

GAMBIA POSTAL SERVICES CORPORATION
(GAMPOST)

FINAL

Audit Report

&

Financial Statements For the year ended

31st December 2017

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General Information

Registered Office

3 Liberation Avenue
Banjul
The Gambia

Board of Directors

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

Board Secretary : Mr.Cherno B. Jallow

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.
Ecowas Avenue
Banjul,
The Gambia

Trust Bank Ltd
Ecowas Avenue
Banjul
The Gambia

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

Guaranty Trust Bank Ltd
Ecowas Avenue
Banjul
The Gambia

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

Access Bank Ltd.
Ecowas Avenue
Banjul,
The Gambia

Financial Highlights

		2017	2016
Net Equity	(D'000)	54,226	61,781
Revenue	(D'000)	21,050	21,881
Profit / (Loss)	(D'000)	231	133
Total Assets	(D'000)	99,665	101,921

Net Profit / (Loss) to Revenue	1%	1%
Staff Cost to Total Expenses	30%	28%
Operating Expenses to Total Expenses	61%	64%
Taxation to Gross Income	1.5%	1.5%
Property, Plant & Equipm't to Total Assets	42%	39%
Receivables to Total Assets	50%	57%
Liquid Assets to Total Assets	7%	4%
Net Equity to Total Assets	54%	61%

Revenue Analysis

	2017		2016	
	D.000	%	D.000	%
Stamps for Letters & Parcels	7,405	35%	7,583	35%
Post Box & Private Mail Bags Rental	2,903	14%	2,903	13%
Terminal Dues Income	1,548	7%	2,128	10%
Post paid Postages	1,502	7%	1,423	7%
IGPC Royalties & Philately Salrs	1,882	9%	1,762	8%
Rent Income	723	3%	184	1%
EMS	2,864	14%	3,108	14%
Other Income	148	1%	262	1%
Interest Earned/ Received on Fixed Depos	155	1%	320	1%
Commissions Received	1,369	7%	1,657	8%
Capital Grants Released to Income	552	3%	552	3%
	21,050	100%	21,881	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 2017.

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.

(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 Gambia 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 have indicated their willingness to continue in office in accordance with Section 342 (2) of the Companies Act 2013.

By order of the Board of Directors

Chairman

Date: 6/08/19 2019

Secretary

Date: 30th July 2019

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 2017 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


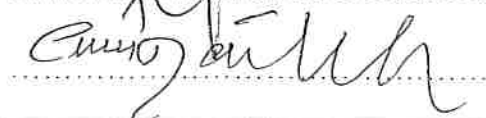
Real Time Consulting

REAL TIME CONSULTING
CERTIFIED CHARTERED ACCOUNTANTS
REGISTERED AUDITORS

Date: *14th August* 2019

BALANCE SHEET

	Notes	2017 D	2016 D
NON-CURRENT ASSETS			
Tangible Fixed Assets	2	42,315,555	39,467,628
		42,315,555	39,467,628
CURRENT ASSETS			
Postage Stamps (Inventory)	3	30,765,237	37,999,436
Investments : Term Deposit	4	2,026,959	2,001,425
Trade Debtors	5	19,008,951	20,057,141
Other Debtors - Staff Loans		250,000	0
Branch Balances (PMT/WU)	6	310,254	408,737
Branch Balances (Savings)		209,918	175,945
Net Commissions Receivable		15,000	-
WU & Mgram Partner and DMT A/Cs		231,907	-
Cash and Bank	7	4,531,611	1,810,409
TOTAL CURRENT ASSETS		57,349,837	62,453,093
TOTAL ASSETS		99,665,393	101,920,723
CURRENT LIABILITIES			
Trade Creditors	8	7,304,723	6,038,430
Other Creditors and Accruals	9	2,618,292	2,606,478
Corporation Tax liability	10	6,245,062	6,199,426
Savings Bank (Customer Deposit & Interest)	11	2,571,384	2,911,450
WU & Mgram Partner and PMT A/Cs		156,971	34,388
Deferred Liabilities -Pre-Paid Customers		-	-
TOTAL CURRENT LIABILITIES		18,896,432	17,790,171
NON-CURRENT LIABILITIES			
UPU, PAPU and Others	12	26,542,858	22,349,234
TOTAL LIABILITIES		45,439,290	40,139,405
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	1,276,303	1,828,366
Postal Regularisation A/C		30,765,237	37,999,436
Retained Earnings	14	(17,297,355)	(17,528,402)
TOTAL EQUITY & RESERVES		54,226,103	61,781,318
TOTAL LIABILITIES , EQUITY & RESERVES		99,665,393	101,920,723

