 25%
     - Furniture & Fittings 25%
     - Motor Vehicles 20%
     - Building & Premises 5%
   - Amortisation rate for Intangible assets is 25% which is equivalent to 4 years of lifetime for the Intangible assets

III. **Foreign currency transactions**
   - A foreign currency transaction involving overseas clients from domain name users and overseas licensees always swift remitted inwardly with AUD currency when crediting the Commission's bank account.
   - For payment to overseas suppliers, wire transferred in overseas currency.

IV. **Significant transactions**
   - Dealings involving either party which are outside the ordinary course of either party's business, including investments, acquisitions or financings.

V. **Significant risk associated with company operations**
   CCK operates under Communications Act 2012 so whatever charged as a license fee should be paid, hence CCK was with less or zero risk.

VI. Provision for doubtful debt

There has been zero provision for doubtful debt but that will be considered again for specified rate in the next financial years.

VII. Disposals

The Commission's old Van and double cap disposed and these have no book value hence the Commission received gains on both the vehicles reflected as below; The minivan bus sold with 16,500 while the double cap sold with 13,280. That gives a total of 29,780 gain on disposal respectively.

VIII. Prepayments

- The advance payments made in 2023 for Honolulu trip which will be held in early January 2024 but those were cleared in 2024 by realizing it as overseas expenses.
- The Commission's office on Christmas Island rented BPA's building room, but the building was renovated by CCK so the total renovation expenses reflected on the prepaid rent expenses for ease of offsetting rent payment to BPA on a monthly basis.

IX. Contingencies

<u>Tarawa Motors high court case – Reimbursement of cost of Toyota Double Cab pick up already paid to Tarawa Motors but Double Cab not yet received by CCK.</u>

This is an outstanding high court case which has been dragging on for awhile.

Our case was first handled by the Office of the Attorney General till the Commission decided to switch the case to the Private Law firm – EMM Law Firm, noting the slackness of the Office of the Attorney General in pursuing our case. EMM Law Firm was engaged on this case through a Contract agreement signed between EMM Law Firm and CCK on 01 Dec 2023, a one-year retainer agreement.

Noting the status of Tarawa Motors and the push for the High Court case to proceed on this case, it seems that CCK will have reimbursement issues from Tarawa Motors should CCK win the court case. However, we rely heavily on the high court to decide and CCK still pursue the case.

CCK has lodged a complaint on the slackness of the High Court to complete the hearing of this High Court case on 18 June 2024. In response to the letter, the High Court has now revived the hearing of the Court case and we don't know yet when the hearing of this court case will be completed.

In the meantime, we have no idea when this court case will come up with a verdict and have no idea also if CCK will ever get a reimbursement from Tarawa Motors.

X. Commissioners / Board of Directors

The names of Commissioners or Board of Directors of the Commission during the financial year and up to the date of this report were:

Mr Tererei Aruee – Chairman

Ms Eweata Maata – Vice Chairlady

Teieka Kaoma – Commissioner

Dr Takeieta Kienene – Commissioner

Fatele Palala Tetapo – Commissioner

Communications Commission of Kiribati
Comparative Balance Sheet – REVISED.
As of 31 December 2022 - 31 December 2023

