



Gambia International Airlines Limited

*Annual report and financial statements
for the year ended 31 December 2014*

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General Information

Directors

Prof. Muhammadou Kah	Chairman
Mr. Bakary Nyassi	Member
Mr. Ebrima Sallah	Managing Director (from September 2015)
Permanent Secretary	Acting Managing Director (from August 2014)
Permanent Secretary	Office of The President
Mr. Baboucarr Sanyang	MOFEA
Mr. Abdoulie E. Jammeh	Managing Director, Gamtel
Mr. Omar B. Ceesay	Director General GCAA
Mr. Ebrima K Sallah (Up to July 2014)	Staff Representative
Teddy Bah From (September 2014)	
Mr. Abdoulie Trawally	

Secretary

Assistant Secretary

Auditors

DT Associates – The Gambia
 Audit, Tax, Advisory
 1 Paradise Beach Place, Kololi
 P.O Box 268
 Banjul, The Gambia

Bankers

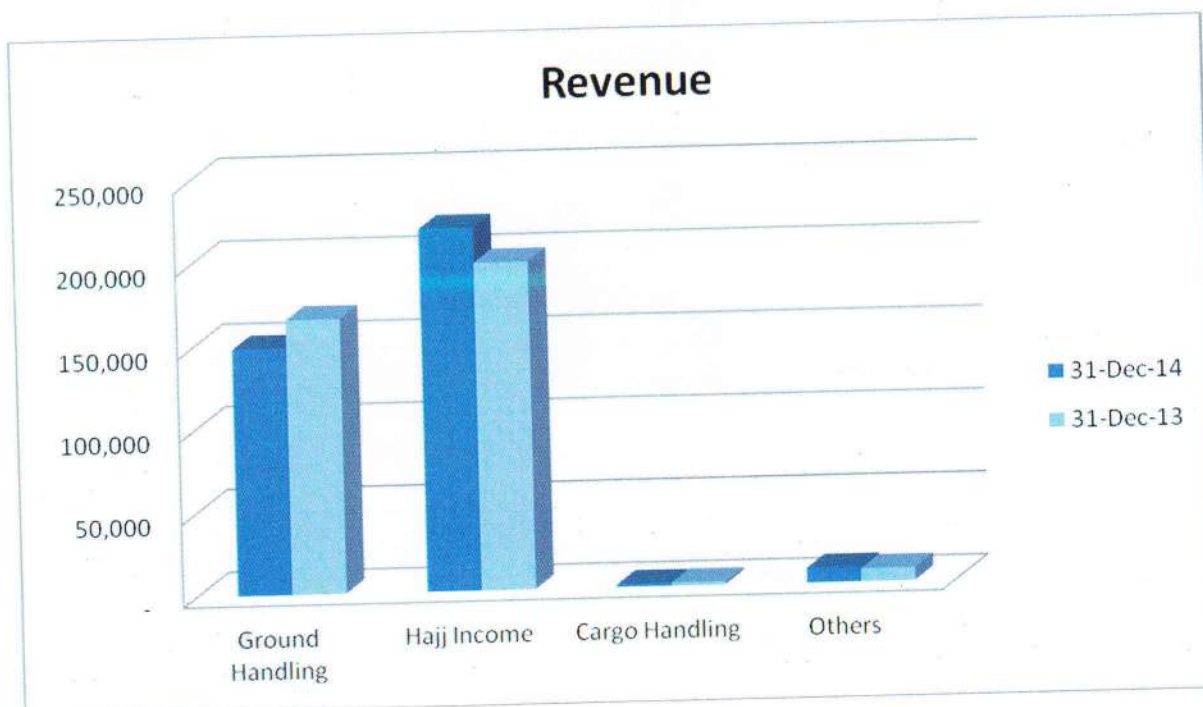
Trust Bank Limited 3-4 Ecowas Avenue Banjul, The Gambia	Access Bank (Gambia) Limited Kairaba Avenue The Gambia
Arab Gambian Islamic Bank Limited Ecowas Avenue, Bekka Plaza Banjul, The Gambia	Ecobank (Gambia) Limited 42 Kairaba Avenue The Gambia
Guaranty Trust Bank (Gambia) Limited 56 Kairaba Avenue The Gambia	BSIC (Gambia) Limited Kairaba Avenue The Gambia
Zenith Bank (Gambia) Limited Kairaba Avenue The Gambia	

