

GAMBIA POSTAL SERVICES CORPORATION
(GAMPOST)

FINAL

Audit Report
&
Financial Statements For the year ended
31st December 2019

Gambia Postal Services Corporation (GAMPOST)
Financial Statements For The Year Ended 31st December 2019

CONTENTS	Pages
Table Of Contents	1
General Information	2
Financial Highlights	3
Directors' Report	4-5
Auditor's Report	6
Balance Sheet	7
Profit & Loss Account	8
Cash Flow Statement	9
Statement of Changes in Equity	10
Notes to the Financial Statements	11 - 20

Gambia Postal Services Corporation (GAMPOST)
Financial Statements For The Year Ended 31st December 2019

General Information

Registered Office

3 Liberation Avenue
Banjul
The Gambia

Board of Directors

Mr. Rene-Geoffrey Renner	Chairman	Up to
Mr. Karamo K. Bojang	Member	Up to
Ms. Mary Alaba Mboge	Member	Up to
Permanent Secretary, MOICI	Member	
Permanent Secretary, MOFEA	Member	
Mr. Phoday M. Jaiteh	Managing Director	

Board Secretary : Mr.Cherno B. Jallow

Up to

Auditors:

Real Time Consulting
Chartered Certified Accountants & Consultants
Atlas Filling Station
Old Jeshwang
P.O Box 978
Banjul, The Gambia

Solicitors:

Solie Law Chambers
2nd Street East
Fajara
KSMD
The Gambia

Bankers :

Central Bank of the Gambia,
Ecawas Avenue
Banjul,
The Gambia

Trust Bank Ltd
Ecawas Avenue
Banjul
The Gambia

Skye Bank (G) Ltd
Kairaba Avenue
Serre Kunda, KMC
The Gambia

Guaranty Trust Bank Ltd
Ecawas Avenue
Banjul
The Gambia

FBN Bank (G) Ltd
Kairaba Avenue
Serre Kunda KMC
The Gambia

Access Bank Ltd.
Ecawas Avenue
Banjul,
The Gambia

Gambia Postal Services Corporation (GAMPOST)
Financial Statements For The Year Ended 31st December 2019

Financial Highlights

		2019	2018
Net Equity	(D'000)	28,021	45,673
Revenue	(D'000)	25,534	23,225
Profit / (Loss)	(D'000)	(6,555)	1,232
Total Assets	(D'000)	69,680	90,195
Net Profit / (Loss) to Revenue		-26%	5%
Staff Cost to Total Expenses		19%	28%
Operating Expenses to Total Expenses		73%	61%
Taxation to Gross Income		1%	1%
Property, Plant & Equipm't to Total Assets		55%	45%
Receivables to Total Assets		37%	48%
Liquid Assets to Total Assets		7%	7%
Net Equity to Total Assets		40%	51%

Revenue Analysis

	2019		2018	
	D.000	%	D.000	%
Stamps for Letters & Parcels	10,639	42%	9,058	39%
Post Box & Private Mail Bags Rental	2,903	11%	2,903	12%
Terminal Dues Income	2,580	10%	2,103	9%
Post paid Postages	2,543	10%	1,471	6%
IGPC Royalties & Philately Salrs	1,342	5%	1,277	6%
Rent Income	218	1%	750	3%
EMS	3,698	14%	3,735	16%
Other Income	44	0%	16	0%
Interest Earned/Received on Fixed Deposits	81	0%	151	1%
Commissions Received	935	4%	1,118	5%
Capital Grants Released to Income	552	2%	552	2%
	25,534	100%	23,225	100%

DIRECTORS' REPORT

The Directors present their report and audited financial statements of The Gambia Postal Services Corporation (GAMPOST) Limited for the year ended 31st December 2019.

Principal Activity of the Company

The Gambia Postal Services Corporation was established by an Act of Parliament, Gambia Postal Services Corporation Act 2005 to provide a national postal service within The Gambia and between places outside The Gambia to provide a savings bank service and to provide services by which funds may be remitted, whether by means of money orders, postal order or otherwise as the Corporation may deem appropriate.

