



Gambia Ports Authority (GPA)

Annual Report and Financial Statements
For the year ended 31 December 2019



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General Information

Members of the Board of Directors

Mr. Alpha A. Barry – Chairman (Up to 31st December 2019)
 Mr. Baboucarr M. Sarr – Chairman (from 1st January 2020)
 Mr. Ousman Jobarteh – Managing Director
 Permanent Secretary (MOFEA) – Member
 Permanent Secretary (MOTW&I) – Member
 Mr Alieu Secka, CEO GCCI – Member
 Mr. Mbye Jeng, GPA Staff Rep. – Member
 Mr. Muhammed Momodou Jagana – Member (up to 31st December 2019)
 Mr. Momodou O. Gaye – Member (up to 31st December 2019)
 Mr. Edrissa Jobe – Member (from 1st January 2020)
 Mr. Demba Gaye – Member (from 1st January 2020)

Managing Director Mr. Ousman Jobarteh

Board Secretary Mrs. Sirra Begay Kah

Auditors DT Associates - The Gambia
 Audit, Tax, Advisory
 1 Paradise Beach Place
 Bertil Harding Highway
 P.O. Box 268
 Banjul, The Gambia

Bankers	Trust Bank Limited 3-4 Ecowas Avenue, Banjul	Ecobank Kairaba Avenue, The Gambia
	Guaranty Trust Bank (Gambia) Limited 56 Kairaba Avenue, Serrekunda.	Mega Bank Limited 11 Liberation Avenue, Banjul
	Zenith Bank (Gambia) Limited 49 Kairaba Avenue	Skye Bank (Gambia) Limited 70 Kairaba Avenue, Fajara KSMD
	BSIC (Gambia) Limited 52 Kairaba Avenue, The Gambia	FBN Bank (Gambia) Limited 48 Kairaba Avenue, The Gambia
	Standard Chartered Bank (Gambia) Limited 8 Ecowas Avenue Banjul, The Gambia	First International Bank Limited Kairaba Avenue, The Gambia
	Access Bank (Gambia) Limited Kairaba Avenue, The Gambia	Reliance Financial Services 46 Kairaba Avenue, The Gambia
	Arab Gambian Islamic Bank Limited Ecowas Avenue Banjul, The Gambia	Ghana International Bank Plc 67 Cheapside, 1st Floor London, UK



Standard Chartered Bank (UK)
1 Basinghall Avenue, London
EC2V 5DD, UK

Solicitors

Janet R Sallah Njie
Torodo Chambers
Kanifing Institutional Layout
PO Box 442, Kanifing
KSMD, The Gambia

Ministry of Justice
Attorney General's Chambers
4 Marina Parade
Banjul, The Gambia

Registered address

Liberation Avenue
Banjul, The Gambia



Director's Report for the year ended 31st December 2019

The Directors present their report and the audited financial statements of the Gambia Ports Authority (GPA) for the year ended 31st December 2019.

1. State of Affairs

The results for the year ended 31st December 2019 are as set out in the accompanying financial statements.

2. Principal Activities

The principal activity of the Authority is ports operations in The Gambia.

3. Director's & Director's Interest

The Directors who held office during the year are as detailed on page 4. None of the Directors who held office at the end of the financial year had beneficial financial interest in the shares of the Authority.

4. Director's Responsibilities for the Financial Statements

The Companies Act, 2013 and the Ports Act, 1972 requires the Directors to prepare financial statements for each financial year which gives a true and fair view of the state of affairs of the Authority as at the end of the financial year and of its profit or loss for that period.

In preparing these financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements 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 Authority will continue in business.

The Directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any given time, the financial position of the Authority and to enable them to ensure that the financial statements comply with the Companies Act, 2013 and the Ports Act, 1972.

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



5. Significant Changes in Fixed Assets

Additions, disposals and revaluation of fixed assets are detailed in Note 11 of the financial statements.

6. Dividend

The Directors proposed the payment of dividend of D50 million to the Shareholders of the Authority being the Gambia Government. (2018 – D20 million).

7. External Auditors

The Authority's external auditor, DT Associates, as appointed through the National Audit Office, has expressed their willingness to continue in office.

BY ORDER OF THE BOARD OF DIRECTORS

BOARD SECRETARY

DATE: 28th January 2021

Independent Auditor's Report

To the members of The Gambia Ports Authority (GPA)

Adverse Opinion

We have audited the Financial Statements of The Gambia Ports Authority (GPA) set out on pages 12 to 35, which comprise the Statement of Financial Position as at 31 December 2019, the Statement of Profit or Loss, the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the financial statements including a summary of significant accounting policies.

In our opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion section of our report, the accompanying financial statements do not give a true and fair view of the financial position of the Authority as at 31 December 2019, and of its financial performance and its cash flows for the year then ended in accordance with Generally Accepted Accounting Principles (GAAP), and in the manner required by the Ports ACT 1972 and the Companies ACT 2013.