Registered office

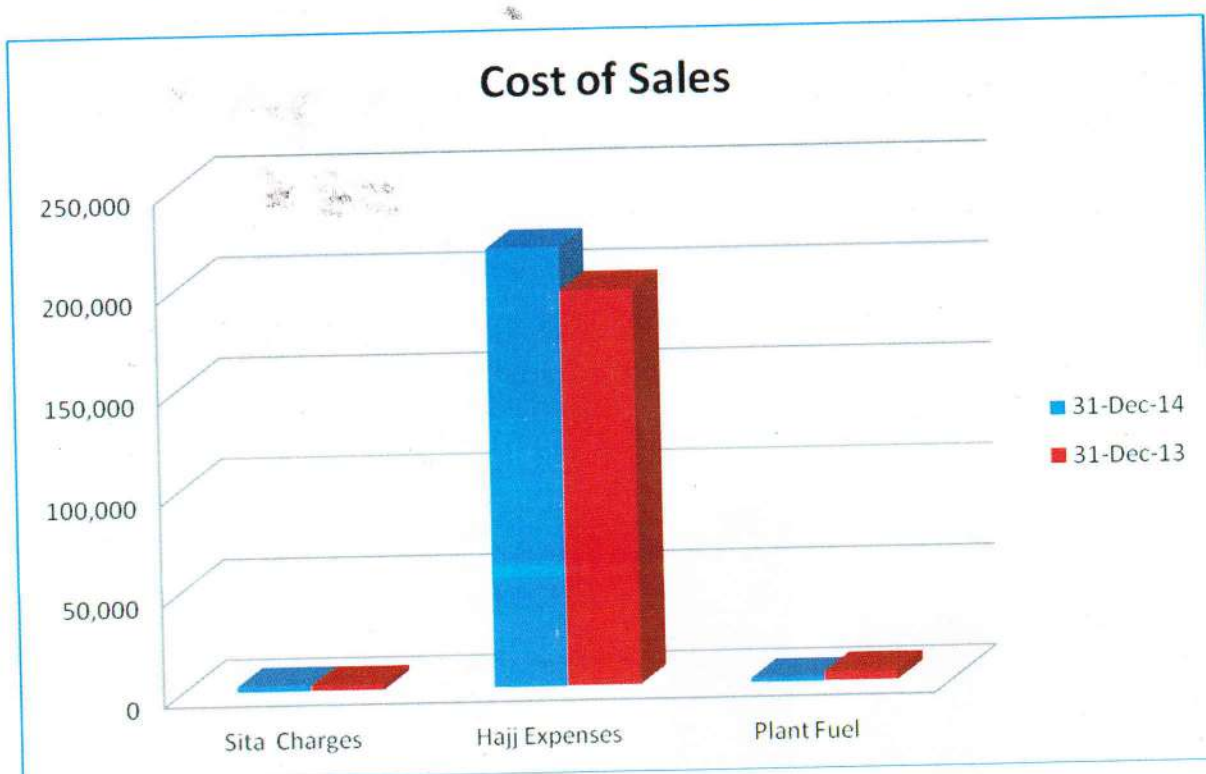
Gambia International Airlines Limited
 Banjul International Airport
 Yundum
 The Gambia

Financial highlights

Revenue	31-Dec-14 D.000	31-Dec-13 D.000
Ground Handling	148,937	165,929
Hajj Income	218,983	197,840
Cargo Handling	1,563	1,877
Ticket sales commission	1,336	854
Coach services	6,690	6,180
Cargo Commission	101	193
Total revenue	<u>377,610</u>	<u>372,873</u>

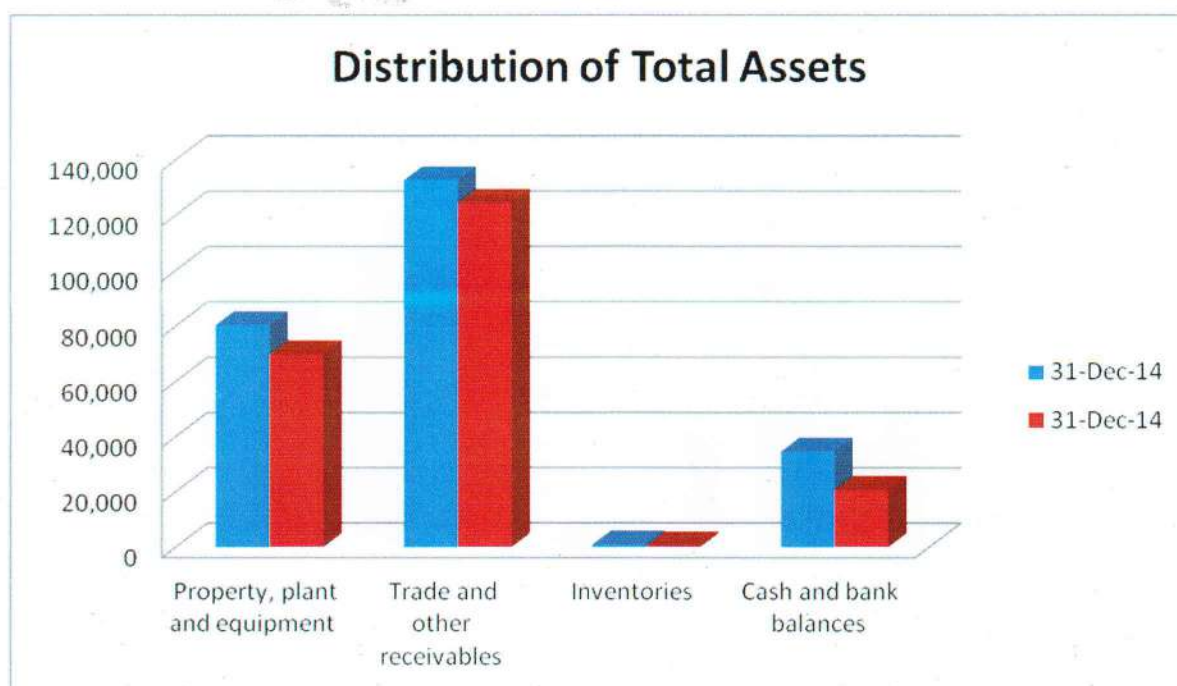


Cost of sales	31-Dec-14 D.000	31-Dec-13 D.000
Sita Communication Charges	2,934	2,768
Hajj Expenses	217,794	196,319
Plant Fuel	3,119	4,753
Total cost of sales	223,847	203,840