Statement of Directors' responsibilities

The Companies Act 2013 requires the Directors to prepare the financial statements for each financial year, which give a true and fair view of the state of affairs of the Corporation and its Profit or Loss for that period. In preparing the financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- d. Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time, the financial position of the Corporation and to enable them to ensure that the financial statements comply with the Statements of Accounting Practices and the Companies Act, 2013 and the Gampost Act, 2005.

They are also responsible for safeguarding the assets of the Corporation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Dividends

No dividend was paid during the financial period and the Directors do not recommend any dividend to be paid for the financial period under review.

Reserves and Provisions

There were no transfers to or from reserves other than the Net Profit reported during the year and taken to retained profit..

Gambia Postal Services Corporation (GAMPOST)
Financial Statements For The Year Ended 31st December 2019

(a) Before the financial statements of the Corporation were made the directors took reasonable steps:

(i) To ascertain that proper action had been taken in relation to the writing off bad debts and the making of provision for doubtful debts and have satisfied themselves that all known bad debts have been written off and that adequate provision had been made for doubtful debts;

(ii) To ensure that any current assets which were unlikely to realise their value as shown in the accounting records in the ordinary course of business had been written down to an amount which they might be expected so to realise; and

(iii) The value attributed to current assets in the financial statements are not misleading.

(b) At the date of this report, the Directors are not aware of any circumstances not otherwise dealt with in this report or financial statements of the Corporation which would render any amount stated in the financial statements misleading.

(c) As at the date of this report, there does not exist:

(i) any charge on the assets of the Corporation which has arisen since the end of the financial period which secures the liabilities of any other person; or

(ii) any contingent liability in respect of the Corporation which has arisen since the end of the financial period.

(d) In the opinion of the Directors:

(i) No contingent liabilities or other liabilities have become enforceable or are likely to become enforceable within the period of twelve months after the end of the financial period which, in the opinion of the directors, will or may substantially affect the ability of the Corporation to meet its obligation as and when they fall due; and

(ii) No item, transaction or event material and unusual in nature has arisen in the interval between the end of the financial period and the date of this report which is likely to affect substantially the result of the operations of the Corporation for the financial period in which this report is made.

Auditors

The Auditors, Real Time Consulting Limited (RTC), having been appointed by the National Audit Office for a term of five (5) years with effect from the financial year ending 2015 hereby indicate that our tenure ends after the audit of the 2019 Financial Statements.

By order of the Board of Directors

Chairman

Date: 3/12/2020 2020

Secretary

Date: 3rd Dec 2020

AUDITOR'S REPORT



TO THE MEMBERS OF GAMPOST (BOARD OF DIRECTORS)

We have audited the financial statements on pages 7 to 20 which have been prepared under the historical cost convention.

Respective Responsibilities of Directors and Auditors

As described on pages 4-5 the Directors of the Corporation are responsible for the preparation of the financial statements. It is our responsibility as auditors to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with the International Standards on Auditing. An audit includes examination, on a test basis, of evidence supporting the amounts and disclosures in the financial statements. It also includes an assessment of significant estimates and judgement made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the circumstances of the Corporation, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud, other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of the information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of Gambia Postal Services Corporation as at 31st December 2019 which comprise the Balance Sheet, the statement of Profit and Loss, Statement of Changes in Equity and Cash Flow Statements of the Corporation for the period then ended, and have been prepared in accordance with locally generally accepted accounting principles (GAAP), the Companies Act, 2013, and the Postal Services Corporation Act, 2005

Real Time Consulting


REAL TIME CONSULTING
CERTIFIED CHARTERED ACCOUNTANTS
REGISTERED AUDITORS

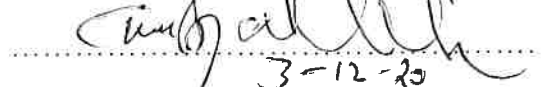
Date: *4th December* 2020

Gambia Postal Services Corporation (GAMPOST).
Financial Statements For The Year Ended 31st December 2019