	2023	2022	$ Difference	% Difference
Assets				
Current Assets				
Cheque Account - 626414	384,440.03	715,124.18	- 330,684.15	-86%
Cheque Account UAF - 1146450	45,250.99	220,825.16	- 175,574.17	-388%
Petty Cash	200.00	200.00	-	0%
IBD - 680256	147,561.37	545,418.41	- 397,857.04	-270%
IBD - Equity Trustee	1,003,297.30	-	1,003,297.30	100%
Account Receivables	34,871.52	9,716.81	25,154.71	72%
Advance Account - Driver	49.25		49.25	100%
Staff Salary Advance	(34.40)		- 34.40	100%
Prepaid Expenses	26,604.72	50,618.00	- 24,013.28	-90%
Prepaid Rent Expense	21,329.41	-	21,329.41	100%
Advance Account - SITO	41.40	-	41.40	100%
Property, Planst & Equipments				
Office Equipment - at Cost	301,976.63	268,859.28	33,117.35	11%
Accum Depn - Office Equipments	(207,384.49)	(131,890.33)	- 75,494.16	36%
Furniture & Fittings - at cost	16,282.53	7,665.45	8,617.08	53%
Acc Deprn - Furniture & Fittin	(9,719.51)	(5,648.88)	- 4,070.63	42%
Motor Vehicles - at Cost	242,808.00	196,088.00	46,720.00	19%
Acc Deprn - Motor Vehicles	(115,364.76)	(96,583.16)	- 18,781.60	16%
Buildings & Premises - at Cost	66,913.72	66,913.72	-	0%
Acc Deprn - Building & Premise	(36,486.78)	(33,141.09)	- 3,345.69	9%
Intangible Assets - at Cost	197,134.74	57,688.24	139,446.50	71%
Acc Amortisn - Intangible Asse	(36,767.47)	(14,422.06)	- 22,345.41	61%
Total Assets	**2,083,004.20**	**1,857,431.73**	225,572.47	11%
Liabilities				
Dot Ki Trust	-	$227,849.48	- 227,849.48	#DIV/0!
Commissioners Tax Payable	-	$313.75	- 313.75	#DIV/0!
Prepaid Revenue	79,178.72	79,178.72	-	0%
Total Liabilities	**79,178.72**	**307,341.95**	- 228,163.23	-288%
Net Assets	**2,003,825.48**	**1,550,089.78**	- 453,735.70	-23%
Equity				
Retained Earnings	1,519,074.96	1,413,880.05	105,194.91	7%
Current Year Earnings	225,886.22	(122,654.57)	348,540.79	154%
Equity - Govt Contribution	258,864.30	258,864.30	-	0%
Total Equity	**2,003,825.48**	**1,550,089.78**	**453,735.70**	23%

SIGNED

Mr Enota Ingintau
Chief Executive Officer

Mr Tererei Aruee
Chairman

Communications Commission of Kiribati
Profit & Loss Statement - REVISED
For the Year Ended 31 December 2023

	NOTE	
Income		
Total Income	2	$1,428,659.04
Expenses		
Total Expenses	3	$930,155.73
Operating Profit		**$498,503.31**
Other Income		
Total Other Income	4	$29,780.00
Other Expenses		
Total Other Expenses	5	$302,397.09
Net Profit / (Loss)		**$225,886.22**

SIGNED

Mr Enota Ingintau
Chief Executive Officer

Mr Tererei Aruee
Chairman

Communications Commission of Kiribati
Revised Comparative Cash flow Statement
As at 31 December 2022 to 31 December 2023

	NOTES	2023	2022	$ Difference	% Difference
Cashflow from Operating activities					
Receipt from Customers	6	1,537,095.82	1,065,195.18	471,900.64	30.70%
less payments to Staff and Suppliers		1,386,370.31	1,059,287.75	327,082.56	23.59%
		150,725.51	**5,907.43**	144,818.08	96.08%
Cashflow from Investing activities					
Interest Income		5,440.26	1,363.53	4,076.73	74.94%
Sale of Fixed Asset	6	29,780.00	-	29,780.00	100.00%
less Purchase of Fixed Asset		(194,693.68)	- 199,144.32	4,450.64	-2.29%
		(159,473.42)	**- 197,780.79**	38,307.37	-24.02%
Cashflow from Financing activities			-	-	#DIV/0!
Net Increase in cash and cash equivalent		99,181.94	- 218,828.73	318,010.67	320.63%
Cash and cash equivalent at beginning of perio		1,481,567.75	1,700,396.48	- 218,828.73	-14.77%
Cash and cash equivalent at end of period		**1,580,749.69**	**1,481,567.75**	99,181.94	6.27%
Note 1 Cash and cash equivalent					
Cheque Account		384,440.03	715,124.18	- 330,684.15	-86.02%
Cheque Account UAF		45,250.99	220,825.16	- 175,574.17	-388.00%
Petty Cash Fund		200.00	200.00	-	0.00%
IBD No. 680256		147,561.37	545,418.41	- 397,857.04	-269.62%
IBD - Equity Trustee		1,003,297.30	-	1,003,297.30	100.00%
Total cash and cash equivalent		**1,580,749.69**	**1,481,567.75**	99,181.94	6.27%
Note 2 Reconciliation of Net Profit to Cash flow from Operating Activities					
Net Profit		225,886.22	- 59,667.32	285,553.54	126.41%
Add back non cashflow expenses				-	#DIV/0!
Depreciation		153,817.49	63,129.28	90,688.21	58.96%
Bad Debts and other Expenses			-	-	#DIV/0!
Less non operating activity income					
Interest on IBD		5,440.26	1,363.53	4,076.73	74.94%
Sale of Assets	6	29,780.00	-		0.00%
Add decrease in Account Receivables		**(25,154.71)**	768.19	- 25,922.90	103.05%
Add increase in Liabilities		**(228,163.23)**	313.75	- 228,476.98	100.14%
Cash flow from Operating Activities		**150,725.51**	**5,907.43**	144,818.08	96.08%