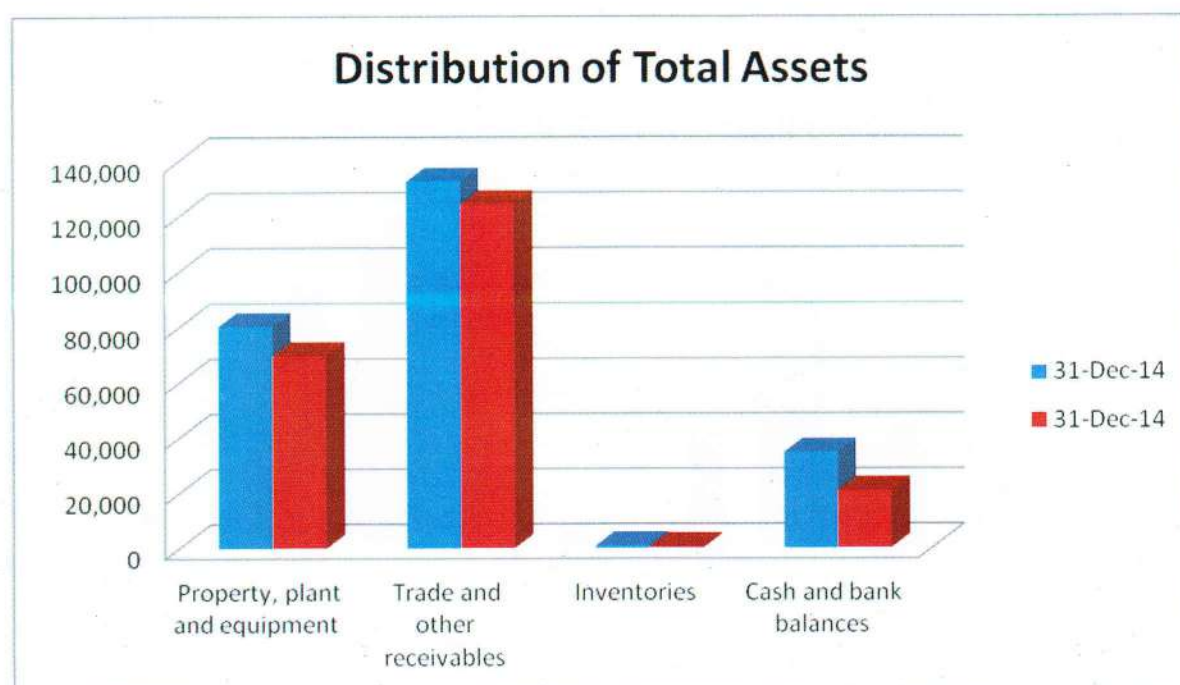
Distribution of Total Assets

	31-Dec-14	%	31-Dec-13	%
	D.000		D.000	
Property, plant and equipment	80,531	33%	69,837	32%
Trade and other receivables	132,783	53%	124,530	58%
Inventories	980	0%	622	0%
Cash and bank balances	34,692	14%	20,806	10%
	248,986	100%	215,795	100%