BALANCE SHEET

	Notes	2019 D	2018 D
NON-CURRENT ASSETS			
Tangible Fixed Assets	2	38,653,625	40,453,883
		<u>38,653,625</u>	<u>40,453,883</u>
CURRENT ASSETS			
Postage Stamps (Inventory)	3	10,823,981	21,532,905
Investments : Term Deposit	4	0	0
Trade Debtors	5a	14,205,438	21,254,130
Other Debtors - Staff Loans	5b	217,672	213,274
Branch Balances (PMT/WU)	6	281,574	299,728
Branch Balances (Savings)		322,915	243,310
Net Commissions Receivable		40,000	40,000
WU & Mgram Partner and DMT A/Cs		306,560	296,156
Cash and Bank	7	4,828,523	5,861,118
TOTAL CURRENT ASSETS		<u>31,026,664</u>	<u>49,740,621</u>
TOTAL ASSETS		<u>69,680,290</u>	<u>90,194,504</u>
CURRENT LIABILITIES			
Trade Creditors	8	8,123,161	7,980,131
Other Creditors and Accruals	9	2,787,179	2,431,683
Corporation Tax liability	10	6,564,643	6,314,822
Savings Bank (Customer Deposit & Interest)	11	1,246,442	1,086,695
WU & Mgram Partner and PMT A/Cs		164,957	164,957
Deferred Liabilities -Pre-Paid Customers		-	-
TOTAL CURRENT LIABILITIES		<u>18,886,383</u>	<u>17,978,287</u>
NON-CURRENT LIABILITIES			
UPU, PAPU and Others	12	22,772,995	26,542,858
TOTAL LIABILITIES		<u>41,659,378</u>	<u>44,521,146</u>
EQUITY & RESERVES			
Share Capital	13	38,481,918	38,481,918
Assets Revaluation Reserves		1,000,000	1,000,000
Capital Grant (QSF Project)	17	172,177	724,240
Postal Regularisation A/C		10,823,981	21,532,905
Retained Earnings	14	(22,457,164)	(16,065,704)
TOTAL EQUITY & RESERVES		<u>28,020,912</u>	<u>45,673,359</u>
TOTAL LIABILITIES, EQUITY & RESERVES		<u>69,680,290</u>	<u>90,194,504</u>

 8/12/20 DIRECTOR

 3-12-20 DIRECTOR

The notes on pages 11 to 20 form part of the financial statements

INCOME STATEMENT

<u>INCOME</u>	<u>Notes</u>	<u>2019</u> <u>D</u>	<u>2018</u> <u>D</u>
Revenue	15	23,966,063	21,403,277
Interest Earned / Received on Fixed Deposits		81,370	151,233
Commissions Received	16	934,675	1,118,025
Capital Grants Released to Income	17	552,063	552,063
Total Income		25,534,171	23,224,598
Staff Cost	18	6,179,424	6,075,399
Administrative Expenses	21	23,253,190	13,205,560
Depreciation Charges	2	2,287,208	2,306,306
Bad Debts Written-off		0	0
Bank Charges and Interest		119,030	178,958
Total Operating Expenses		31,838,852	21,766,222
Net Profit / (Loss) before Tax	19	(6,304,681)	1,458,376
Taxation	20	(249,821)	(226,725)
Net Profit / (Loss) After Tax		(6,554,502)	1,231,651