SIGNED

Mr Enota Ingintau
Chief Executive Officer

Tererei Aruee
Chairman

Notes to form part of the Financial Statements

NOTE		
2	**INCOME**	
	ADMIN & FINANCE SERVICES	
	IBD Interest	$2,142.96
	IBD Interest - Equity Trustee	$3,297.30
	Domain Name	$401,995.95
	Sundries	$20,038.16
	ENGINEERING	
	Apparatus License fee	
	Aeronautical	$2,100.00
	Amateur	$780.00
	Broadcast Radio	$0.00
	Fixed Services	$17,450.00
	Satellite	$194,832.54
	Shipstation	$33,020.00
	Application fee	$23,000.00
	Radio Spectrum License	
	Cellular Mobile	$195,750.00
	Fixed Link Services	$36,883.00
	Frequency	$0.00
	Other Radio Related Fees	
	Type Approval	$6,375.00
	Inspection fee - not class B	$550.00
	Communication - Individual	
	Individual License	$460,465.46
	Communication - Class License	
	Internet Cafe Services (<=50m)	$150.00
	REGULATORY	
	Numbers	$28,293.67
	Late Fee	$1,535.00
	Total INCOME	**$1,428,659.04**
3	**EXPENSES**	
	ADMIN & REGULATORY SERVICES	
	Personal Emoluments	
	Salaries	$265,463.78
	Extra Duty Allowance	$11,675.04
	Leave Grant	$55,250.00
	Overtime	$19,584.62
	Commissioners Expenses	
	Sitting Allowance	$17,000.00
	Snacks & Coffees	$8,263.98
	General Expenses	
	Entertainment	$15,973.18
	Maintenance & Repair	$10,134.96
	Promotions	$9,761.00
	Membership fees - Int"l Orgs	$34,750.15
	Advertising	$846.60
	Office Supplies & Stationeries	$22,702.83
	Rent Expense - Xmas Office	$0.00
	Training	$12,227.00
	House Rent Subsidy	$55,115.72
	KPF Contribution	$19,708.88
	Service Purchase	$9,668.40
	Donation	$8,548.03
	Retreat	$0.00
	Financial Expenses	
	Audit fee	$2,500.00
	Bank Charges	$2,260.40
	Travelling & Transport Cost	
	Local Travel	$1,894.70

Motor Vehicle fuel	$12,297.24
MV Registration & Toll Fare	$320.00
MV Workshop Cost	$6,135.39
Overseas Travel	$121,106.89
Insurance & Utilities Costs	
Insurance	$9,788.59
Power & Electricity	$15,575.88
Telephone Expenses	
Internet Usage	$14,649.63
Telephone & Fax charges	$13,135.35
Other Expenses	
Depreciation Expenses	$131,472.08
Amortisation Expenses	$22,345.41
Total EXPENSES	**$930,155.73**
Operating Profit	**$498,503.31**