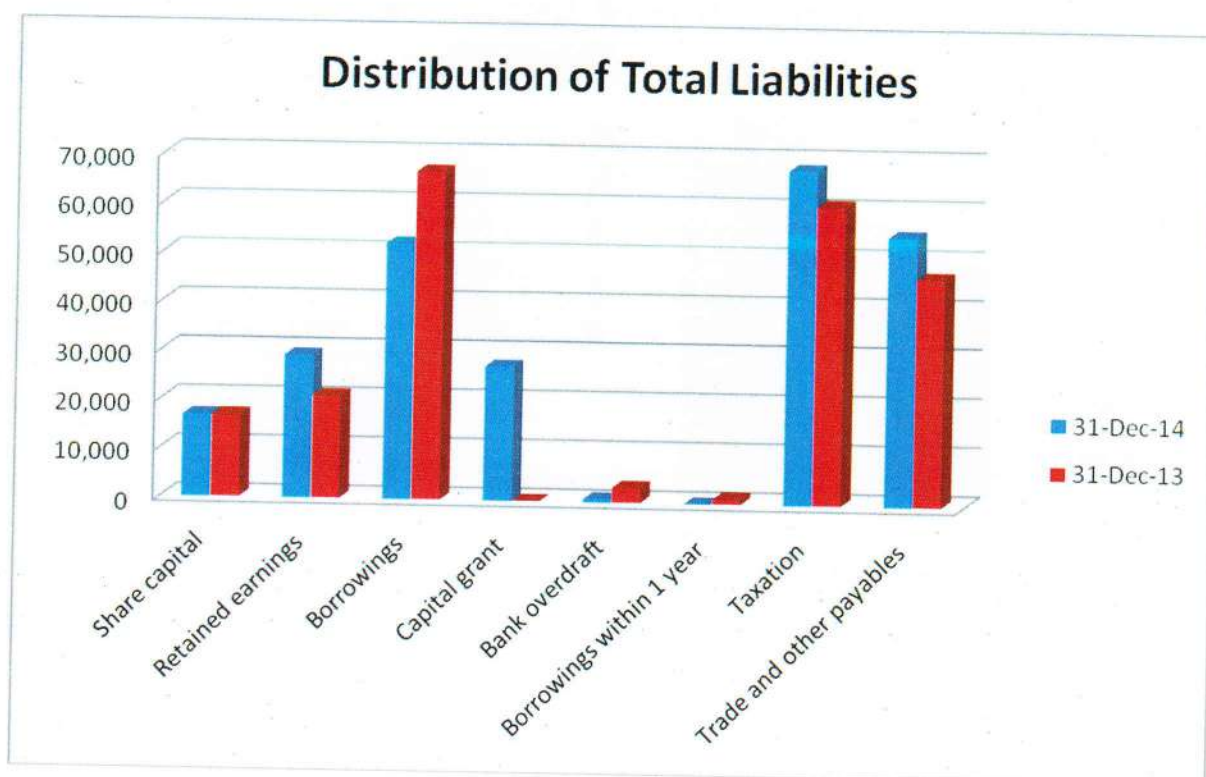
Distribution of Total Assets

	31-Dec-14		31-Dec-13	
	D.000	%	D.000	%
Property, plant and equipment	80,531	33%	69,837	32%
Trade and other receivables	132,783	53%	124,530	58%
Inventories	980	0%	622	0%
Cash and bank balances	34,692	14%	20,806	10%
	248,986	100%	215,795	100%



Distribution of Total Liabilities and Equity

	31-Dec-14		31-Dec-13	
	D.000	%	D.000	%
Share capital	16,766	8%	16,766	8%
Retained earnings	30,343	12%	20,837	10%
Borrowings	50,851	20%	66,791	31%
Capital grant	27,349	11%	-	0%
Bank overdraft	644	0%	3,097	1%
Borrowings within 1 year	-		1,013	0%
Taxation	68,139	27%	60,850	28%
Trade and other payables	54,894	22%	46,440	22%
	248,986	100%	215,795	100%



	31-Dec-14	31-Dec-13
Capital adequacy ratio (%)	66%	83%
Gearing ratio (times)	5.29	5.74
Liquidity (%)	136%	131%
Aggregate provisioning level (%)	41%	40%
Debt to Asset ratio	0.70	0.83
Debt to Equity ratio	3.70	4.74
Return on Assets (ROA)	4.84%	30.12%
Return on Equity (ROE)	25.59%	172.86%
Operating Profit (D.000)	22,448	97,358
Profit post tax (D.000)	12,056	65,000

Directors' report

The Directors of the company present their report and the audited financial statements of Gambia International Airlines Limited for the year ended 31 December 2014.

Statement of directors' responsibilities

The Companies Act 2013 requires the directors to prepare the financial statements for the financial period which give a true and fair view of the state of affairs of the Company and of its profit or loss for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 Company and to enable them to ensure that the financial statements comply with the provisions of the Companies Act 2013. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal activities

The principal activity of the company during the period was providing ground handling, cargo handling, ticket sales and hajj operation.

Results and dividends

The results of the company are as detailed in the accompanying financial statements. The directors do not propose payment of any dividend for the year.

Property, plant and equipment

The Company's property, plant and equipment are detailed in note 10 of the financial statements. There has not been any permanent diminution in the value of the Company's property, plant and equipment.

Directors and directors' interests

The directors who held office during the year are as detailed on page 3. None of the directors who held office at the end of the financial year had any beneficial interest in the shares of the Company.

Auditors

The auditors, DT Associates - The Gambia, who were appointed by the National Audit Office and having indicated their willingness, will continue in office pursuant to the Companies Act 2013.

By Order of the Directors

Secretary

[Signature]

Dated: 17th December 2015

Report of the independent auditors

To the members of Gambia International Airlines Limited

We have audited the financial statements of Gambia International Airlines Limited, set out on pages 11 to 28, which comprise the balance sheet as at December 31, 2014, the income statement and statement of cash flows for the year then ended, and significant accounting policies, financial summary and other explanatory information.

Directors' responsibility for the financial statements

The directors of the company are responsible for the preparation and fair presentation of these financial statements in accordance with the Companies Act 2013 and for such internal control as the Directors determine are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting estimates used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Gambia International Airlines Limited as at 31 December 2014, and of its financial performance and its statement of cash flows for the year then ended; the company has kept proper books of account, which are in agreement with the balance sheet and income statement, in the manner required by the Companies Act 2013.