The notes on pages 11 to 20 form part of the financial statements

CASH FLOW STATEMENT

	<u>Notes</u>	<u>2019</u> D'000	<u>2018</u> D'000
Cash flows from operating activities			
Surplus /(Deficit) from Operations		(6,554,502)	1,231,651
		(6,554,502)	1,231,651
Adjustments for:-			
Depreciation:	2	2,287,208	2,306,306
Other Adjustments - Capital Grant released to income		(552,063)	(552,063)
Prior Year Adjustment (Net)		163,042	0
Bad Debts Written-off		0	0
Operating Profit/(Loss) before Working Capital Changes		(4,656,316)	2,985,894
Changes in Working Capital:			
(Increase) / Decrease in Inventories		10,708,924	9,232,332
(Increase) / Decrease in Trade Receivables		7,048,691	(2,245,178)
(Increase) / Decrease in Branch Balances		(61,451)	(22,867)
(Increase) / Decrease in Other Receivables		(10,404)	(89,249)
(Increase) / Decrease in Other Debtors		(4,398)	36,726
Increase / (Decrease) in Trade Creditors		143,030	675,408
Increase / (Decrease) in Other Creditors & Accruals		355,497	(186,610)
Increase/(Decrease) in Taxation		249,821	69,760
Increase / (Decrease) in Other Liabilities		159,748	(1,476,703)
Increase / (Decrease) in Non-Current Liabilities		(3,769,864)	0
Cash generated from operating activities		10,163,279	8,979,514
Interest Received		0	0
Interest Paid			
Net Cash generated from operating activities		10,163,279	8,979,514
Cash flows from investing activities			
Purchase of Fixed Assets		(486,950)	(444,633)
Re-Couped / Purchase of Investments		0	2,026,959
Net cash used in investing activities		(486,950)	1,582,326
Cash flows from financing activities			
Increase / (Decrease) in Capital Grant Received		0	0
Increase / (Decrease) in Long-Term Borrowings		0	0
Increase / (Decrease) in Net Regularisation A/C		(10,708,924)	(9,232,332)
Net cash used in financing activities		(10,708,924)	(9,232,332)
Net Cash Inflows / (outflows)		(1,032,595)	1,329,500
Net increase/(decrease) in cash and cash equivalents		(1,032,595)	1,329,500
Net Cash and cash equivalents at beginning of period		5,861,118	4,531,618
Net Cash and cash equivalents at the end of period		4,828,523	5,861,118

The notes on pages 11 to 20 form part of the financial statements

**Gambia Postal Services Corporation (GAMPOST).
Financial Statements For The Year Ended 31st December 2019**

STATEMENT OF CHANGES IN EQUITY

	Share Capital D'000	Share Premium D'000	Accumulated Profit/(Loss) D'000	Revaluation Reserve D'000	Total D'000
Balance As At 1st January 2018	38,481,918	0	-17,297,355	1,000,000	22,184,563
Additions	0	0	0	0	0
Issuance of Share Capital	0	0	0	0	0
Net Profit/(Loss) for the period	0	0	1,231,651	0	1,231,651
Prior Year Adjustment	0	0	0	0	0
Balance As At 31st December 2018	38,481,918	0	(16,065,704)	1,000,000	23,416,214
Transfers	0	0	0	0	0
Balance Re-Styled As At 31/12/2018	38,481,918	0	(16,065,704)	1,000,000	23,416,214

	Share Capital D'000	Share Premium D'000	Accumulated Profit/(Loss) D'000	Revaluation Reserve D'000	Total D'000
Balance As At 1st January 2019	38,481,918	0	(16,065,704)	1,000,000	23,416,214
Additions	0	0	0	0	0
Issuance of Share Capital	0	0	0	0	0
Net Profit/(Loss) for the period	0	0	-6,554,502	0	-6,554,502
Prior Year Adjustment	0	0	163,042	0	163,042
Balance As At 31st December 2019	38,481,918	0	(22,457,164)	1,000,000	17,024,754
Transfers	0	0	0	0	0
Balance Re-Styled As At 31/12/2019	38,481,918	0	(22,457,164)	1,000,000	17,024,754

The notes on pages 11 to 20 form part of the financial statements

Notes (forming part of the financial statements)

1a ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are material in relation to the Corporation's financial statements.

b ACCOUNTING CONVENTION

The financial statements have been prepared under the historical cost convention of accounting and in accordance with applicable International Accounting Standards and locally generally acceptable accounting principles. Provisions have been made for accruals and prepayments, where appropriate.

c DEPRECIATION

Depreciation of Fixed Assets is calculated and charged to the income statement on a simple straightline method **using** the annual rates shown below. Depreciation is charged with effect from the year of purchase unless stated otherwise and no depreciation is charged in the year of disposal. The annual depreciation rates applied are as follows:-