Basis for Adverse Opinion

Non recognition of investments in The Gambia Ferry Services Company Limited and The Banjul Shipyard Limited and;

Non consolidation of The Gambia Ferry Services Company Limited and The Banjul Shipyard Limited

The Gambia Ferry Services Company Limited (Ferries)

Ferries carries out the business of ferry services, carriers of goods and passengers etc in The Gambia. The Gambia Ports Authority has significant (i.e. 80%) equity interest in Ferries valued at D40 million as noted in the Memorandum of Association dated 21 April 2001. We noted that GPA has been taking care of most of the operational expenses of Ferries and the Deputy Managing Director of Ferries reports to the Managing Director of GPA.

Independent Auditor's Report (continued)

The Banjul Shipyard Limited (Banjul Shipyard)

Banjul Shipyard mainly carries out the business of slipping and dry docking for repairs and maintenance of sea vessels etc. The GPA owns 99% of the equity of The Banjul Shipyard valued at D9.9 million as noted from the Memorandum of Association dated 2 January 2001. We noted that GPA funds the operational expenses of Banjul Shipyard and the General Manager of Banjul Shipyard reports to the Managing Director of GPA.

The above facts indicate that The Gambia Ports Authority has a controlling interest in Gambia Ferry Service Company Limited and Banjul Shipyard Company Limited. In respect of Generally Accepted Accounting Principle, The Gambia Ports Authority has the practical ability of control over Gambia Ferry Service Company Limited and Banjul Shipyard Company Limited and therefore should recognize the investments and consolidate the financial statements of both companies. However, The Gambia Ports Authority failed to recognize the investments in Gambia Ferry Service Company Limited and Banjul Shipyard Company Limited as at 31 December 2019; or consolidate the financial statements of both companies.

Had the Gambia Ports Authority been consolidated, many elements in the accompanying financial statements would have been materially affected and therefore the departure from the requirements of Generally Accepted Accounting principles i.e FRS 102 section 9 are considered to be pervasive. The effects on the consolidated financial statements of this departure have not been determined.

Limitations due to lack of supporting evidence on ADB Loan - D266.4 million

Included in Note 17 of these financial statements is a balance of D266.4 million relating to loan payable to ADB as at 31 December 2019. As per the repayment period stated in the agreement provided for our review, this loan should have been fully repaid as at December 2017. A revised agreement with the borrower was not provided for our review and we therefore could not confirm the completeness and valuation of the loan balance.

Additionally, we sent confirmation to the borrower to confirm the outstanding balance as at 31 December 2019. However, response was not obtained and there was no alternative audit procedure we could adopt to ascertain the completeness and valuation of the ADB loan balance.

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of The financial statements in the Gambia and we have fulfilled our other responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independent Auditor's Report (continued)

Other Information

The directors are responsible for the other information. The other information comprises the Directors' Report as required by the Ports ACT 1972. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with Generally Accepted Accounting Principles and the requirements of the Ports ACT 1972 and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Authority or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Independent Auditor's Report (continued)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern.
- If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

DT Associates

DT Associates

Chartered Accountants

Registered Auditors

Aji Penda Sankareh

Partner

Dated *28th January* 2021

Independent Auditor's Report (continued)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Corporation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Corporation's ability to continue as a going concern.
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We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

DT Associates

DT Associates

Chartered Accountants

Registered Auditors

Aji Penda Sankareh

Partner

Dated 28th January 2021

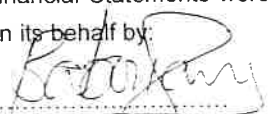



Statement of Financial Position

As at 31 December 2019
(in thousands of Gambian Dalasis)

	Notes	31-Dec-19 GMD	31-Dec-18 GMD
Assets			
Non-Current Assets			
Property, plant and equipment	11	1,922,819	2,051,361
Investments	12	184,843	109,355
Long Term Receivable -	13	84,220	306,879
Total Non-Current Assets		2,191,882	2,467,595
Current Assets			
Inventory	1.4,14	70,336	106,973
Trade and other Receivables	15	633,627	674,702
Cash & Cash Equivalents	18	1,330,315	912,032
Total Current Assets		2,034,278	1,693,707
Total Assets		4,226,160	4,161,302
Equity & Liabilities			
Equity			
Share Capital	19	16,342	16,342
Revaluation reserve		1,437,296	1,437,296
General reserve	21	1,168,623	1,168,623
Retained earnings		584,252	424,622
Total Equity		3,206,513	3,046,883
Non Current Liabilities			
Borrowings due after one year	17	483,804	687,489
Current Liabilities			
Borrowings within one year	17	202,462	217,462
Trade and other payables	16	186,464	99,378
Taxation	10	146,917	110,090
Total Current Liabilities		535,843	426,930
Total Equity & Liabilities		4,226,160	4,161,302

These Financial Statements were approved by the Board of Directors on 28 January 2021 and were signed on its behalf by:


 Chairman

 Director

The notes form an integral part of these financial statements.