DT Associates

DT Associates

Chartered Accountants
Registered Auditors

Date 17th December 2015

Income Statement

For the year ended 31 December 2014
In thousands of Gambian Dalasi

	Notes	31-Dec-14 D.000	31-Dec-13 D.000
Revenue			
Cost of sales	1.2, 2 3	377,610 (223,847)	372,873 (203,840)
Gross profit		153,763	169,033
Grant released to income	14	1,401	-
Administration costs		(119,946)	(59,164)
Depreciation and amortisation	1.3, 10	(13,160)	(12,274)
Other operating income	4	390	(237)
Net operating expenses		(131,315)	(71,675)
Operating profit		22,448	97,358
Interest receivable and similar income	7	1,002	1,828
Interest payable and similar charges	8	(1,211)	(5,803)
Profit before tax		22,239	93,383
Taxation	1.5, 9	(10,183)	(28,383)
Profit for the financial year		12,056	65,000
Basic earnings per share (bututs)	19	72	388
Dividend per share (bututs)	19.1	Nil	Nil

The notes on pages 14 to 28 form part of these financial statements.

Balance Sheet

As at 31 December 2014
In thousand of Gambian Dalasis

Assets	Notes	31-Dec-14 D.000	31-Dec-13 D.000
Non current assets			
Property, plant and equipment	1.3,10	80,531	69,837
Total non-current assets		80,531	69,837
Current assets			
Trade and other receivables	12	132,783	124,530
Inventories	1.7,11	980	622
Cash and bank balances	1.4,18	34,692	20,806
Total current assets		168,455	145,958
Total assets		248,986	215,795
Equity and liabilities			
Capital and reserves			
Share capital	16	16,766	16,766
Retained earnings	17	30,343	20,837
Total equity		47,109	37,603
Non current liabilities			
Borrowings	13	50,851	66,791
Capital Grant	14	27,349	-
Total non current liabilities		78,200	66,791
Current liabilities			
Borrowings within 1 year	13	-	1,013
Bank overdraft	18	644	3,097
Taxation	1.5,9	68,139	60,850
Trade and other payables	15	54,894	46,440
Total current liabilities		123,677	111,400
Total equity and liabilities		248,986	215,795

These financial statements were approved by the Board of Directors on.....
and signed on its behalf by:

17th December 2015


 Chairman

 Managing Director

 Director

The notes on pages 14 to 28 form part of these financial statements.

Statement of cash flows

For the year ended 31 December 2014
In thousands of Gambian Dalasis

	31-Dec-14 D.000	31-Dec-13 D.000
Cash flows from operating activities		
Profit from operations		
Adjustment for:	22,448	97,357
Depreciation and amortisation		
Profit on disposals	13,160	12,274
Retained earnings adjustment	(25)	60
	(2,550)	2,312
Operating profit before working capital changes	33,033	112,003
(Increase)Decrease in inventories	(358)	129
(Increase) in trade receivable	(8,253)	(31,919)
Increase (decrease) in trade payables	6,002	(39,413)
Cash generated from operations	30,424	40,803
Interest received		
Interest paid	1,002	1,828
Income taxes paid	(1,211)	(5,803)
	(2,894)	(2,065)
Net cash from operating activities	27,321	34,763
Cash flows from investing activities		
Purchase of property, plant and equipment	(23,855)	(21,533)
Proceed from disposal of fixed assets	24	8
Net cash used by investing activities	(23,831)	(21,525)
Cash flows from financing activities		
(Decrease) in Long-term Borrowing	10,396	2,932
Net cash used by financing activities	10,396	2,932
Net decrease in cash and cash equivalents	18	16,170
Cash and cash equivalents at the beginning of the year	18	4,636
Cash and cash equivalents at the end of the year	18	20,806

The notes on pages 14 to 28 form part of these financial statements.

Notes (forming part of the financial statements)

1 Accounting policies

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

1.1 Accounting convention

The financial statements have been prepared under the historical cost convention in accordance with Generally Accepted Accounting Principles and applicable provisions of the Companies Act 2013.

1.2 Revenue recognition

Revenue represents the invoiced amount of ground handling, cargo handling, coach services and hajj operations customers.

1.3 Property, plant and equipment

Owned assets

Items of property, plant and equipment are stated at cost less accumulated depreciation. Cost include all cost incurred in acquiring the asset plus all directly attributable cost incurred in bringing the asset to its present location and condition for the asset to become operational.

Depreciation

Depreciation is provided at the following annual rates in order to write off the cost of each asset on a straight-line basis over its estimated useful life.

Airport Plant	10%
Furniture, fittings and office equipment	10%
Motor vehicles	20%
Building	4%
Computer Equipment	25%
Radio communication equipment	10%

Subsequent expenditure

Expenditure incurred to replace a component of an item of property, plant and equipment that is accounted for separately, including major inspection and overhauled expenditure, is capitalised. Other subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the item of property, plant and equipment. All other expenditure is recognised in the income statement as an expense as incurred.

1.4 Foreign currencies

Monetary assets and liabilities denominated in foreign currency are converted to Dalasi at the period end exchange rate ruling at the Balance Sheet date. Transactions in foreign currencies are recorded at the rates ruling on the date of the transaction. All gains or losses arising are transferred to the income statement in the period in which they arise.