 DIRECTOR
 DIRECTOR

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

INCOME STATEMENT

<u>INCOME</u>	<u>Notes</u>	<u>2017</u> <u>D</u>	<u>2016</u> <u>D</u>
Revenue	15	18,973,360	19,351,885
Interest Earned / Received on Fixed Deposits		155,178	319,836
Commissions Received	16	1,369,495	1,656,730
Capital Grants Released to Income	17	552,063	552,063
Total Income		21,050,096	21,880,513
Staff Cost	18	6,145,387	6,015,826
Administrative Expenses	21	12,579,800	13,794,686
Depreciation Charges	2	1,594,638	1,444,362
Bad Debts Written-off		0	0
Bank Charges and Interest		191,752	172,317
Total Operating Expenses		20,511,578	21,427,191
Net Profit / (Loss) before Tax	19	538,518	453,322
Taxation	20	(307,470)	(319,927)
Net Profit / (Loss) After Tax		231,048	133,395

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

CASH FLOW STATEMENT

	<u>Notes</u>	<u>2017</u> D'000	<u>2016</u> D'000
Cash flows from operating activities			
Surplus /(Deficit) from operations		231,048	133,395
		<u>231,048</u>	<u>133,395</u>
Adjustments for:-			
Depreciation:	2	1,594,638	1,444,362
Other Adjustments - Capital Grant released to income		(552,063)	(552,063)
Prior Year Adjustment (Net)		0	0
Bad Debts Written-off		0	0
Operating Profit/(Loss) before Working Capital Changes		<u>1,273,623</u>	<u>1,025,694</u>
Changes in Working Capital:			
(Increase) / Decrease in Inventories		7,234,199	8,214,149
(Increase) / Decrease in Trade Receivables		1,048,190	18,639
(Increase) / Decrease in Branch Balances		64,510	(168,085)
(Increase) / Decrease in Other Receivables		(246,907)	30,000
(Increase) / Decrease in Other Debtors		(250,000)	0
Increase / (Decrease) in Trade Creditors		1,266,293	484,044
Increase / (Decrease) in Other Creditors & Accruals		11,814	(407,803)
Increase/(Decrease) in Taxation		45,636	138,708
Increase / (Decrease) in Other Liabilities		(217,482)	(1,081,443)
Increase / (Decrease) in Non-Current Liabilities		0	0
Cash generated from operating activities		<u>10,229,874</u>	<u>8,253,900</u>
<i>Interest Received</i>			
<i>Interest Paid</i>			
Net Cash generated from operating activities		<u>10,229,874</u>	<u>8,253,900</u>
Cash flows from investing activities			
Purchase of Fixed Assets		(4,442,565)	(2,993,299)
Re-Couped / Purchase of Investments		(25,534)	26,433
Net cash used in investing activities		<u>(4,468,099)</u>	<u>(2,966,866)</u>
Cash flows from financing activities			
Increase / (Decrease) in Capital Grant Received		0	2,380,429
Increase / (Decrease) in Long-Term Borrowings		4,193,625	511,944
Increase / (Decrease) in Net Regularisation A/C		(7,234,199)	(8,214,149)
Net cash used in financing activities		<u>(3,040,574)</u>	<u>(5,321,776)</u>
Net Cash Inflows / (outflows)		<u>2,721,201</u>	<u>(34,742)</u>
Net increase/(decrease) in cash and cash equivalents		<u>2,721,201</u>	<u>(34,742)</u>
Net Cash and cash equivalents at beginning of period		1,810,409	1,845,151
Net Cash and cash equivalents at the end of period		<u>4,531,611</u>	<u>1,810,409</u>