Statement of Profit or Loss

for the year ended 31 December 2019

(in thousands of Gambian Dalasis)

	Notes	31-Dec-19 GMD' 000	31-Dec-18 GMD' 000
Revenue	2	1,759,108	1,650,092
Cost of Sales	3	<u>(242,500)</u>	<u>(468,436)</u>
Gross Profit		1,516,608	1,181,656
Operating Expenses:			
Admin and staff expenses		(584,619)	(646,849)
Depreciation charge	11	(146,621)	(141,736)
Other operating Income	4	<u>23,357</u>	<u>25,771</u>
Net Operating Expenses		(707,883)	(762,814)
Operating profit		808,725	418,842
Interest receivable & similar income	6	11,694	27,351
Interest payable & similar charges	7	(19,897)	(18,482)
Foreign currency translation	1.5	31,511	22,716
Impairment	8	<u>(455,549)</u>	<u>-</u>
Profit before Tax		376,484	450,427
Tax charged for the year	10	<u>(166,854)</u>	<u>(120,726)</u>
Net Profit for the year		209,630	329,701

The notes form an integral part of these financial statements.



Statement of Changes in Equity

for the year ended 31 December 2019

(in thousands of Gambian Dalasis)

	Share Capital	General Reserve	Revaluation reserve	Retained Earnings	Total
	GMD'000	GMD'000	GMD'000	GMD'000	GMD'000
At 1st January 2018	16,342	1,168,623	1,437,296	100,000	2,722,261
Prior Year Adjustment	-	-	-	14,921	14,921
Profit for the year	-	-	-	329,701	329,701
Dividend Proposed	-	-	-	(20,000)	(20,000)
At 31st December 2018	16,342	1,168,623	1,437,296	424,622	3,046,883
At 1st January 2019	16,342	1,168,623	1,437,296	424,622	3,046,883
Profit for the year	-	-	-	209,630	209,630
Proposed Dividend Note 20	-	-	-	(50,000)	(50,000)
At 31st December 2019	16,342	1,168,623	1,437,296	584,252	3,206,513



Statement of Cash Flows

for the year ended 31 December 2019

(in thousands of Gambian Dalasis)

	Notes	31-Dec-19 GMD	31-Dec-18 GMD
Cash inflow from operating activities			
Operating profit		808,725	418,842
Adjustment for:			
Depreciation	11	146,621	141,736
Increase in – Impairment		-	226,761
Increase in Provision – Bad debts		-	(795)
Increase in Inventory impairment		-	25,955
Net translation losses		22,086	17,009
Interest income		7,901	27,351
Prior year adjustment – retained earnings		-	14,921
Loss on disposal of fixed assets		71,725	-
Operating profit before working capital changes		1,057,058	871,780
Movement in working capital			
Decrease/(Increase)/ in Inventory		9,826	(46,538)
Increase in Receivables		(270,412)	(58,198)
Decrease in Payables		87,086	40,951
Movement in work in progress		-	8,254
Cash generated from operations		883,558	816,249
Income tax paid	10	(130,027)	(96,024)
Net cash generated from operating activities		753,531	720,255
Cash flow from investing activities			
Purchase of property, plant and equipment	11	(92,092)	(73,559)
Dividend Income		3,793	1,422
Disposal proceeds		2,289	-
Acquisition/Increase of equity investments		(80)	(15,699)
Repayments from Ferries		30,000	65,000
Net Cash Used by Investing Activities		(56,090)	(22,836)
Cash flow from Financing activities			
Borrowings		(218,685)	(208,066)
Loan repaid		(10,473)	(12,776)
Proposed Dividend	20	(50,000)	(20,000)
Net Cash from financing activities		(279,158)	(240,842)
Increase (decrease) in cash and cash equivalents		418,283	456,547
Cash and cash equivalent at the beginning of the year		912,032	455,485
Cash and cash equivalent at the end of the year		1,330,315	912,032

The notes form an integral 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 in relation to the Authority's financial statements.

1.1. Accounting convention

The financial statements have been prepared in accordance with Generally Accepted Accounting Principles and the requirements of the Companies Act, 2013 and the Ports Act, 1972 under the historical cost convention as modified to include revaluation of land and buildings

1.2. Revenue recognition

Revenue represents the invoiced amount of port operations and services provided during the year, excluding sales tax. The cost to the Authority of dockworkers bonuses and overtime is invoiced in full to customers and is therefore shown in revenue and expenses.

1.3. Property, Plant & Equipment

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

Depreciation is provided on property, plant and equipment, excluding land, at annual rates calculated to write off the cost of each asset over its estimated useful life on a straight line basis as follows:

Buildings approaches and wharves	2.5% to 10%
Vessel, lights and buoys	10%
Plant, machinery and equipment	10% to 20%
Furniture and office equipment	10%
Motor Vehicles	25%
Computer equipment	25%



Subsequent measurement

Expenditure incurred to replace a component of an item of property, plant and equipment that is accounted for separately, including major inspection and overhaul 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 incurred.

Development expenditure

Capitalised development expenditure is stated at cost less accumulated amortisation and impairment loss.