4 **Other Income**

Gain on Disposal	$29,780.00

5 **Other Expenses**

Universal Access Fund	
UAF - Kuria	$420.00
UAF - Abemama	$4,599.50
UAF - Abaiang	$10,792.30
UAF - Tab North	$8,007.61
UAF - Tab South	$872.00
UAF - Onotoa	$3,804.20
UAF- Kauma	$11,533.05
UAF - Aranuka	$1,821.76
UAF - North Tarawa	$2,614.00
UAF - Sacred Heart	$8,291.25
UAF - Santa Maria	$4,480.00
UAF - Saint Leo	$4,406.60
UAF - Ribono	$5,250.00
UAF - Kanton	$15,654.36
Youth in ICT	$27,408.84
UAF - Nonouti	$9,783.90
UAF - William Goward	$21,791.04
UAF - St Patrick	$24,328.62
UAF - Tangintebu Theological C	$19,560.25
UAF - Marakei	$3,369.60
UAF - HBHS	$12,460.05
UAF - Disability KCCSN	$8,342.55
UAF - Membership fee	$74,624.31
UAF - Christmas Island	$18,181.30
Total Other Expenses	**$302,397.09**

6 **Working notes for reflecting disposal of fixed assets in a cash flow statement is as below;**

The cash received from disposal of double cap and van amounted of 29,780 are recorded as a cash inflow which increases the cash flow from investing activities

There is a gain on disposal for both the double cap and van as they're both fully depreciated so the amount received of 29,780 is the gain on disposal amount as well.

They both purchased in 2017 with a 20% depreciation rate and disposed in 2023

The gain on disposal of those vehicles amounte of 29,780 are adjusted in the operating activities section of the cash flow statement

Communications Commission of Kiribati
Comparative Profit & Loss Statement – REVISED
For the Year Ended 31 December 2022 to 31 December 2023

	2023	2022	$ Difference	% Difference
INCOME				
ADMIN & FINANCE SERVICES				
IBD Interest	2,142.96	1,363.53	779.43	36%
IBD Interest - Equity Trustee	3,297.30	-	3,297.30	100%
Domain Name	401,995.95	364,793.16	37,202.79	9%
Sundries	20,038.16	6,679.93	13,358.23	67%
ENGINEERING				
Apparatus License fee				
Aeronautical	2,100.00	5,870.00	- 3,770.00	-180%
Amateur	780.00	400.00	380.00	49%
Broadcast Radio	-	1,000.00	- 1,000.00	#DIV/0!
Land/Marine Mobile	-	$500.00	- 500.00	#DIV/0!
Fixed Services	17,450.00	26,015.00	- 8,565.00	-49%
Satellite	194,832.54	95,782.25	99,050.29	51%
Shipstation	33,020.00	36,982.50	- 3,962.50	-12%
Application fee	23,000.00	5,195.00	17,805.00	77%
Radio Spectrum License				
Cellular Mobile	195,750.00	195,750.00	-	0%
Fixed Link Services	36,883.00	26,300.00	10,583.00	29%
Fixed Services	-	500.00	- 500.00	#DIV/0!
Other Radio Related Fees				
Type Approval	6,375.00	4,605.00	1,770.00	28%
Inspection fee - not class B	550.00	-	550.00	100%
Communication - Individual				
Individual License	460,465.46	267,771.13	192,694.33	42%
Communication - Class License				
Internet Cafe Services (<=50m)	150.00	4,042.21	- 3,892.21	-2595%
REGULATORY				
Numbers	28,293.67	18,150.00	10,143.67	36%
Late Fee	1,535.00	1,050.00	485.00	32%
Total INCOME	**1,428,659.04**	**1,062,749.71**	**365,909.33**	**26%**
EXPENSES				
ADMIN & REGULATORY SERVICES				
Personal Emoluments				
Salaries	265,463.78	260,890.07	4,573.71	2%
Extra Duty Allowance	11,675.04	8,402.17	3,272.87	28%
Leave Grant	55,250.00	52,320.22	2,929.78	5%
Overtime	19,584.62	17,847.50	1,737.12	9%
Commissioners Expenses				
Sitting Allowance	17,000.00	20,766.75	- 3,766.75	-22%
Snacks & Coffees	8,263.98	4,633.05	3,630.93	44%
General Expenses				
Entertainment	15,973.18	6,902.83	9,070.35	57%
Maintenance & Repair	10,134.96	2,515.13	7,619.83	75%
Promotions	9,761.00	-	9,761.00	100%
Membership fees - Int"l Orgs	34,750.15	41,199.34	- 6,449.19	-19%
Advertising	846.60	2,176.80	- 1,330.20	-157%
Office Supplies & Stationeries	22,702.83	26,383.71	- 3,680.88	-16%
Rent Expense - Xmas Office	-	-	-	#DIV/0!
Training	12,227.00	9,854.72	2,372.28	19%
House Rent Subsidy	55,115.72	54,995.68	120.04	0%
KPF Contribution	19,708.88	19,371.81	337.07	2%
Service Purchase	9,668.40	28,033.91	- 18,365.51	-190%
Donation	8,548.03	12,583.00	- 4,034.97	-47%
Retreat	-	-	-	#DIV/0!
Financial Expenses				
Audit fee	2,500.00	2,500.00	-	0%
Bank Charges	2,260.40	2,387.15	- 126.75	-6%
Travelling & Transport Cost				
Local Travel	1,894.70	16,924.91	- 15,030.21	-793%

