



Gambia Radio and Television Services (GRTS)

Financial Statements
for the year ended 31 December 2020



Table of Contents

General Information	3
Directors' Report	4
Report of the Independent Auditors	6
Income statement	9
Balance sheet	10
Statement of Changes in Equity	11
Statement of Cash flow	12
Notes (forming an Integral part of these financial statements)	13
1. Accounting policies	13
2. Property, Plant, and Equipment.....	15
3. Trade and other receivables.....	16
4. Inventory	16
5. Staff Loans and Advances	16
6. Other assets.....	17
7. Cash and cash equivalent.....	17
7.1 Bank overdraft	17
8. Trade payables	17
9. Loan.....	18
10. Other payables	18
11. Income.....	19
12. Repairs and Maintenance	21
13. Admin expense	22
14. Audit fees	23
15. Staff cost	23
16. Corporate Income Tax provision for the year	24
17. Capital grant	24
18. Retained Earnings.....	25
19. Related Party Transaction	26
20. Contingent liabilities.....	26
21. Subsequent event	26



General Information

Board of Directors

Mrs Fatou Jagne Senghore
Yankuba Dibba
Mrs Jainaba Nyang Njie
Mr Seedy Jaiteh
Mr Malang A Bass
Mr Mod K Ceesay
Abdou MK Touray

Chairperson
Vice Chairperson
Member
Ex-Officio (MD Gamtel)
Ex-Officio (DPS-MOICI)
Ex-Officio (PS-MOFEA)
Director General

Board Secretary

Yankuba Jatta

External Auditors

DT Associates-The Gambia
Audit.Tax.Advisory
1 Paradise Beach Place
Bertil Harding Highway
Kololi

P.O.Box 268
Banjul
The Gambia
Tel: 220 4465800
Fax: 220 4465900

Banks

Trust Bank Limited
3-4 Ecowas Avenue
Banjul, The Gambia

Access Bank G LTD
2 Kairaba Avenue
Serrekunda, The Gambia

Guaranty Trust Bank (Gambia) Limited
56 Kairaba Avenue
The Gambia

Eco Bank (Gambia) Limited
56 Kairaba Avenue
The Gambia

Zenith Bank Bank (Gambia) Limited
56 Kairaba Avenue
The Gambia

Reliance Financial Services
56 Kairaba Avenue
The Gambia

Arab Gambia Islam Bank
56 Kairaba Avenue
The Gambia

Registered office

Gambia Radio and Television Services
MDI Road kanifing



Directors' Report

Directors' report

The board of Directors of Gambia Radio and Television Services corporation (GRTS) presents their financial statements for the year ended 31st December 2020.

Statement of directors' responsibility

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 of its profit or loss for that period. In preparing the financial statements, the directors are required to:

1. select suitable accounting policies and then apply them consistently;
2. make judgments and estimates that are reasonable and prudent;
3. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
4. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2013 and Generally Accepted Accounting Principles (GAAP). They are responsible for safeguarding the assets of the corporation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal business activities

The Gambia Radio and Television Services Corporation was established by act of parliament, through the Gambia Radio and Television Services acts, 2004 to provide broadcasting services of information, education, and entertainment within and outside the Gambia.

Results

The results of the corporation are as detailed in the accompanying financial statements.

Going Concern

The directors confirm that, it is appropriate to adopt the going concern basis in preparing the financial statements.

DT Associates



Auditors

The auditors, DT Associates - The Gambia are appointed by the National Audit Office to serve for a period of five years ending 31 December 2024.

By order of the Board of Directors

Secretary

Date:2022

5th/07/22
A handwritten signature in blue ink, appearing to be "Jeth", written over the date line.

Report of the Independent Auditors

To the members of Gambia Radio and Television Services

Opinion

We have audited the accompanying financial statements of Gambia Radio and Television Services for the year ended 31st December 2020, which comprise of the income statement, balance sheet, statement of changes in equity, 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, the accompanying financial statements give a true and fair view of the financial position of the corporation as at 31 December 2020, and of its financial performance and its cash flows for the year then ended in accordance with Generally Accepted Accounting Principles, GRTS Act 2004, and have been properly prepared in accordance with Companies Act 2013.