1.4. Inventories

Inventories are valued at the lower of cost and net realisable value where cost is the purchase cost together with the related duty, freight, insurance and commission charges 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.

Slow moving inventory is provided for as follows:

1 year old stock	20%
2 years old stock	50%
3 years old stock	75%
4 years and above old stock	100%

1.5. Foreign Currencies

Monetary assets and liabilities denominated in foreign currencies are converted at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Gains and losses on exchange are transferred to the income statement in the period in which they arise.

1.6. Pension scheme

Effective 1st January 2004, the Authority contributes 15% of employees' gross salaries to the Social Security and Housing and Finance Corporation Federated Pension Fund. Obligations for contributions to the pension plan are recognised as expense in the income statement when incurred.

Under the National Provident Fund, the Authority contributes 10% of the gross wages of the Dockworkers and the Dockworkers contribute 5% of their gross wages which is deducted before arriving at their net wages.

1.7. Taxation

Tax charged in the income statement is calculated in accordance with the Income tax laws of the Gambia. This is the higher of 1% of turnover and 27% of taxable profits. Current tax is the expected tax payable on the taxable income for the year and is recognised in the income statement



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 which is probable that resources embodying economic benefits will be required to settle the obligations.

1.9. Trade and Other Receivables

Trade and other receivables are stated at their cost less provision for doubtful debts.

The provisions adopted are as follows:

Shipping Agencies

Up to 12 months	25%
13 to 24 months	50%
Above 24 months	100%

Private Companies & Consignees

Up to 12 months	25%
13 to 24 months	50%
Above 24 months	100%

Government of The Gambia and Related Agencies

Up to 12 months	25%
13 to 24 months	75%
Above 24 months	100%



2. Revenue

	31-Dec-19 GMD' 000	31-Dec-18 GMD' 000
Harbour and port dues	628,364	509,753
Cargo handling	1,130,744	1,140,339
Total Revenue	1,759,108	1,650,092

3. Cost of Sales

	31-Dec-19 GMD' 000	31-Dec-18 GMD' 000
<i>Staff</i> Casuals	700	1,426
Wages	75,740	70,308
Staff performance bonus - Dockworkers	10,000	-
Subsistence allowance	10,515	7,253
Pilotage allowance	5,307	4,314
Fuel	59,503	56,173
Lubricants	6,360	9,190
Spare parts	55,898	46,648
Maintenance materials	18,477	47,158
Provision for Impairment	-	226,761
Bad Debts	-	(795)
Total Cost of Sales	242,500	468,436

4. Other operating income

		31-Dec-19 GMD'000	31-Dec-18 GMD'000
Property rental income	4.1	4,499	6,958
Sundry income	4.2	18,858	18,813
Total other operating income		23,357	25,771



4.1 Property rental Income

Property rental income relates to rent received from the investment properties owned by the Authority located within the Bonded Warehouse and also four other warehouses located at the Old Government Wharf, which was acquired from the former Gambia Produce Marketing Board as part of Government of The Gambia's divesture program.

4.2 Sundry Income

Sundry income relates to interest earned on loans for building, vehicle and others given to employees as part of staff contracts of employment and the Authority's Service Rules, write-back of over-provision of prior year staff bonus, other miscellaneous income and Dividend Income.

5. Profit on Ordinary Activities before Tax

The profit on ordinary activities before taxation is stated after charging the following:

	31-Dec-19	31-Dec-18
	GMD' 000	GMD' 000
Auditors' remuneration	1,000	880
Directors' remuneration	1,095	684
Depreciation	146,621	141,736

6. Interest Receivable & Similar Income

	31-Dec-19	31-Dec-18
	GMD'000	GMD'000
Interest on Investments	6.1 9,569	27,351
Other interest income	6.1 2,125	-
	<u>11,694</u>	<u>27,351</u>

6.1 This relates to interest income realised on the Authority's fixed deposit investments which are denominated in both local and foreign currencies in The Gambia and overseas.

7. Interest Payable and Similar Charges

	31-Dec-19	31-Dec-18
	GMD'000	GMD'000
Loan Interest and Bank Charges	7.1 10,473	12,776
Exchange (Gain)/ loss on external loan	7.1 9,424	5,706
	<u>19,897</u>	<u>18,482</u>

7.1 This relates to interest payable and exchange losses on external loans received from the African Development Bank during the third port development project, the SSHFC loan and other local banks as explained in note 15.



