

**GAMBIA POSTAL SERVICES CORPORATION
(GAMPOST)**

FINAL

Audit Report

&

Financial Statements For the year ended

31st December 2018

Atlas Filling Station
Mamadi Manjang Highway
Old Jeshwang,
P.O Box 978
Banjul, The Gambia

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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
Ecogas Avenue
Banjul,
The Gambia

Trust Bank Ltd
Ecogas Avenue
Banjul
The Gambia

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

Guaranty Trust Bank Ltd
Ecogas Avenue
Banjul
The Gambia

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

Access Bank Ltd.
Ecogas Avenue
Banjul,
The Gambia

Gambia Postal Services Corporation (GAMPOST)
Financial Statements For The Year Ended 31st December 2018

Financial Highlights

		2018	2017
Net Equity	(D'000)	45,673	54,226
Revenue	(D'000)	23,225	21,050
Profit / (Loss)	(D'000)	1,232	231
Total Assets	(D'000)	90,195	99,665

Net Profit / (Loss) to Revenue	5%	1%
Staff Cost to Total Expenses	28%	30%
Operating Expenses to Total Expenses	61%	61%
Taxation to Gross Income	1.0%	1.5%
Property, Plant & Equipm't to Total Assets	45%	42%
Receivables to Total Assets	48%	50%
Liquid Assets to Total Assets	7%	7%
Net Equity to Total Assets	51%	54%

Revenue Analysis

	2018	2017	%
	D.000	D.000	
Stamps for Letters & Parcels	9,058	7,405	39%
Post Box & Private Mail Bags Rental	2,903	2,903	12%
Terminal Dues Income	2,193	1,548	9%
Post paid Postages	1,471	1,502	6%
IGPC Royalties & Philately Salrs	1,277	1,882	6%
Rent Income	750	723	3%
EMS	3,735	2,864	16%
Other Income	16	148	0%
Interest Earned/Received on Fixed Deposits	151	155	1%
Commissions Received	1,118	1,369	5%
Capital Grants Released to Income	552	552	2%
	23,225	21,050	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 2018.

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 2018

(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: 2020

Secretary

Date: 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 2018 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

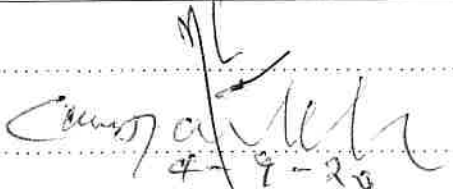
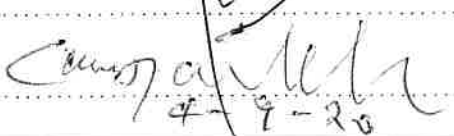
Real Time Consulting

REAL TIME CONSULTING
CERTIFIED CHARTERED ACCOUNTANTS
REGISTERED AUDITORS

Date: 7th September 2020

BALANCE SHEET

	Notes	2018 D	2017 D
NON-CURRENT ASSETS			
Tangible Fixed Assets	2	40,453,883	42,315,555
		<u>40,453,883</u>	<u>42,315,555</u>
CURRENT ASSETS			
Postage Stamps (Inventory)	3	21,532,905	30,765,237
Investments : Term Deposit	4	0	2,026,959
Trade Debtors	5	21,467,403	19,008,951
Other Debtors - Staff Loans		0	250,000
Branch Balances (PMT/WU)	6	299,728	310,254
Branch Balances (Savings)		243,310	209,918
Net Commissions Receivable		40,000	15,000
WU & Mgram Partner and DMT A/Cs		296,156	231,907
Cash and Bank	7	5,861,118	4,531,611
TOTAL CURRENT ASSETS		<u>49,740,621</u>	<u>57,349,837</u>
TOTAL ASSETS		<u>90,194,504</u>	<u>99,665,393</u>
CURRENT LIABILITIES			
Trade Creditors	8	7,980,131	7,304,723
Other Creditors and Accruals	9	2,431,683	2,618,292
Corporation Tax liability	10	6,314,822	6,245,062
Savings Bank (Customer Deposit & Interest)	11	1,086,694	2,571,384
WU & Mgram Partner and PMT A/Cs		164,957	156,971
Deferred Liabilities -Pre-Paid Customers		-	-
TOTAL CURRENT LIABILITIES		<u>17,978,287</u>	<u>18,896,432</u>
NON-CURRENT LIABILITIES			
UPU, PAPU and Others	12	26,542,858	26,542,858
TOTAL LIABILITIES		<u>44,521,145</u>	<u>45,439,290</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	724,240	1,276,303
Postal Regularisation A/C		21,532,905	30,765,237
Retained Earnings	14	(16,065,704)	(17,297,355)
TOTAL EQUITY & RESERVES		<u>45,673,360</u>	<u>54,226,103</u>
TOTAL LIABILITIES , EQUITY & RESERVES		<u>90,194,504</u>	<u>99,665,393</u>