DEPRECIATION RATES

Land		0%
Buildings	40 YRS	2.5%
Fixtures and Fittings	5 YRS	20%
Equipment and Machinery	4 YRS	25%
Motor Vehicle/Motor Bike	5 YRS	20%
Office Furniture	6.66 YRS	15%
Accounting Software	6.66 YRS	15%

d Employee Benefits

Obligation for contribution to the Social Security and Housing Finance Corporation Federated Pension Scheme at the rate of 15% on employees' gross salaries are recognised as expenses in the Profit and Loss Account. Under the Federated Pension Scheme, employees are entitled to lump sum payment in addition to a monthly pension upon attaining the retirement age of 60

e Share Capital

This represents the total capital (Net Assets) of Gambia Postal Services Corporation (GAMPOST) and the Corporation is 100% Gambia Government owned.

Capital D38,481,918

Revaluation Account

Asset Revaluation Account D1,000,000

f Reserves and Provisions

There were no transfers to or from reserves or provisions during the year other than those disclosed in the financial statements and its corresponding notes.

g Dividends

No dividend was paid during the financial period and the Directors do not recommend any dividend to be paid for the financial period under review..

h Conversion of Foreign Currencies

All foreign currency transactions are converted to Gambian Dalasi, which is the reporting currency, at the rate of exchange prevailing at the time the transactions were effected. Monetary assets and liabilities denominated in foreign currencies are translated to reporting currency at the rate of exchange ruling at the reporting date. Non-monetary assets and liabilities are translated using the exchange rate that existed when the values were determined. Any resulting gains and/or losses are accounted for in the Income Statement.

i Prepaid Expenditure

There were no prepayments made during the year under review.

j Receivables

Trade receivables are stated at the amounts they are estimated to realise net of provision for impairment of bad and doubtful debts. The other receivables and dues from related parties are recognised and carried at cost less impairment losses on any uncollectable amount.

k Taxation

The corporation tax is based on the higher of 1.0% of revenue (i.e. total income) and 27% of Net profit after adjusting for depreciation, other unacceptable expenses and capital allowances. Deferred tax is recognised in the financial statements.

l Cash and Cash Equivalents

Cash and Cash Equivalents comprise of cash at bank and cash in hand. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

m Maintenance Service Contract Liabilities and Other Liabilities

Maintenance Services Contract Liabilities and other liabilities, which fall due for payment on demand or within one year from the closing date are also carried at cost.

n Impairment of assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Company makes an estimate of the asset's recoverable amount. An asset recoverable amount is the higher of an asset's or cash-generating unit's fair value less selling cost and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing the value in use, the estimated future cash flows are discounted to their present value using pre-tax discount rate that reflect current market assessments of the time value of money and the risk specific to the asset. In determining the fair value less costs to sell, an appropriate valuation model is used.

o Events After the Reporting Date

All material events after the reporting date have been considered and where appropriate adjustments or disclosures have been made in the respective notes to the Financial Statements.

Notes (forming part of the financial statements)

3 STOCKS INVENTORY	Notes	2019 D	2018 D
Postage Stamps (Inventories)	3	10,823,981	21,532,905
Stationery Items		-	-
		10,823,981	21,532,905
Less:- Provision for Obsolete Stock		-	-
		10,823,981	21,532,905
3a Inventories are stated at the lower of cost and net realisable value where cost is the purchase cost plus any related duty, freight and other directly attributable costs, on a first-in-first-out basis. The net realisable value is based on the estimated selling price less all cost to be incurred in marketing and selling the items.			
4 Investments		2019 D	2018 D
Fixed Deposit Investment		-	-
Interest Accrued		-	-
		-	-
5a Trade Debtors			
	Notes		
International Postal Administration		10,103,871	7,841,528
Domestic Customers- Post Box Rentals	see below	1,476,600	11,354,360
Postpaid Postages		1,497,120	1,017,312
Private Mail Bags		667,197	633,897
IGPC/ Philately		418,759	407,034
Re: Brikama Theft case		41,892	-
		14,205,438	21,254,130
Domestic Customers- Post Box Rentals			
		2019 D	2018 D
Banjul Branch		7,078,733	6,337,743
Serrekunda Branch		3,947,626	3,494,966
Bakau Branch		1,614,042	1,337,742
Brikama Branch		3,301,249	3,022,749
Soma Branch		0	0
Farafenni Branch		0	0
Basse Branch		0	0
Brusubi Branch		0	0
Less: Provision for Doubtful Debts		(14,465,050)	(2,838,840)
		1,476,600	11,354,360
5b Staff Loans			
		2019 D	2018 D
Personal Loans		130,588	113,482
Staff Loan Car		87,083	99,792
		217,672	213,274
6 Branch Balances			
		2019 D	2018 D
Banjul		22,574	31,007
Serrekunda		25,717	60,302
Bakau		4,725	9,205