8. Impairment

		31-Dec-19 GMD'000	31-Dec-18 GMD'000
Impairment of equity investment	Note 12	(75,408)	-
Impairment of Inventory	Note 14	26,811	-
Impairment of receivables	Notes 13 & 15	504,146	-
		<u>455,549</u>	<u>-</u>

9. Staff numbers & Costs

The average number of staff employed during the year, analyzed by category was as follows:

	31-Dec-19	31-Dec-18
Management	71	73
General Staff	1,105	1,116
	<u>1,176</u>	<u>1,189</u>

The aggregate payroll costs were as follows:

	31-Dec-19 GMD'000	31-Dec-18 GMD'000
Salaries and wages	80,089	62,137
Allowances	108,301	95,547
Pensions & IICF	20,475	20,404
	<u>208,865</u>	<u>178,088</u>



10. Taxation

	31-Dec-19 GMD'000	31-Dec-18 GMD'000
Income Statement		
Corporation tax Expense	<u>166,854</u>	<u>120,726</u>
Balance Sheet		
At beginning of the year	110,090	85,388
Current tax on profits for the year	166,854	120,726
Tax paid during the year	(130,027)	(90,333)
Withholding Tax during the Year	-	(5,691)
As at 31st December 2019	<u>146,917</u>	<u>110,090</u>

11. Property, Plant & Equipment

	Land, Building & Infrastructure GMD'000	Work in progress GMD'000	Plant, Equipment & Furniture GMD'000	Motor Vehicle GMD'000	Vessels, lights and buoys GMD'000	Total GMD'000
Cost						
As at 1 Jan 2019	1,663,654	-	425,869	76,447	578,130	2,744,100
Additions		426	91,666	-	-	92,092
Disposals	(86,940)	-	(664)	(16,977)	-	(104,581)
As at 31 Dec 2019	<u>1,576,714</u>	<u>426</u>	<u>516,871</u>	<u>59,470</u>	<u>578,130</u>	<u>2,731,611</u>
Depreciation						
As at 1 Jan 2019	(198,867)		(267,442)	(53,058)	(173,371)	(692,738)
Charge for the year	(30,170)		(50,059)	(8,579)	(57,813)	(146,621)
Disposals	15,214		664	14,689	-	30,567
As at 31 Dec 2019	<u>(213,823)</u>	<u>-</u>	<u>(316,837)</u>	<u>(46,948)</u>	<u>(231,184)</u>	<u>(808,792)</u>
NET BOOK VALUE						
As at 31 Dec 2019	<u>1,362,891</u>	<u>426</u>	<u>200,034</u>	<u>12,522</u>	<u>346,946</u>	<u>1,922,819</u>
As at 31 Dec 2018	<u>1,464,787</u>	<u>-</u>	<u>158,427</u>	<u>23,389</u>	<u>404,759</u>	<u>2,051,361</u>



12. Investments

		31-Dec-19 GMD'000	31-Dec-18 GMD'000
	Notes		
Trust bank limited	12.1	16,990	16,990
Gam petroleum	12.2	191,716	191,716
Gallia holdings- Marshall Islands	12.3	185,098	185,018
NAWEC	12.4	1,000	1,000
GAMTEL	12.5	600	600
		395,404	395,324
Provision for Impairment	12.6	(210,561)	(285,969)
		184,843	109,355

12.1 Investment in Trust Bank Limited

This represents investment in the ordinary shares of Trust Bank Limited after privatization. The 11,156,507 ordinary shares held by the Authority over the years as at the year ended represent a 5.58% stake in Trust Bank Limited.

12.2 Gam Petroleum

This represents the investment in Gam Petroleum Storage Facilities following a Government directive through the Department of State of Finance and Economic Affairs ref ADM/265/448/01 (155) dated 22nd April 2008 as part of Government of The Gambia's petroleum initiatives. The Authority's investment represents 10% stake in Gam Petroleum Limited. Additional investment of 4% (1.4m Euros) was made in 2016 as directed by the Government. As at 31st December 2019, the Gam Petroleum investment book value was revalued and the initial impairment charge of D115.5m was reversed by D91.2 million as the Authority has began receiving dividend for this investment.

12.3 Investment in Gallia Holdings

A joint venture agreement was signed between Gallia Holdings-Marshall Island and Government of The Gambia dated 5th March 2011 to establish, develop, manage and operate two ferry boats. The agreement specified ownership of 55% Gallia Holdings with Government of The Gambia 45%, whose shareholdings has been taken over by Social Security and Housing Finance Corporation and the Authority. This Investment was through a Government Directive. As part of the Authority's impairment review, 100% has been provided for as at 31st Dec 2019.



12.4 Investment in National Water & Electricity Company Limited (NAWEC)

This represents the Authority's holding of 1% share in the National Water & Electricity Company Limited (NAWEC). A 100% provision has been made on this investment.

12.5 Investment in Gambia Telecommunication Company Limited (GAMTEL)

This represents the Authority's holding of 1% share in the Gambia Telecommunication Company Limited (GAMTEL) in 2014.