1.5 Taxation

Tax is charged on the basis of the higher of 1.5% of gross income and 32% of tax adjusted accounting profits in accordance with sections 79 (3a,b) and first schedule of the Income and Sales Tax Act 2004. Income tax is recognised in the income statement. Current tax is the expected tax payable on the taxable income for the year.

1.6 Pension scheme

The Airline contributed pensions at 15% of gross salaries during the year and injuries compensation fund of D15 per employee to the Social Security and Housing Finance Corporation. Obligations for contributions to the Social Security and Housing Finance Corporation administered retirement benefit plan are recognised as expense in the income statement when incurred.

Under the scheme, employees are entitled to lump sum payments in addition to a monthly pension upon attaining the retirement age of 60.

1.7 Inventories

Inventories are stated at the lower of cost and net realisable value where cost is purchase cost together with related duty, freight and other directly attributable costs, on a first in, first out basis. Net realisable value is based on estimated selling price less all cost to be incurred in marketing and selling.

1.8 Provisions

A provision is recognised in the balance sheet when the company has a legal or constructive obligation as a result of a past event, and when it is probable that an outflow of economic benefits will be required to settle the obligation.

2 Revenue

Revenue comprises of:

	31-Dec-14 D.000	31-Dec-13 D.000
Ground Handling	148,937	165,929
Hajj Income	218,983	197,840
Ticket sales commission	1,336	854
Cargo Handling	1,563	1,877
Coach services	6,690	6,180
Cargo Commission	101	193
Total revenue	377,610	372,873

3 Cost of sales

Cost of sales comprises of:

	31-Dec-14 D.000	31-Dec-13 D.000
Sita Communication Charges	2,934	2,768
Hajj Expenses	217,794	196,319
Plant Fuel	3,119	4,753
Total cost of sales	223,847	203,840

4 Other operating income

	31-Dec-14 D.000	31-Dec-13 D.000
Asset Disposal	25	(60)
UMRA	365	(177)
Total other operating income	390	(237)

5 Profit before taxation

after charging:

	31-Dec-14 D.000	31-Dec-13 D.000
Auditors remuneration	400	350
Directors remuneration	498	144
Depreciation	13,160	12,274

6 Staff cost

The total number of persons (including executive directors) employed by the company during the period were as follows:

	31-Dec-14	31-Dec-13
Management	17	18
Others	299	295
	<u>316</u>	<u>313</u>

The total remuneration of the staff employed by the company is as detailed below:

	31-Dec-14 D.000	31-Dec-13 D.000
Salaries	21,004	14,774
Pension	5,267	4,340
Allowances	18,369	15,310
	<u>44,640</u>	<u>34,424</u>

7 Interest receivable and similar income

	31-Dec-14 D.000	31-Dec-13 D.000
Staff Loan Interest	167	224
Bank Interest	688	642
Sundry income	147	962
	<u>1,002</u>	<u>1,828</u>

8 Interest payable and similar charges

	31-Dec-14 D.000	31-Dec-13 D.000
Bank Charges	2,171	1,038
Loan Interest	323	1,519
Exchange loss / (gain)	(1,283)	3,246
	<u>1,211</u>	<u>5,803</u>

9 Taxation

The tax charge in the financial statements is derived as follows:

	31-Dec-14 D.000	31-Dec-13 D.000
Income statement		
Tax provision at 31% of PBT in 2014	<u>10,183</u>	<u>28,383</u>
Balance sheet		
Balance brought forward	60,850	34,532
Current tax charge	10,183	28,383
Tax paid during the year	(2,894)	(2,065)
	<u>68,139</u>	<u>60,850</u>
Tax liability at the end of the year		

9a. Potential Tax Liability

The tax liability of D68million as at 31 December, 2014 is not conclusive and could increase. The Gambia Revenue Authority (GRA) recognised a liability of D145million due from the Company. This includes interest and penalty of D63million. This is disputed by GIA Management and currently being resolved with the GRA.

10 Property, plant and equipment

	Land & buildings	Radio communication equipment	Airport plant	Motor vehicles	Furniture & office equipment	Computer equipment	WIP Corporate Complex	WIP Cargo Complex	Total
	D.000	D.000	D.000	D.000	D.000	D.000	D.000		D.000
Cost									
At 1 Jan 2014	5,911	841	104,305	26,855	8,291	6,291	950	-	153,444
Additions	82	-	10,355	3,882	967	1,192	-	7,377	23,855
Disposals	-	-	-	(200)	(9)	-	-	-	(209)
At 31 December 2014	5,993	841	114,660	30,537	9,249	7,483	950	7,377	177,090
Depreciation									
At 1 Jan 2014	(2,554)	(510)	(54,268)	(17,128)	(4,233)	(4,914)	-	-	(83,607)
Charge for the year	(242)	(54)	(8,111)	(3,523)	(590)	(641)	-	-	(13,160)
Disposals	-	-	-	200	9	-	-	-	209
At 31 December 2014	(2,796)	(564)	(62,379)	(20,451)	(4,814)	(5,555)	-	-	(96,559)
Net book value									
At 31 December 2014	3,197	277	52,281	10,086	4,435	1,928	950	7,377	80,531
Net book value									
At 31 December 2013	3,357	415	50,037	9,727	4,058	1,377	950	-	69,837