CONTD.

	D	D
Brikama	33,100	38,068
Soma	28,087	15,876
Farafenni	2,392	1,599
Kerewan	36,648	23,197
Kaur	717	11,358
Janganbureh	35,877	38,746
Basse	30,083	14,921
Wassu	14,523	4,283
Brusubi	21,141	20,726
Bwiam	16,270	24,845
Airport	9,721	5,596
	281,574	299,728

7 CASH AND BANK BALANCES

	2019	2018
	D	D
Central Bank Gampost	270,148	894,081
Central Bank Savings Bank A/C	2,167,256	27,048
Trust Bank Operating A/C	-	-
ICB EMS A/C	-	100,240
FBN EMS A/C	383,666	-
Trust Bank QSF A/C	74,608	74,608
Savings Bank TBL A/C	635,722	216,940
Savings Bank Access Bank A/C	19,997	19,997
Gampost Savings Western Union A/C	(39,435)	74,864
Gampost Savlngs Western Union A/C(US\$)	-	-
Gampost Western Union A/C	204,521	147,695
Guaranty Trust Bank (S/B)	4,258	(39,742)
Guaranty Trust Bank (Gampost)	111,592	5,212
Guaranty Trust bank (DMT/WU)	902,306	94,895
Skype Bank	283	2,059,711
AGIB (Gampost) A/C	50,000	2,126,939
Postal Order	30,291	38,601
Petty Cash	5,710	12,430
Cash Float	7,600	7,600
	4,828,523	5,861,118

8 TRADE CREDITORS

Other Postal Administrations:

These are other postal administrations that are owed the annual international mail handling fees (Terminal dues) imbalances as a result of despatching more mails to them than we receive and for which some payments are due as at the period ended 31st December 2019 as follows:-

	2019	2018
	D	D
Trade Creditors	2,318,435	2,175,405
Terminal Dues Payable	5,804,726	5,804,726
	8,123,161	7,980,131

9 Other Creditors and Accruals

(i) These are amounts due to Airlines and DHL for mails conveyance from the Gambia to the destination countries . It also includes Nawec bills, Audit fees and 10% With-holding Tax.

(ii) Customs revenue collected on behalf of customs and excise department by parcel post.

(iii) The with-holding tax of 10% is tax with-held from payments to suppliers and contractors payable to GRA Domestic taxes department.

	2019 D	2018 D
SN Brussels	-	17,078
DHL	658,812	401,314
Nawec Utility Bills	-	72,961
GRA (Excise Duty)	3,818	3,818
GRA (With-holding Tax)	742,529	642,324
Accrued Audit Fees	110,000	105,000
Sundry Credits	831,392	748,560
WARI Payables	440,628	440,628
	2,787,179	2,431,683

10 Corporation Tax Liability

	2019 D	2018 D
Opening Balance B/F	6,314,822	6,245,062
Aggregate Quarterly Corporation Tax paid	-	(156,965)
Corporation Tax Charges	249,821	226,725
Closing Balance C/F	6,564,643	6,314,822

11 Savings Bank Customers' Deposits

	2019 D	2018 D
Customers Deposits B/F	1,086,695	2,571,384
Add: Additional Savings (net of withdrawals)	-	-
Less: Withdrawals (net of savings)	(356,305)	(1,958,592)
Accrued Interest Payable	516,053	473,903
	1,246,442	1,086,695

12 Long -Term Liabilities

	2019 D	2018 D
Universal Postal Union Dues	13,765,913	13,765,913
Pan African Postal Union Dues	8,583,321	8,583,321
Bank Loan **	423,761	4,193,625
	22,772,995	26,542,858

Note **

This loan was in respect of purchase of two(2) vehicles (Ford Everest Wagon and Ford Range Pick-up).