12.6 Provision for Impairment

	31-Dec-19 GMD'000	31-Dec-18 GMD'000
NAWEC	1,000	1,000
Gampetroleum	24,313	115,500
Gallia Holdings	185,098	169,469
Gamtel	150	-
	<u>210,561</u>	<u>285,969</u>

13. Long Term Receivable from Ferries

		31-Dec-19 GMD'000	31-Dec-18 GMD'000
Long term receivables from ferries	13.1	276,879	306,879
Provision on long term receivable		(192,659)	-
		<u>84,220</u>	<u>306,879</u>

13.1 Long Term Receivable from Ferries

In 2017, the New Ferry as per note 15.4 was handed over to the Gambia Ferry Services Company Ltd (GFSC Ltd) and a Memorandum of Understanding was signed between GPA and Ferries in which they (GFSC Ltd) accepted to settle this Loan that GPA has contracted on their behalf. Monthly payments of D5m are made to GPA and GPA transfers the Bi-Annual sums due to the Creditor – DAMEN. This Loan amount has also been captured as a Receivable from Gambia Ferry Services Company Ltd (GFSC Ltd) to the Gambia Ports Authority (GPA).



14. Inventories

	31-Dec-19 GMD'000	31-Dec-18 GMD'000
Marine spares	77,778	79,799
Tools & plants	29,691	30,314
General materials	21,440	18,606
Buoys & lights	526	526
Oil & lubricants	5,635	5,023
Mafi spares	97,424	104,827
	<u>232,494</u>	<u>239,095</u>
Provision for obsolescence	(181,118)	(154,307)
	<u>51,376</u>	<u>84,788</u>
Fuel	792	754
Goods received not Invoiced	17,976	20,531
Medical stock	192	900
	<u>70,336</u>	<u>106,973</u>

15. Receivables

		31-Dec-19 GMD'000	31-Dec-18 GMD'000
Trade Debtors		517,491	349,204
Less: provision for doubtful debts		(162,090)	(150,638)
		<u>355,401</u>	<u>198,566</u>
Advances to Related Party Entities	15.1	-	209,344
Other receivables	15.2	36,904	48,946
Staff debtors	15.3	241,322	217,846
		<u>633,627</u>	<u>674,702</u>



15.1 Advances to Related Party Entities

	Notes	31-Dec-19 GMD'000	31-Dec-18 GMD'000
Banjul shipyard	15.1.1	199,756	173,822
Gambia Maritime Administration	15.1.2	45,333	43,333
Gambia Ferries Services	15.1.3	1,052,349	1,007,342
Qatari joint venture	15.1.4	47,548	47,548
Banjul Fisheries Jetty	15.1.5	13,707	15,147
		1,358,693	1,287,192
Less: Provision for Impairment		(1,358,693)	(1,077,848)
		-	209,344

15.1.1 Advances to Banjul Shipyard Co. Ltd

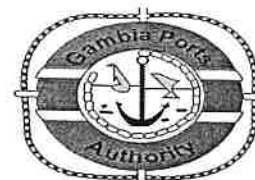
This represents advances relating to consultancy services for conceptual design, outline specification, detailed design and engineering for the preparation of tender documents, procurement of capital equipment, salaries of staff and other operational expenditures of the Banjul Shipyard. These expenditures were made during the period following the re-possession of the ship yard from Mass Sosseh and Sons in the early 1990s and subsequent re-privatisation to B.F. Marine and Construction Company, Malaysia (in 2005 to 2006). Following the termination of the B.F. agreement, the Authority was entrusted to fund the Shipyard operations following Government directives to that effect. As part of the Authority's annual impairment review, a provision of GMD199.8 million (2018: GMD 173.9 million) has been made against total advances made to the Banjul Shipyard.

15.1.2 Advances to Gambia Maritime Administration (GMA)

This represents expenditure incurred in setting up the Gambia Maritime Administration relating to staff expenses and working capital support following Government directive issued via the Department of State for Works and Communication (Ministry of Works, Communication and Infrastructure) in 2001. A total of GMD 45.3million (2018: GMD43.3 million) has been provided as part of the impairment review over the years.

15.1.3 Advances to Gambia Ferry Services

This represents the investment made in upgrading the infrastructure facilities at the Ferry services, consultancy services and construction cost of new ferries procured, procurement of capital equipment, and subsidizing other operational expenditures of the Ferry services. These expenditures were incurred during the period 1st July 2001 to date following a Government directive to manage the operations of the national ferry services. Out of the total advances a provision of GMD1,052.35 million (2018: GMD724.11 million) has been made over the years. D60 million relates to the short term receivables on the Kunta Kinteh loan.



15.1.4 Qatari Joint Venture

The joint venture between the Government of The Gambia and PEARL is to invest in industrial, commercial and agricultural projects and to identify, build, own and manage agricultural related projects' investments, including rice processing plants and feed mills. A total provision of GMD47.5million (2018; GMD11.9 million) has been made at the year end. This Investment was through a Government Directive.

15.1.5 Banjul Fisheries Jetty

This represents advance to fund the operations of the entity. A total provision of GMD 13.7 million (2018; GMD9.4million) has been made at the year end.