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

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 2017	38,481,918	0	(17,528,403)	0	20,953,515
Additions	0	0	0	0	0
Issuance of Share Capital	0	0	0	0	0
Net Profit/(Loss) for the period	0	0	231,048	0	231,048
Prior Year Adjustment	0	0	0	0	0
Balance As At 31st December 2017	38,481,918	0	(17,297,355)	0	21,184,563
Transfers	0	0	0	0	0
Balance Re-Styled As At 31/12/2017	38,481,918	0	(17,297,355)	0	21,184,563

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. The 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 1.5% of revenue (i.e. total income) and 30% 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	2017	2016
		D	D
Postage Stamps (Inventories)	3	30,765,237	37,999,436
Stationery Items		0	0
		30,765,237	37,999,436
Less:- Provision for Obsolete Stock		-	-
		30,765,237	37,999,436

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	2017	2016
	D	D
Fixed Deposit Investment	2,000,000	2,000,000
Interest Accrued	26,959	1,425
	2,026,959	2,001,425

5 Trade Debtors	Notes	2017	2016
International Postal Administration		6,508,008	9,021,593
Domestic Customers- Post Box Rentals	5a	10,066,852	8,685,264
Postpaid Postages		1,028,752	980,624
Private Mail Bags		739,422	687,422
IGPC/ Philately		550,635	546,585
Staff Loans	5b	115,283	135,654
		19,008,951	20,057,141

5a Domestic Customers- Post Box Rentals	2017	2016
	D	D
Banjul Branch	5,772,233	5,037,723
Serrekunda Branch	2,993,991	2,511,566
Bakau Branch	1,069,592	807,892
Brikama Branch	2,747,749	2,499,399
Soma Branch	0	0
Farafenni Branch	0	0
Basse Branch	0	0
Brusubi Branch	0	0
Less: Provision for Doubtful Debts	(2,516,713)	(2,171,316)
	10,066,852	8,685,264

5b Staff Loans	2017	2016
	D	D
Personal Loans	115,283	135,654
Staff Loan Car	-	-
	115,283	135,654

6 Branch Balances	2017	2016
	D	D
Banjul	8,832	72,027
Serrekunda	33,480	55,139
Bakau	15,191	10,506

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Brikama	9,962	40,634
Soma	30,147	14,803
Farafenni	280	12,480
Kerewan	12,219	38,267
Kaur	6,333	41,719
Janganbureh	106,116	51,357
Basse	25,432	22,544
Wassu	5,568	14,302
Brusubi	13,301	17,051
Bwiam	22,323	6,713
Airport	21,070	11,195
	310,254	408,737

7 CASH AND BANK BALANCES

	2017	2016
	D	D
Central Bank Gampost	2,802,775	532,782
Central Bank Savings bank A/C	167,212	37,569
Trust Bank Operating A/C	-	714,709
ICB EMS A/C	124,838	87,036
Trust Bank QSE A/C	74,608	7,600
Savings Bank TBL A/C	67,832	134,008
Savings Bank Access Bank A/C	19,997	19,997
Gampost Savings Western Union A/C	156,886	26,901
Gampost Savings Western Union A/C(US\$)	-	-
Gampost Western Union A/C	242,052	85,224
Guaranty Trust Bank (S/B)	87,533	(7,166)
Guaranty Trust Bank (Gampost)	134,154	(1,736)
Guaranty Trust bank (DMT/WU)	177,451	119,779
Skype Bank	833	833
AGIB (Gampost) A/C	418,868	-
Postal Order	38,601	38,601
Petty Cash	10,373	-
Cash Float	7,600	14,274
	4,531,611	1,810,409

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 2017 as follows:-

	2017	2016
	D	D
Trade Creditors	2,175,405	2,149,405
Terminal Dues Payable	5,129,318	3,889,025
	7,304,723	6,038,430

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 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.