Basis of Opinion

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 Corporation in accordance with the requirements of the International Federation of Accountants Code of Ethics for Professional Accountants (IFAC Code) and we have fulfilled our other ethical responsibilities in accordance with IFAC Code.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Report of the Independent Auditors (continued)

Other Information

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

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 Companies Act 2013 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 Corporation 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 judgment and maintain professional skepticism 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.
- 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

Report of the Independent Auditors (continued)

- 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

Date: *05 July* 2022



Income statement

For the year ended 31 December 2020

	Notes	31-Dec-20 GMD	31-Dec-19 GMD
Income			
Turnover	11.1,11.4	139,144,713	131,319,247
Grant Received	11.5.1	-	60,901,163
Capital Grant Amortised	11.5.2	9,340,875	10,318,032
Total income		148,485,588	202,538,442
Expenditure			
Administration cost	13	41,602,378	51,003,301
Staff Cost	15	66,809,597	65,914,825
Repairs and Maintenance Cost	12	3,850,741	3,018,092
Audit Fees	14	225,000	237,000
Depreciation charge	2	14,717,847	16,821,883
Total Expenditure		127,205,563	136,995,101
Profit Before Taxation		21,280,025	65,543,341
Taxation	16	(1,484,856)	(2,025,384)
Net Profit For The Year		19,795,169	63,517,957

The notes form an integral part of these financial statements



Balance sheet

as at 31 December 2020

	Notes	31-Dec-20 GMD	31-Dec-19 GMD
Assets			
Non current assets			
Property, plant and equipment	2	142,199,342	152,848,813
		142,199,342	152,848,813
Current assets			
Trade and Debtors	3	50,456,744	41,992,044
Cash at bank and in hand	7	3,499,801	320,693
Staff Loans	5	8,684,595	7,194,085
Stock of fuel coupons	4	47,400	207,200
Other Current Assets	6	2,427,793	4,094,500
		65,116,333	53,808,522
Total assets		207,315,675	206,657,335
Equity and liabilities			
Equity			
Capital Grant	17	80,209,659	88,526,984
Accumulated Fund	18	72,214,376	54,845,265
Total Equity		152,424,035	143,372,249
Non current liabilities			
Loans	9	16,865,251	23,854,804
Total Non-Current Liabilities		16,865,251	23,854,804
Current liabilities			
Trade Payables	8	11,436,096	12,562,865
Other Payables	10	15,694,672	11,612,706
Taxation	16	10,895,621	13,910,765
Bank overdraft	7.1	-	1,343,946
Total current Liabilities		38,026,389	39,430,282
Total Reserves and Liabilities		207,315,675	206,657,335

These financial statements were approved by the Board of Directors and were signed

5th Dec 22 on its behalf by:

Name : Fabou Jagne Senghne

Signature : [Signature]

Name : MALICIE JONGA

Signature : [Signature]

The notes form an integral part of these financial statements

Statement of Changes in Equity

for the year ended 31 December 2020

	Profit and loss account	Total
At 1 January 2019	(1,323,035)	(1,323,035)
Profit for the year	63,517,957	63,517,957
Prior year adjustments	(7,349,655)	(7,349,655)
Capital & reserves adj.	-	-
As at 31 December 2019	54,845,267	54,845,267
At 1 January 2020	54,845,267	54,845,267
Profit for the year	19,795,169	19,795,169
Prior year adjustments	(2,426,058)	(2,426,058)
Capital & reserves adj.	-	-
As at 31 December 2020	72,214,376	72,214,376

The notes form an integral part of these financial statements



Statement of Cash flow

for the year ended 31 December 2020

	31-Dec-20 GMD	31-Dec-19 GMD
Operating activities		
Operating profit	21,280,025	65,543,342
Depreciation	2 14,717,847	16,821,883
Capital Grant Amortised	(9,340,875)	(10,318,032)
Changes in receivables	(8,113,168)	(17,296,931)
Changes in payables	(4,034,358)	(39,615,694)
Prior year adjustment	(2,426,058)	(7,349,657)
Loss on disposal of Fixed Assets	4,138,806	-
Cash generated from operations	16,222,219	7,784,911
Corporation taxes paid	(4,500,000)	(5,000,000)
Interest Paid	-	-
Net Cash flow from operating activities	11,722,219	2,784,911
Investing activities		
Acquisition of property, plant and equipment	(8,952,064)	(6,447,522)
Proceeds on Disposal of Fixed Assets	462,900	-
Net Cash from investing activities	(8,489,164)	(6,447,522)
Financing activities		
Grant received	1,290,000	1,335,000
Net Cash flow from financing activities	1,290,000	1,335,000
Net increase/(decrease) in cash and cash equivalents	4,523,055	(2,327,611)
Cash and cash equivalents at beginning of year	(1,023,254)	1,304,357
Cash and cash equivalents at 31 December 2020	3,499,801	(1,023,254)