 DIRECTOR
 DIRECTOR

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

INCOME STATEMENT

<u>INCOME</u>	<u>Notes</u>	<u>2018</u> <u>D</u>	<u>2017</u> <u>D</u>
Revenue	15	21,403,277	18,973,360
Interest Earned / Received on Fixed Deposits		151,233	155,178
Commissions Received	16	1,118,025	1,369,495
Capital Grants Released to Income	17	552,063	552,063
Total Income		23,224,598	21,050,096
Staff Cost	18	6,075,399	6,145,387
Administrative Expenses	21	13,205,560	12,579,800
Depreciation Charges	2	2,306,306	1,594,638
Bad Debts Written-off		0	0
Bank Charges and Interest		178,958	191,752
Total Operating Expenses		21,766,222	20,511,578
Net Profit / (Loss) before Tax	19	1,458,376	538,518
Taxation	20	(226,725)	(307,470)
Net Profit / (Loss) After Tax		1,231,651	231,048

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

CASH FLOW STATEMENT

	<u>Notes</u>	<u>2017</u> D'000
Cash flows from operating activities		
Surplus /(Deficit) from Operations	1,231,651	231,048
	<u>1,231,651</u>	<u>231,048</u>
Adjustments for:-		
Depreciation:	2 2,306,306	1,594,638
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>2,985,894</u>	<u>1,273,623</u>
Changes in Working Capital:		
(Increase) / Decrease in Inventories	9,232,332	7,234,199
(Increase) / Decrease in Trade Receivables	(2,458,452)	1,048,190
(Increase) / Decrease in Branch Balances	(22,867)	64,510
(Increase) / Decrease in Other Receivables	(89,249)	(246,907)
(Increase) / Decrease in Other Debtors	250,000	(250,000)
Increase / (Decrease) in Trade Creditors	675,408	1,266,293
Increase / (Decrease) in Other Creditors & Accruals	(186,610)	11,814
Increase/(Decrease) in Taxation	69,760	45,636
Increase / (Decrease) in Other Liabilities	(1,476,704)	(217,482)
Increase / (Decrease) in Non-Current Liabilities	0	0
Cash generated from operating activities	<u>8,979,513</u>	<u>10,229,874</u>
Interest Received	0	0
Interest Paid		
Net Cash generated from operating activities	<u>8,979,513</u>	<u>10,229,874</u>
Cash flows from investing activities		
Purchase of Fixed Assets	(444,633)	(4,442,565)
Re-Couped / Purchase of Investments	2,026,959	(25,534)
Net cash used in investing activities	<u>1,582,326</u>	<u>(4,468,099)</u>
Cash flows from financing activities		
Increase / (Decrease) in Capital Grant Received	0	0
Increase / (Decrease) in Long-Term Borrowings	0	4,193,625
Increase / (Decrease) in Net Regularisation A/C	(9,232,332)	(7,234,199)
Net cash used in financing activities	<u>(9,232,332)</u>	<u>(3,040,574)</u>
Net Cash Inflows / (outflows)	<u>1,329,507</u>	<u>2,721,201</u>
Net increase/(decrease) in cash and cash equivalents	<u>1,329,507</u>	<u>2,721,201</u>
Net Cash and cash equivalents at beginning of period	4,531,611	1,810,409
Net Cash and cash equivalents at the end of period	<u>5,861,118</u>	<u>4,531,611</u>

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 2018**

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-Stated As At 31/12/2018	38,481,918	0	(16,065,704)	1,000,000	23,416,214

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	2018 D	2017 D
Postage Stamps (Inventories)		3	21,532,905	30,765,237
Stationery Items			-	-
			21,532,905	30,765,237
Less:- Provision for Obsolete Stock			21,532,905	30,765,237
			21,532,905	30,765,237
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			2018 D	2017 D
Fixed Deposit Investment			-	2,000,000
Interest Accrued			-	26,959
			-	2,026,959
5 Trade Debtors		Notes		
International Postal Administration			7,841,528	6,508,008
Domestic Customers- Post Box Rentals	5a		11,354,360	10,066,852
Postpaid Postages			1,017,312	1,028,752
Private Mail Bags			633,897	739,422
IGPC/ Philately			407,034	550,635
Staff Loans	5b		213,274	115,283
			21,467,403	19,008,951
5a Domestic Customers- Post Box Rentals			2018 D	2017 D
Banjul Branch			6,337,743	5,772,233
Serrekunda Branch			3,494,966	2,993,991
Bakau Branch			1,337,742	1,069,592
Brikama Branch			3,022,749	2,747,749
Soma Branch			0	0
Farafenni Branch			0	0
Basse Branch			0	0
Brusubi Branch			0	0
Less: Provision for Doubtful Debts			(2,838,840)	(2,516,713)
			11,354,360	10,066,852
5b Staff Loans			2018 D	2017 D
Personal Loans			113,482	115,283
Staff Loan Car			99,792	-
			213,274	115,283
6 Branch Balances			2018 D	2017 D
Banjul			31,007	8,832
Serrekunda			60,302	33,480
Bakau			9,205	15,191