	2017	2016
	D	D
DHL	894,028	845,248
Nawec Utility Bills	81,399	120,102
GRA (Excise Duty)	3,818	3,818
GRA (With-holding Tax)	541,483	420,707
Accrued Audit Fees	100,000	95,000
Sundry Credits	556,935	688,094
WARI Payables	440,628	433,509
	2,618,292	2,606,478

10 Corporation Tax Liability

	2017	2016
	D	D
Opening Balance B/F	6,199,426	6,060,718
Aggregate Quarterly Corporation Tax paid	(261,835)	(181,219)
Corporation Tax Charges	307,470	319,927
Closing Balance C/F	6,245,062	6,199,426

11 Savings Bank Customers' Deposits

	2017	2016
	D	D
Customers Deposits B/F	2,911,450	3,934,556
Add: Additional Savings (net of withdrawals)		
Less: Withdrawals (net of savings)	(742,963)	(3,448,730)
Accrued Interest Payable	402,897	2,425,624
	2,571,384	2,911,450

12 Long -Term Liabilities

	2017	2016
	D	D
Universal Postal Union Dues	13,765,913	13,765,913
Pan African Postal Union Dues	8,583,321	8,583,321
Bank Loan **	4,193,625	-
	26,542,858	22,349,234

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:-

	2017	2016
	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

	2017	2016
	D	D
Opening Balance B/F	(17,528,402)	(17,661,798)
Prior Year Adjustment	-	-
Re-Styled Net Profit / (Loss) B/F	(17,528,402)	(17,661,798)
Profit for the Year	231,048	133,395
Closing Balance B/F	(17,297,355)	(17,528,402)

15 REVENUE

	2017	2016
	D	D
Sale of Stamps for letters and parcels	7,404,509	7,583,096
Post Box and Private Mail Bags rentals	2,902,800	2,902,800
Terminal Dues Income	1,548,062	2,128,090
Post-paid Postages	1,501,532	1,422,577
IGPC Royalties and Philately Sales	1,881,515	1,761,653
Other Income & Recovery	148,273	262,324
Rental Income	722,800	183,647
EMS	2,863,870	3,107,698
	18,973,360	19,351,885

16 Commissions Received

	2017	2016
	D	D
Western Union / Money Gram	0	175,710
Domestic Money Transfer	1,367,130	1,424,680
WARI	2,365	56,310
	1,369,495	1,656,730

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:-

	2017	2016
	D	D
Balance B/F	1,828,366	-
Additional amount received	-	2,380,429
Amount released to revenue	(552,063)	(552,063)
Balance C/F	1,276,303	1,828,366

Notes (forming part of the financial statements)

NOTES

18 STAFF COST

	2017	2016
	D	D
Salaries and Wages	3,431,903	3,539,439
Responsibility Allowance	445,924	462,021
Transport Allowance	601,750	585,750
Professional Allowance	182,000	201,250
Telephone Allowance	75,000	81,750
Pension Contribution	969,063	709,547
Severance Pay	56,265	30,690
Overtime Payments	37,162	32,520
Casuals and Attachees	131,223	159,000
Injury Compensation Fund	23,160	19,290
Night Allowance	95,587	104,625
Acting Allowance	96,350	89,944
	<u>6,145,387</u>	<u>6,015,826</u>

19 PROFIT BEFORE TAXATION

	2016	2016
	D	D
Profit / (Loss) before taxation is derived after charging :-		
Auditors' remuneration	100,000	95,000
Directors' Allowances & Expenses	325,930	338,725
Depreciation Charge	1,594,638	1,444,362
Rent & Rates of premises	228,000	237,400
Staff costs	6,145,387	6,015,826
	<u>8,393,956</u>	<u>8,131,313</u>

20 TAXATION

	2017	2016
	D	D
The tax charge in the financial statements is derived as follows:		
Income Statement		
Provision for corporation tax is 1.5% on Turnover	307,470	319,927

The provision for corporation tax is the higher of 30% of net profit or 1.5% of Turn-over (excluding capital grants), of which the latter applies.