Universal Postal Union Dues

This represents the subscription arrears payable to Universal Postal Union from early 1980's to date. This payment enables Gampost to benefit from the services of the Union.

Pan-African Postal Union Dues

This subscription arrears payable by Gampost to the Pan African Postal Union comprise of dues that has been outstanding since early 1980.

13 Share Capital

The Capital of the corporation represents the net assets of the former establishment and additional Government contribution. The breakdown is as follows:-

	2019	2018
	D	D
Capital	35,165,176	35,165,176
Additional Government Contribution	3,316,742	3,316,742
	38,481,918	38,481,918

14 Retained Earnings

	2019	2018
	D	D
Opening Balance B/F	(16,065,704)	(17,297,355)
Prior Year Adj.: reversed unrepresented/staled cheques	163,042	-
Re-Stated Net Profit / (Loss) B/F	(15,902,662)	(17,297,355)
Profit for the Year	(6,554,502)	1,231,651
Closing Balance B/F	(22,457,164)	(16,065,704)

15 REVENUE

	2019	2018
	D	D
Sale of Stamps for letters and parcels	10,639,020	9,057,954
Post Box and Private Mail Bags rentals	2,902,800	2,902,800
Terminal Dues Income	2,579,743	2,192,810
Post-paid Postages	2,542,713	1,471,497
IGPC Royalties and Philately Sales	1,341,671	1,277,480
Other Income & Recovery	43,560	16,097
Rental Income	218,400	749,956
EMS	3,698,157	3,734,683
	23,966,063	21,403,277

16 Commissions Received

	2019	2018
	D	D
Western Union / Money Gram	-	-
Domestic Money Transfer	934,675	1,118,025
WARI	-	-
	934,675	1,118,025

17 Quality of Service Fund (QSF) Project - Capital Grant

The Capital Grant was a QSF Project sponsored by Universal Postal Union for the purchase of motor vehicles, computers and scanners equipment for the corporation to enhance the quality of service on mail delivery and tracking of mails online. This has been amortised to the profit and loss account over the years as follows:-

	2019	2018
	D	D
Balance B/F	724,240	1,276,303
Additional amount received	-	-
Amount released to revenue	(552,063)	(552,063)
Balance C/F	172,177	724,240

Notes (forming part of the financial statements)

18 STAFF COST	<u>NOTES</u>	2019	2018
		D	D
Salaries and Wages		3,412,343	3,605,652
Responsibility Allowance		431,280	388,000
Transport Allowance		955,000	760,500
Professional Allowance		143,750	138,000
Telephone Allowance		43,500	49,500
Pension Contribution		817,225	749,888
Severance Pay		10,189	0
Overtime Payments		39,385	46,200
Casuals and Attachees		81,581	136,117
Injury Compensation Fund		20,310	18,915
Night Allowance		109,625	97,607
Acting Allowance		115,237	85,020
		6,179,424	6,075,399
19 PROFIT BEFORE TAXATION		2019	2018
Profit / (Loss) before taxation is derived after charging :-		D	D
Auditors' remuneration		110,000	105,000
Directors' Allowances & Expenses		191,835	363,695
Depreciation Charge		2,287,208	2,306,306
Rent & Rates of premises		282,762	183,062
Staff costs		6,179,424	6,075,399
		9,051,229	9,033,462
20 TAXATION		2019	2018
The tax charged in the financial statements is derived as follows:		D	D
Income Statement			
Provision for corporation tax is 1.0% (2017: 1.5%) on Turnover		249,821	226,725

The provision for corporation tax is the higher of 27% of net profit or 1.0% of Turn-over (excluding capital grants) after adjusting for depreciation, unallowable expenses and capital allowances, of which the latter applies.