11 Inventories

	31-Dec-14 D.000	31-Dec-13 D.000
Fuel stock	551	255
Stationery & general inventory	429	367
	<u>980</u>	<u>622</u>

12 Trade and other receivables

		31-Dec-14 D.000	31-Dec-13 D.000
Trade receivables	12.1	224,936	206,065
Less:			
Provision for doubtful debts	12.2	(92,153)	(81,535)
		<u>132,783</u>	<u>124,530</u>

12.1 Trade & other receivables

		31-Dec-14 D.000	31-Dec-13 D.000
Sales ledger control		142,347	142,199
State aircraft	12.1a	32,538	16,736
GC ticket sales	12.1b	2,183	2,183
Transfer control account		97	-
Staff loans		30,152	29,728
Consulate General	12.1c	12,677	12,122
Government Short Term long		200	-
Other receivables		517	501
National Hajj Commission Account		1,364	1,364
Prepayments		1,595	467
Input VAT		1,266	765
		<u>224,936</u>	<u>206,065</u>

12.1a. State aircraft

The state aircraft receivables balance is due from the Government of The Gambia. It relates to payments made by GIA on behalf of The Gambia Government in relation to maintenance and crew cost of the state Aircraft.

12.1b. Capeverde Airline (GC ticket sale)

GC ticket sale relates to expenses made on behalf of the TACV flight which was charged to Carrier TACV (Capeverde Airline) based on a quota sharing agreement between TACV and GIA.

12.1c. Consulate General

This relates to amounts transferred to the consulate general in Saudi Arabia to be spent on hajj expenses on behalf of Gambia International Airlines.

12.2 Provision for doubtful debts

	31-Dec-13 D.000	31-Dec-12 D.000
Trade receivables	79,632	67,201
Staff	12,521	14,333
	<u>92,153</u>	<u>81,534</u>

13 Borrowings:

	31-Dec-14 D.000	31-Dec-13 D.000
<u>Bank loans:</u>		
Guaranty Trust Bank - Dalasi	-	47
Guaranty Trust Bank - Euro	-	8,941
Access Bank - Dollar	-	4,647
	-	<u>13,635</u>
<u>Government & Other loans:</u>		
Gambia Government Loan	13.1 1,470	1,470
Gambia Ports Authority loan	13.2 1,013	1,013
MOFEA Hajj loan	13.3 14,381	14,381
MOFEA Loan (Japanese Grant)	13.4 5,310	5,310
SSHFC Loan	13.5 18,463	20,233
Gamcel Loan	13.6 10,214	11,762
	<u>50,851</u>	<u>54,169</u>
b) Due within one year		
Gambia Ports Authority loan	-	(1,013)
	<u>50,851</u>	<u>66,791</u>

13.1 Gambia Government Loan

A Loan of D8.4 million was obtained from the Japanese Non Project Grant Aid in 1994 given to the then Gambia Airways offshoot company of GIA. The funds were utilized to procure Ground Support Equipment in 1994. When Gambia Airways was liquidated in 1996, these assets together with their costs (loan) through the MOFEA were transferred to the newly created Gambia International Airlines Ltd. This loan is repayable over 10 years at interest rate of 5% per annum. Covenants of the loan were for GIA to keep comprehensive records of the assets, provide the lender with information relating to assets financed by the principal loan. Pursue sound policies to ensure proper and sound commercial utilisation of the assets financed by the principal loan.

13.2 Gambia Ports Authority loan

A loan of D2.8 million was obtained from Gambia Ports Authority in 2008 to finance preventive maintenance for aging ground support equipment in preparation for the ensuring tourist season.

13.3 MOFEA Hajj Loan

In the return leg of the Hajj 2003/4, Gambian pilgrims were stranded in the Kingdom of Saudi Arabia (KSA). The Government through the Ministry of Finance & Economic Affairs (MOFEA) intervened to provide the above funds which were remitted directly to the Consulate General's Account in Jeddah, KSA for the leasing of an aircraft to ferry the pilgrims back home. This amount was later converted into a loan to GIA

13.4 MOFEA (Japanese Grant)

A loan of D5.81M was obtained from the Ministry of Finance in 2006 payable within 120 months with 5% interest per annum for the financing of a Jet Starter Unit. Covenants of the loan were for GIA to keep comprehensive records of the assets, provide the lender with information relating to assets financed by the principal loan. Pursue sound policies to ensure proper and sound commercial utilisation of the assets financed by the principal loan.

13.5 SSHFC Loan

A loan of D22.5M obtained in 2005 for the payment of penalty fee due to delay in payment of hajj accommodation and flight charter payable within 30 months with interest at 20% per annum. There was a floating charge on the company's assets including debts.

13.6 Gamcel Loan

A loan of D 15 million dalasi was obtained from Gambia Telecommunication Cellular Company (Gamcel) Limited in 2006 through the MOFEA during the hosting of AU summit in Banjul to strengthen the Ground Support Equipment fleet in anticipation of the increasing traffic into Banjul International Airport. These funds were used to acquire an Expediter 160 Towbarless Tractor and two Aviogeel Motorized Passenger Steps in April 2006. However, contractual negotiations for the repayment of this facility were never conclusive.