CONTD.

Brikama	38,068	9,962
Soma	15,876	30,147
Farafenni	1,599	280
Kerewan	23,197	12,219
Kaur	11,358	6,333
Janganbureh	38,746	106,116
Basse	14,921	25,432
Wassu	4,283	5,568
Brusubi	20,726	13,301
Bwiam	24,845	22,323
Airport	5,596	21,070
	299,728	310,254

7 CASH AND BANK BALANCES

	2018	2017
	D	D
Central Bank Gampost	894,081	2,802,775
Central Bank Savings Bank A/C	27,048	167,212
Trust Bank Operating A/C	-	-
ICB EMS A/C	100,240	124,838
Trust Bank QSF A/C	74,608	74,608
Savings Bank TBL A/C	216,940	67,832
Savings Bank Access Bank A/C	19,997	19,997
Gampost Savings Western Union A/C	74,864	156,886
Gampost Savings Western Union A/C(US\$)	-	-
Gampost Western Union A/C	147,695	242,052
Guaranty Trust Bank (S/B)	(39,742)	87,533
Guaranty Trust Bank (Gampost)	5,212	134,154
Guaranty Trust bank (DMT/WU)	94,895	177,451
Skype Bank	2,059,711	833
AGIB (Gampost) A/C	2,126,939	418,868
Postal Order	38,601	38,601
Petty Cash	12,430	10,373
Cash Float	7,600	7,600
	5,861,118	4,531,611

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 2018 as follows:-

	2018	2017
	D	D
Trade Creditors	2,175,405	2,175,405
Terminal Dues Payable	5,804,726	5,129,318
	7,980,131	7,304,723

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.

	2018 D	2017 D
SN Brussels	17,078	0
DHL	401,314	894,028
Nawec Utility Bills	72,961	81,399
GRA (Excise Duty)	3,818	3,818
GRA (With-holding Tax)	642,324	541,483
Accrued Audit Fees	105,000	100,000
Sundry Credits	748,560	556,935
WARI Payables	440,628	440,628
	2,431,683	2,618,292

10 Corporation Tax Liability

	2018 D	2017 D
Opening Balance B/F	6,245,062	6,199,426
Aggregate Quarterly Corporation Tax paid	(156,965)	(261,835)
Corporation Tax Charges	226,725	307,470
Closing Balance C/F	6,314,822	6,245,062

11 Savings Bank Customers' Deposits

	2018 D	2017 D
Customers Deposits B/F	2,571,384	2,911,450
Add Additional Savings (net of withdrawals)	0	0
Less: Withdrawals (net of savings)	(1,958,592)	(742,963)
Accrued Interest Payable	473,903	402,897
	1,086,694	2,571,384

12 Long -Term Liabilities

	2018 D	2017 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	4,193,625
	26,542,858	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:-

	2018	2017
	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

	2018	2017
	D	D
Opening Balance B/F	(17,297,355)	(17,528,402)
Prior Year Adjustment	-	-
Re-Statement Net Profit / (Loss) B/F	(17,297,355)	(17,528,402)
Profit for the Year	1,231,651	231,048
Closing Balance B/F	(16,065,704)	(17,297,355)

15 REVENUE

	2018	2017
	D	D
Sale of Stamps for letters and parcels	9,057,954	7,404,509
Post Box and Private Mail Bags rentals	2,902,800	2,902,800
Terminal Dues Income	2,192,810	1,548,062
Post-paid Postages	1,471,497	1,501,532
IGPC Royalties and Philately Sales	1,277,480	1,881,515
Other Income & Recovery	16,097	148,273
Rental Income	749,956	722,800
EMS	3,734,683	2,863,870
	21,403,277	18,973,360

16 Commissions Received

	2018	2017
	D	D
Western Union / Money Gram	-	-
Domestic Money Transfer	1,118,025	1,367,130
WARI	-	2,365
	1,118,025	1,369,495