21 ADMINISTRATIVE EXPENSES	2017	2016
	D	D
Staff Training Costs	63,780	234,553
Travel (Per diem, Air Ticket & DSA)	480,386	682,066
Insurance Cost (Medical, Fire & Burglary, Vehicle & Fidelity)	725,612	774,330
Staff Incentives	106,100	42,850
Board of Directors Allowances & Expenses	325,930	338,725
Fuel & Lubricants	971,750	1,000,495
Uniforms and Protective Clothing	97,504	56,025
Printing and Stationery & Postage	498,089	646,028
Telephone and Internet costs	473,140	512,907
Electricity and Water	1,006,349	1,074,780
Generator & Vehicle Repairs & Maintenance	194,430	521,656
Equipment Repairs and Maintenance	130,844	74,324
Building Repairs and maintenance	89,191	143,291
Indemnity For Lost Mail	8,695	6,319
Miscellaneous Expenses	63,788	60,293
Postal Agents Allowance	-	-
Legal Fees	-	25,000
Sports & Recreation (May Day & Other Sports)	2,000	1,000
Donations -CSR	75,000	178,875
Marketing and Promotions	128,890	275,830
Conveyance of Mail (Air and Local Bus Conveyance)	4,041,868	3,637,605
Food/ Drinks Entertainment	183,800	181,441
Office Rent and Rates	228,000	237,400
Licenses and Road Tax (Vehicles)	3,730	42,070
Services Contracts	356,719	362,400
Provision for Doubtful Debts	345,397	290,124
Maintenance of Computers	51,190	123,994
Audit Fees	100,000	95,000
Postal Subscription Due (UPU)	-	51,414
Postal Subscription Due (PAPU)	-	722,094
Vehicle Allowance	108,000	135,000
Provincial Allowance	57,750	50,750
Heavy Duty Allowance	17,500	18,000
Cash Handling Allowance	193,077	167,654
Mail Handling Fees	-	13,755
Contingency/ General Expenses	14,500	93,375
Interest Accrued	168,221	415,553
Terminal Dues Accrued	1,240,293	470,044
Software Packages	28,279	37,668
Security	-	-
Consultancy Fees	-	-
	12,579,800	13,794,686

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 2017

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 1/1/2017	20,397,500	21,496,053	483,444	9,556,069	6,033,932	1,919,640	783,440	60,670,079
Additions	0	0	0	97,941	4,274,125	40,500	29,999	4,442,565
Adjustments								0
Disposals	0	0	0	0	0	0	0	0
As At 31/12/2017	20,397,500	21,496,053	483,444	9,654,010	10,308,057	1,960,140	813,439	65,112,644
DEPRECIATION								
As At 1/1/2017	0	5,866,563	455,942	7,766,183	5,159,846	1,667,990	285,926	21,202,450
Adjustments								0
Disposals								0
Charge for the yr.	0	537,401	3,270	550,213	317,864	64,624	121,266	1,594,638
As At 31/12/2017	0	6,403,964	459,212	8,316,396	5,477,710	1,732,614	407,192	22,797,089
NBV								
As At 31/12/2017	20,397,500	15,092,089	24,232	1,337,614	4,830,347	227,526	406,247	42,315,555
As At 31/12/2016	20,397,500	15,629,490	27,502	1,789,886	874,086	251,650	497,514	39,467,628
		2.5%	20%	25%	20%	15%	15%	

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