Gambia Postal Services Corporation (GAMPOST).
Financial Statements For The Year Ended 31st December 2019

21 ADMINISTRATIVE EXPENSES	2019	2018
	D	D
Staff Training Costs	16,150	245,383
Travel (Per diem, Air Ticket & DSA)	1,260,731	707,873
Insurance Cost (Medical, Fire & Burglary, Vehicle & Fidelity)	670,472	729,753
Staff Incentives	8,500	38,825
Board of Directors Allowances & Expenses	191,835	363,695
Fuel & Lubricants	986,200	910,350
Uniforms and Protective Clothing	700	54,800
Printing and Stationery & Postage	493,932	406,105
Telephone and Internet costs	216,055	488,743
Electricity and Water	904,067	980,916
Generator & Vehicle Repairs & Maintenance	154,748	125,460
Equipment Repairs and Maintenance	113,435	101,825
Building Repairs and maintenance	302,153	103,595
Indemnity For Lost Mail	16,315	34,162
Miscellaneous Expenses	81,484	78,891
Postal Agents Allowance	-	-
Legal Fees	-	-
Sports & Recreation (May Day & Other Sports)	-	-
Donations -Corp. Service Responsibilities	103,262	42,250
Marketing and Promotions	150,405	122,835
Conveyance of Mail (Air and Local Bus Conveyance)	4,478,300	5,396,219
Food/ Drinks Entertainment	195,940	31,220
Office Rent and Rates	282,762	183,062
Licenses and Road Tax (Vehicles)	4,550	3,050
Services Contracts	379,556	321,517
Provision for Bad & Doubtful Debts	11,626,210	322,127
Maintenance of Computers	37,000	109,060
Audit Fees	110,000	105,000
Postal Subscription Due (UPU)	-	41,010
Postal Subscription Due (PAPU)	-	-
Vehicle Allowance	51,000	60,000
Provincial Allowance	48,250	52,500
Heavy Duty Allowance	15,000	13,750
Cash Handling Allowance	169,000	160,000
Mail Handling Fees	-	-
Contingency/ General Expenses	-	-
Interest Accrued	42,150	71,178
Terminal Dues Accrued	143,030	675,408
Software Packages	-	-
50% Gampost Contribution on Mngt. Car Loan Scheme	-	125,000
Consultancy Fees	-	-
	23,253,190	13,205,560

The notes on pages 11 to 20 form part of the financial statements

Gambia Postal Services Corporation (GAMPOST) .
Financial Statements For The Year Ended 31st December 2019
For 2019 A/cs

Notes (forming part of the financial statements)

2 DEPRECIATION SCHEDULE

	LAND	BUILDINGS	FIXTURES & FITTINGS	EQUIPMENT & MACHINERY	M.VEHICLE/ M. BIKE/ BICYCLE	OFFICE FURNITURE	SOFTWARE	TOTAL
	D	D	D	D	D	D	D	D
COST								
As At 1/1/2019	20,397,500	21,524,053	483,444	9,809,643	10,308,057	1,972,140	1,062,439	65,557,277
Additions	0		0	302,950	0	128,500	55,500	486,950
Adjustments								0
Disposals	0	0	0	0	0	0	0	0
As At 31/12/2019	20,397,500	21,524,053	483,444	10,112,593	10,308,057	2,100,640	1,117,939	66,044,228
DEPRECIATION								
As At 1/1/2019	0	6,941,558	461,907	8,863,068	6,543,546	1,777,843	515,432	25,103,395
Adjustments								0
Disposals								0
Charges for the year	0	538,101	21,537	486,580	1,065,836	38,761	136,394	2,287,208
As At 31/12/2019	0	7,479,659	483,444	9,349,648	7,609,382	1,816,604	651,826	27,390,603
NBV								
As At 31/12/2019	20,397,500	14,044,394	0	762,945	2,698,675	284,037	466,113	38,653,625
As At 31/12/2018	20,397,500	14,582,455	21,537	946,575	3,764,511	194,297	547,007	40,453,883
		2.5%	20%	25%	20%	15%	15%	

The notes on pages 11 to 20 form part of the financial statements