Motor Vehicle fuel	12,297.24	8,196.86	4,100.38	33%
MV Registration & Toll Fare	320.00	510.80	- 190.80	-60%
MV Workshop Cost	6,135.39	5,348.29	787.10	13%
Overseas Travel	121,106.89	75,714.11	45,392.78	37%
Insurance & Utilities Costs				
Insurance	9,788.59	7,384.98	2,403.61	25%
Power & Electricity	15,575.88	19,043.50	- 3,467.62	-22%
Telephone Expenses				
Internet Usage	14,649.63	17,004.70	- 2,355.07	-16%
Telephone & Fax charges	13,135.35	12,969.96	165.39	1%
Other Expenses				
Depreciation Expenses	131,472.08	111,694.47	19,777.61	15%
Amortisation Expense	22,345.41	$14,422.06	7,923.35	35%
Total EXPENSES	**930,155.73**	**862,978.48**	**67,177.25**	**7%**
Operating Profit	**498,503.31**	**199,771.23**	**298,732.08**	**60%**
Other Income				
Gain on Disposal	29,780.00	-	29,780.00	100%
Other Expenses				
Universal Access Fund				
UAF - Abemama	-	4,396.95	- 4,396.95	.
UAF - St Francis	-	7,673.82	- 7,673.82	#DIV/0!
UAF - Itoinimainiku	-	6,467.14	- 6,467.14	#DIV/0!
UAF - Manoku	-	12,015.35	- 12,015.35	#DIV/0!
UAF - Nikunau	-	2,467.00	- 2,467.00	#DIV/0!
UAF - Kuria	420.00	-	420.00	100%
UAF - Abemama	4,599.50	426.00	4,173.50	91%
UAF - Abaiang	10,792.30	2,610.00	8,182.30	76%
UAF - Tab North	8,007.61	11,347.10	- 3,339.49	-42%
UAF - Tab South	872.00	-	872.00	100%
UAF - Onotoa	3,804.20	3,010.00	794.20	21%
UAF- Kauma	11,533.05	11,885.76	- 352.71	-3%
UAF - Aranuka	1,821.76	10,998.82	- 9,177.06	-504%
UAF - North Tarawa	2,614.00	430.00	2,184.00	84%
UAF - Sacred Heart	8,291.25	7,671.64	619.61	7%
UAF - Santa Maria	4,480.00	10,499.86	- 6,019.86	-134%
UAF - Saint Leo	4,406.60	12,233.25	- 7,826.65	-178%
UAF - Ribono	5,250.00	36,156.45	- 30,906.45	-589%
UAF - Kanton	15,654.36	182,136.66	- 166,482.30	-1063%
UAF - Youth in ICT	27,408.84	-	27,408.84	100%
UAF - Nonouti	9,783.90	-	9,783.90	100%
UAF - William Goward	21,791.04	-	21,791.04	100%
UAF - St Patrick	24,328.62	-	24,328.62	100%
UAF - Tangintebu Theological C	19,560.25	-	19,560.25	100%
UAF - Marakei	3,369.60	-	3,369.60	100%
UAF - HBHS	12,460.05	-	12,460.05	100%
UAF - Disability KCCSN	8,342.55	-	8,342.55	100%
UAF - Membership fee	74,624.31	-	74,624.31	100%
UAF - Christmas Island	18,181.30	-	18,181.30	100%
Total Other Expenses	**302,397.09**	**322,425.80**	**- 20,028.71**	**-7%**
Net Profit / (Loss)	**225,886.22**	**(122,654.57)**	**348,540.79**	**154%**