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:-

	2018	2017
	D	D
Balance B/F	1,276,303	1,828,366
Additional amount received	-	-
Amount released to revenue	(552,063)	(552,063)
Balance C/F	724,240	1,276,303

Notes (forming part of the financial statements)

18 STAFF COST	NOTES	2018 D	2017 D
Salaries and Wages		3,605,652	3,431,903
Responsibility Allowance		388,000	445,924
Transport Allowance		760,500	601,750
Professional Allowance		138,000	182,000
Telephone Allowance		49,500	75,000
Pension Contribution		749,888	969,063
Severance Pay		0	56,265
Overtime Payments		46,200	37,162
Casuals and Attachees		136,117	131,223
Injury Compensation Fund		18,915	23,160
Night Allowance		97,607	95,587
Acting Allowance		85,020	96,350
		6,075,399	6,145,387

19 PROFIT BEFORE TAXATION	2018 D	2017 D
Profit / (Loss) before taxation is derived after charging :-		
Auditors' remuneration	105,000	100,000
Directors' Allowances & Expenses	363,695	325,930
Depreciation Charge	2,306,306	1,594,638
Rent & Rates of premises	183,062	228,000
Staff costs	6,075,399	6,145,387
	9,033,462	8,393,956

20 TAXATION	2018 D	2017 D
The tax charged in the financial statements is derived as follows		
Income Statement		
Provision for corporation tax is 1.0% (2017: 1.5%) on Turnover	226,725	307,470

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

21 ADMINISTRATIVE EXPENSES	2018	2017
	D	D
Staff Training Costs	245,383	63,780
Travel (Per diem, Air Ticket & DSA)	707,873	480,386
Insurance Cost (Medical, Fire & Burglary, Vehicle & Fidelity)	729,753	725,612
Staff Incentives	38,825	106,100
Board of Directors Allowances & Expenses	363,695	325,930
Fuel & Lubricants	910,350	971,750
Uniforms and Protective Clothing	54,800	97,504
Printing and Stationery & Postage	406,105	498,089
Telephone and Internet costs	488,743	473,140
Electricity and Water	980,916	1,006,349
Generator & Vehicle Repairs & Maintenance	125,460	194,430
Equipment Repairs and Maintenance	101,825	130,844
Building Repairs and maintenance	103,595	89,191
Indemnity For Lost Mail	34161.7	8,695
Miscellaneous Expenses	78,891	63,788
Postal Agents Allowance	-	-
Legal Fees	-	-
Sports & Recreation (May Day & Other Sports)	-	2,000
Donations -Corp. Service Responsibilities	42,250	75,000
Marketing and Promotions	122,835	128,890
Conveyance of Mail (Air and Local Bus Conveyance)	5,396,219	4,041,868
Food/ Drinks Entertainment	31,220	183,800
Office Rent and Rates	183,062	228,000
Licenses and Road Tax (Vehicles)	3,050	3,730
Services Contracts	321,517	356,719
Provision for Bad & Doubtful Debts	322,127	345,397
Maintenance of Computers	109,060	51,190
Audit Fees	105,000	100,000
Postal Subscription Due (UPU)	41,010	-
Postal Subscription Due (PAPU)	-	-
Vehicle Allowance	60,000	108,000
Provincial Allowance	52,500	57,750
Heavy Duty Allowance	13,750	17,500
Cash Handling Allowance	160,000	193,077
Mail Handling Fees	-	-
Contingency/ General Expenses	-	14,500
Interest Accrued	71,178	168,221
Terminal Dues Accrued	675,408	1,240,293
Software Packages	-	28,279
50% Gampost Contribution on Mngt. Car Loan Scheme	125,000	-
Consultancy Fees	-	-
	13,205,560	12,579,800

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 2018

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 1/1/2018	20,397,500	21,496,053	483,444	9,654,010	10,308,057	1,960,140	813,439	65,112,644
Additions	0	28,000	0	155,633	0	12,000	249,000	444,633
Adjustments								0
Disposals	0	0	0	0	0	0	0	0
As At 31/12/2018	20,397,500	21,524,053	483,444	9,809,643	10,308,057	1,972,140	1,062,439	65,557,277
DEPRECIATION								
As At 1/1/2018	0	6,403,964	459,212	8,316,396	5,477,710	1,732,614	407,192	22,797,089
Adjustments								0
Disposals								0
Charges for the year	0	537,634	2,695	546,672	1,065,836	45,229	108,240	2,306,306
As At 31/12/2018	0	6,941,598	461,907	8,863,068	6,543,546	1,777,843	515,432	25,103,395
NBV								
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
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
		2.5%	20%	25%	20%	15%	15%	

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