15.2 Other Receivables

	31-Dec-19 GMD'000	31-Dec-18 GMD'000
Loan to GPTC	5,062	5,062
Loan to GCAA	25,000	25,000
Loan to GIA	2,613	2,613
Loan SSHFC/ Gallia holdings	1,920	1,840
Loan MOFEA/ Gallia holdings	39	39
Housing loan- Banjul Shipyard	7,658	7,501
Vehicle loan -Banjul Ferries staff	514	356
Vehicle loan -Banjul Shipyard	6,919	6,590
Prepayment	6,202	3,159
Suspense	-	(1,025)
Imprest to Staff	2	-
Loan to Ministry of Planning	75	-
Loan to GPA Staff Association	3,000	3,000
Social Welfare Scheme	12,333	9,369
Dividend Receivable	-	10,242
Staff Association	162	162
Loan to GRTS	7,750	7,750
	79,249	81,658
Less: Provision for impairment 15.2.1	(42,345)	(32,712)
	36,904	48,946



15.2.1 Included in the provision for impairment in note 15.2 is an amount of D42.3m which relates to loan to SSHFC/ Gallia holdings (GMD1.9 m), GRTS (GMD 7.8m), GCAA (GMD25m), GPTC (GMD5.1m) and GIA (GMD 2.6m).

15.3 Staff Debtors

	31-Dec-19 GMD'000	31-Dec-18 GMD'000
AMRC Staff House Loan	56,357	53,214
AMRC Dock Workers Building	20,871	6,675
Building Loans	61,351	52,235
Long Term Medical Loan	6,623	4,408
Miscellaneous Loans	5,176	5,404
Personal Loans	520	491
Special and Other Loans	12,516	12,906
SSHFC Building Loans	9,672	10,342
Dock Workers Vehicle Loan	1,125	216
Insurance Loans	-	404
Vehicle Loans	76,518	71,551
Cash advances to Dockworkers	150	-
	<u>250,879</u>	<u>217,846</u>
Provision for ex-staff loans	(9,557)	-
	<u>241,322</u>	<u>217,846</u>

16. Trade & Other Payables

	31-Dec-19 GMD'000	31-Dec-18 GMD'000
Trade payables	38,400	25,757
Accruals & other payables	78,064	53,621
Dividend Payable	70,000	20,000
	<u>186,464</u>	<u>99,378</u>



16.1 Dividend payable

The dividend payable balance is made up of dividend of D20 million declared for 2018 which was paid in January 2020 and dividend of D50 million declared for 2019 which was yet to be settled as at the date of reporting.

17. Borrowings

	Notes	31-Dec-19 GMD'000	31-Dec-18 GMD'000
African Development Bank	17.1	266,350	298,582
SSHFC	17.2	5,000	25,000
Damen /Kankujerry Tug Boat	17.3	198,144	270,069
Damen / Kunta Kinteh Ferry	17.4	216,772	311,300
Total Borrowings		686,266	904,951
Total due within one year		(202,462)	(217,462)
Total due after one year		483,804	687,489

	Due within 1 year GMD'000	Due within 2-5 years GMD'000	Due after 5 years GMD'000	Total GMD'000
SSHFC	5,000	-	-	5,000
African Development Bank	22,000	88,000	156,350	266,350
Damen/Kankujerry Tug Boat	75,805	122,339	-	198,144
Damen/Kunta Kinteh Ferry	99,658	117,115	-	216,772
Total	202,462	327,454	156,350	686,266

17.1 ADB Credit no. Gam/POR/94-19 (UA 16,000,000)

A subsidiary loan agreement was drawn on the 19th April 1996 between the Government of The Gambia and The Gambia Ports Authority for the Dalasi equivalent of UA 16,000,000 under the third Banjul Port Project. Repayment is at GMD 22 million per annum paid semi-annually.

17.2 SSHFC loan to GPA/ Ferries

A loan amounting to GMD150 million was obtained from SSHFC in May 2010 for financing the acquisition of new ferries. Repayment of the loan commenced in early 2013.



17.3 DAMEN/Kankujerry Tug Boat

In July 2017, GPA signed a Credit Agreement with DAMEN Shipyards for the Purchase of Euro 6,664,380 plus Interest of Euros 713,533 totalling to Euros 7,377,913. There was a down payment of Euros 1,332,876 leaving an amount of Euros 5,331,504 to be paid by GPA. As at 31st December 2019 the closing balance owed to DAMEN is GMD414.9m in the Books of GPA.

17.4 DAMEN / Kunta Kinteh Ferry

This relates to the Kunta Kinteh Ferry acquired in 2017 for Ferries. This is a credit facility provided to GPA by DAMEN for the Ferry Acquired. There was an initial down payment of 25% in 2016 amounting to Euros 2,334,725, whilst the 75% is payable in ten bi-annual repayments after delivery. The First Repayment commenced in Nov 2017. The Credit Facility covers this remaining 75% amounting to Euros 7,004,175. This Supplier Credit Agreement between GPA and DAMEN is guaranteed by the Ministry of Finance & Economic Affairs of the Government of the Gambia.