SIGNED

Mr Enota Ingintau
Chief Executive Officer

Mr Tererei Aruee
Chairman

FIXED ASSET REGISTER	31/12/2022					
	Office Equipment	Furniture & Fittings	Motor Vehicle	Buildings & Premises	Intangible Assets	Total
Cost / Valuation						
Cost at 31/12/2021	193,203.20	7,665.45	130,288.00	66,913.72	-	398,070.37
Transfers / Disposals at 31/12/2022						
Total	**193,203.20**	**7,665.45**	**130,288.00**	**66,913.72**	-	**398,070.37**
Additions at Cost for the year	75,656.08	-	65,800.00	-	57,688.24	**199,144.32**
Additions at valuation for the year	-	-	-			-
Balance at 31 December 2022	**268,859.28**	**7,665.45**	**196,088.00**	**66,913.72**	**57,688.24**	**597,214.69**
Depreciation						
Cost at 31/12/2021	50,253.45	3,732.52	57,365.56	29,795.42	-	**141,146.95**
Transfers / Disposals at 1/12/2022						
Total	**50,253.45**	**3,732.52**	**57,365.56**	**29,795.42**	-	**141,146.95**
Charge at Cost for the year	81,636.88	1,916.36	39,217.64	3,345.72	14,422.06	**140,538.66**
Charge at valuation for the year						
Balance at 31 December 2022	**131,890.33**	**5,648.88**	**96,583.20**	**33,141.14**	**14,422.06**	**281,685.61**
Net Book Value at 31 December 2022	**136,968.95**	**2,016.57**	**99,504.80**	**33,772.58**	**43,266.18**	**315,529.08**
Net Book Value at 31 December 2021	**128,527.69**	**3,932.93**	**72,922.44**	**37,118.30**	-	**242,501.36**

FIXED ASSET REGISTER	31/12/2023					
	Office Equipment	Furniture & Fittings	Motor Vehicle	Buildings & Premises2	Intangible Assets	Total
Cost / Valuation						
Cost at 31/12/2022	268,859.28	7,665.45	196,088.00	66,913.72	57,688.24	597,214.69
Transfers / Disposals at 31/12/2023			29,780.00			
Total	**268,859.28**	**7,665.45**	**166,308.00**	**66,913.72**	**57,688.24**	**567,434.69**
Additions at Cost for the year	33,117.35	8,617.08	76,500.00	-	139,446.50	**257,680.93**
Additions at valuation for the year	-	-	-			-
Balance at 31 December 2023	**301,976.63**	**16,282.53**	**242,808.00**	**66,913.72**	**197,134.74**	**825,115.62**
Depreciation						
Cost at 31/12/2022	131,890.33	5,648.88	96,583.20	33,141.14	14,422.06	281,685.61
Transfers / Disposals at 1/12/2023						
Total	**131,890.33**	**5,648.88**	**96,583.20**	**33,141.14**	**14,422.06**	**281,685.61**
Charge at Cost for the year	75,494.16	4,070.63	18,781.60	3,345.69	22,345.41	124,037.49
Charge at valuation for the year						
Balance at 31 December 2023	**207,384.49**	**9,719.51**	**115,364.80**	**36,486.83**	**36,767.47**	**405,723.10**
Net Book Value at 31 December 2023	**94,592.14**	**6,563.02**	**127,443.20**	**30,426.89**	**160,367.27**	**419,392.52**
Net Book Value at 31 December 2022	**136,968.95**	**2,016.57**	**99,504.80**	**33,772.58**	**43,266.18**	**315,529.08**