14 Capital grant- Cargo Complex EIF grant

The Gambia International Airlines Ltd obtained \$2.1M funding from the enhanced Integrated Framework (EIF) Programme under the Ministry of Trade, Industry, Regional Integration and Employment (MOTIE) to construct a Cargo complex at the Banjul International Airport. Upon completion this is expected to improve the export of fish and horticultural products to Europe and other destinations.

The Project fund of \$1.8M is being handled by the GIA and the rest by the National Implementing Unit (NIU) at the Ministry of Trade.

In line with GAAPs funds received were recognized as deferred income. The income equivalent to the annual depreciation rate of the Complex shall be released annually to income upon completion of the Project.

Grant income relating to other operating expenses during the year was released to the Income Statement in order to match the grant income to the expenditure.

	31- Dec -14
	D.000
Grant disbursement from MOTIE to date	28,750
Grant released to income	(1,401)
Grant income deferred	27,349

15 Trade & other payables: amounts falling due within one year

	31-Dec-14	31-Dec-13
	D.000	D.000
Trade payables	23,576	18,268
Landing & Lighting (GCAA)	252	252
SN Brussel Ticket Sales	1,369	292
Gambia Bird Ticket Sales	1,083	179
GC Ticket Sales (TACV)	7,883	7,883
Ticket Sales-Other Airlines	6,094	6,094
GIA MOSQUE CAPITALISATION	1,215	1,215
Atlantic Hotel	1,431	1,431
GIA Subvention (GTA)	3,000	3,000
Cargo sales	303	-
Government Travel Tax	1,692	1,692
Bjl-Psc Tax(GCAA)	666	666
UK - PSC tax	1,763	1,763
Dividend Payable	921	921
Hajj Deposit	1,423	-
Others	2,223	2,780
	<u>54,894</u>	<u>46,440</u>

16 Share Capital

	No of shares	31-Dec-14 D.000	31-Dec-13 D.000
<u>Authorised</u>			
At the beginning of the year			
Ordinary shares at D10 each	10,000,000	100,000	100,000
At the end of the year	10,000,000	100,000	100,000
<u>Issued and fully paid</u>			
At the beginning of the year			
Ordinary shares of D10 each	1,676,600	16,766	16,766
At the end of the year	1,676,600	16,766	16,766

16.1 Ownership

Gambia International Airlines (GIA) is 99% owed by the Gambian Government and 1% by Gambia Telecommunications Company (Gamtel) Limited.

17 Statement of movement in reserves

	Profit & loss reserve	
	31-Dec-14 D.000	31-Dec-13 D.000
At the beginning of the year	20,837	(41,850)
Prior year adjustment	(2,550)	(2,312)
Restated opening balance	18,287	(44,162)
Profit for the financial year	12,056	64,999
At the end of the period	30,343	20,837

17.1 Total prior year adjustment in 2014 relates to:

	D.000
BSIC bank transfer omitted in 2012	2,800
Annual contribution of D0.5m to the Ministry of sports omitted in 2012 and 2013	1,000
Access bank Dollar loan balance overstated in 2013	(1,250)

The prior year adjustment relates to a bank transfer of D2.8 million which was carried out by BSIC bank on behalf of GIA in 2012; this transaction was not reflected in the books of the Company or the Bank at the time. The correction has been effected in the current year.

GIA is required to transfer D0.5 million per annum to the Ministry of sports. However, the contributions for 2012 and 2013 were not accrued for in the financial statements.

Prior year adjustment of D1.2m relates to correction of Access bank dollar balance overstated in 2013.

18 Analysis of the balances of cash as shown on the balance sheet

	31-Dec-14 D.000	31-Dec-13 D.000	Changes D.000
Bank balances	34,524	20,684	13,840
Cash balances	168	122	46
	<u>34,692</u>	<u>20,806</u>	<u>13,886</u>
Less:			
Bank overdraft	(644)	(3,097)	2,453
	<u>34,048</u>	<u>17,709</u>	<u>16,339</u>

19 Earnings per share

	31-Dec-14	31-Dec-13
Basic earnings per share (bututs)	72	388
Weighted average number of shares used in calculating EPS	16,766,000	16,766,000
	<u>12,056,000</u>	<u>65,000,000</u>
Profit for the financial year (Dalasis)		

19.1 Dividend

The results of the company are as detailed in the accompanying financial statements. There was no dividend payment in 2014 [2013 Nil].

Supplementary information

	31-Dec-14 D'000	31-Dec-13 D'000
Net revenue		
Ground Handling	148,937	165,929
Hajj Income	218,983	197,840
Cargo Handling	1,563	1,877
Ticket sales commission	1,336	854
Coach services	6,690	6,180
Cargo Commission	101	193
Total revenue	377,610	372,873
Cost of sales		
Sita Communication Charges	2,934	2,768
Hajj Expenses	217,794	196,319
Plant Fuel	3,119	4,753
Total cost of sales	223,847	203,840
Gross operating profit	153,763	169,033