18. Analysis of the Balances of cash as shown in the Balance Sheet

	31-Dec-19 GMD'000	31-Dec-18 GMD'000	Changes GMD'000
Cash at Bank & In Hand	530,550	861,806	(331,256)
Fixed term Deposit	799,765	50,226	749,539
	<u>1,330,315</u>	<u>912,032</u>	<u>418,283</u>

19. Share Capital

	No of shares	31-Dec-19 GMD'000	31-Dec-18 GMD'000
Authorized			
At the beginning of the year			
Ordinary shares at D10 each	1,634,200	16,342	16,342
	<u>1,634,200</u>	<u>16,342</u>	<u>16,342</u>
At the end of the year			
Ordinary shares at D10 each	1,634,200	16,342	16,342
	<u>1,634,200</u>	<u>16,342</u>	<u>16,342</u>

The Gambia Ports Authority is 100% owned by The Government of The Gambia.



20. Earnings per Share

	31-Dec-19 GMD	31-Dec-18 GMD
Basic earnings per share (Dalasi)	128	202
Weighted average number of shares used	1,634,200	1,634,200
Profit for the financial year (Dalasis)	209,630,000	329,701,000

Earnings per share were arrived at by dividing profit after tax by the weighted average number of shares.

The results of the Authority are as detailed in the accompanying financial statements. An amount of GMD50 million was proposed as dividend payment to the Shareholders of the Authority – The Government of the Gambia. (2018: 20m)

21. General Reserves

	31-Dec-19 GMD'000	31-Dec-18 GMD'000
General reserves	1,168,623	1,168,623
	1,168,623	1,168,623

Section 20 (1) 3(d) of the Ports Act, 1972 requires the Authority to maintain a general reserve account to finance the Ports Expansion, by transferring funds from Annual Profits based on management decision as the Act did not establish the amount to be transferred.

22. Events after the Reporting Period

The Authority had no events after the Financial Position date which would materially impact on its Financial Position or results.

23. Contingencies

A judgment was made against the Authority on a litigation that was on-going at 31 December 2019. The total sum paid was D18 million settled in March 2020. The impact of this contingency has been adequately reported in the Financial Position and results as at 31 December 2019.



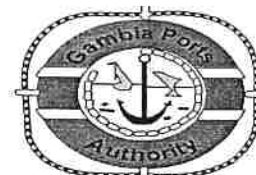
Supplementary Information

Staff Costs

	31-Dec-19	31-Dec-18
	GMD	GMD
Salaries	60,251	62,137
Telephone allowance	1,924	1,691
Vehicle allowance	22,734	21,644
House rent allowance	18,921	14,969
Residential allowance	20,333	13,350
Responsibility allowance	7,550	7,204
Overtime allowance	25,308	24,872
Professional allowance	2,814	2,490
Other allowances	9,309	6,327
Medicals	25,124	20,940
Motor Vehicle Maintenance Allowance	146	74
Injuries compensation expenses	270	287
Pensions	20,229	20,117
Total staff cost	214,913	196,102

Administration Expenses

	31-Dec-19	31-Dec-18
	GMD'000	GMD'000
Training	37,361	31,104
Board sitting allowance	1,095	684
Electricity	20,411	15,383
Water	931	1,101
Sewerage	113	120
Paints	1,645	804
Maintenance labour	21	3,524
Other repairs & maintenance	1,539	1,011
Other repairs & Maintenance (Euro)	-	16,811
Sanitary & cleaning materials	4,028	3,907
Rags	439	371
Uniforms	10,143	4,962
Beverages	3,696	5,000
Sundry consumables	2,694	3,526
Small tools	1,056	343
Telephone	3,477	3,261



Telex/Tele-fax	3,602	2,204
Radio Licence	-	62
Postage	21	23
Printing	4,091	2,869
Computer stationery	3,232	5,100
Other stationery	2,304	1,938
Advertising & publicity	584	855
Periodicals & Publicity	61	-
Procurement handling charges	475	822
Waiver on Storage Charge	-	76,954
Travelling	12,689	14,436
Entertainment	325	364
Donations	6,490	4,167
Business Development Expenses	11,914	23,119
Subscriptions & subventions	4,525	7,149
Maintenance contracts	11,848	7,882
Sundry other expenses	5,896	4,669
Inter-port Cooperation	425	-
Consultancy	10,630	1,382
Legal fees	20,437	3,666
Audit fees	1,135	880
GPA football team expenses	5,362	5,113
Rent	5,520	3,894
Rates	5,466	1,467
National education levy& sports	100	100
Vehicle fleet insurance	1,917	1,702
Marine insurance	4,223	5,608
Professional Indemnity Insurance	225	325
Fire/ burglary insurance	277	89
Public liability	211	219
Other insurance	5	12
Transports Expenses- Fuel & Lubs	13,312	12,233
Repairs and maintenance	1,577	1,279
Licences & road tax	102	70
Hired transport	39,816	37,544
Fares/ claims	4,167	2,957
Other transport expenses	6,368	6,634
Maintenance Contracts EUR	-	94,427
Consultancy EUR/USD	-	5,034
Staff Performance Bonus	20,000	21,587
Loss on disposal of fixed assets	71,725	-
	369,706	450,747
Total admin and staff expenses	584,619	646,849