The notes form an integral part of these financial statements



Notes (forming an Integral part of these financial statements)

1. Accounting policies

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

1.1. Basis of Accounting

The financial statements have been prepared on an accrual basis under the historical cost convention in accordance with the Generally Accepted Accounting.

1.2. Property Plant & Equipment

Items of Property, Plant and Equipment are stated at cost less accumulated depreciation less impairment loss and amount of any subsequent revaluation. It is the corporation's policy to charge full year's depreciation in the year of acquisition and no charged in the year of disposal.

Depreciation is calculated to write-off the cost of fixed assets over their estimated useful lives using the reducing Balance Method at the following rate:

Motor Vehicles	25%
Buildings	5%
TV & Radio Equipment	10%
Office Machines FF/Equipment	10%
Generators	10%
Other Fixed Assets	10%

Subsequent measurement

Expenditure incurred to replace a component of an item of property, plant and equipment and that is accounted for separately, including major inspections and overhaul expenditure, is capitalized. Other subsequent expenditure is capitalized only when it increases the feature economic benefits embodied in the item of property, plant, and equipment. All other expenditures is recognized in the income statement as incurred.

Development Expenditure

Capitalized development expenditure is stated at cost less accumulated amortization and impairment loss

**1.3. Grants**

Capital grants is credited to income and expenditure account over the life of the assets to which it relates. Non capital grant is recognized as income, when received. These represent grants from The Gambia Government, Japan, China, Turkey and RFI equipment and in respect of motor vehicles

1.4. Foreign Currency translation

The transactions in foreign currencies are converted into Dalasis at the rate of exchange ruling at the date of transaction. Monetary assets and liabilities denominated in the foreign currency are converted in to Dalasis at rate of exchange ruling at the Balance sheet date. All gains and losses are transferred to the income statement.

1.5. Taxation

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

1.6. Provisions

A provision is recognized in the balance sheet when the Corporation 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 obligation.

1.7. Trade and other receivables

Trade and Other receivables are stated at their cost less provisions for doubtful debts.

1.8. Revenue recognition

Revenue is recognized once the transfer of services in an amount that reflects the consideration to which the Corporation expects to be entitled in the exchange of service.



2. Property, Plant, and Equipment

	Motor cycle – cost GMD	Building- cost GMD	Tv-radio equipment – cost GMD	Office machine/ff /equip – cost GMD	Generator s – cost GMD	Motor vehicles – cost GMD	Total GMD
Cost							
At 31 January 2019	385,000	40,368,867	218,808,863	26,636,581	3,732,167	32,715,658	322,647,137
Disposal Overtate d Assets Wriien off	-	-	-	(60,755)	-	(14,456,800)	(14,517,555)
Wriien off	-	-	-	(365,500)	-	-	(365,500)
Additions	-	-	2,828,935	2,095,999	-	4,027,130	8,952,064
At 31 Decemb er 2020	385,000	40,368,867	221,637,798	28,306,326	3,732,167	22,285,988	316,716,146
Depreci ation							
At 31 January 2019	158,780	15,675,728	119,821,940	11,873,091	1,609,562	20,659,223	169,798,324
Overtate d Assets Wriien off	-	-	-	(83,516)	-	-	(83,516)
Disposal Charges for the year	50,504	1,206,752	9,618,615	1,467,713	202,797	2,150,836	14,717,847
At 31 Decemb er 2020	209,284	16,882,480	129,440,554	13,138,000	1,812,359	12,916,201	174,516,804
NBV As at 31 Dec 2020	175,716	23,486,387	92,197,243	15,050,401	1,919,808	9,369,787	142,199,342
As at 31 Dec 2019	226,220	24,693,139	98,986,923	14,763,491	2,122,605	12,056,435	152,848,813



2.1. Overstated written-off: This Amount represents the value of assets wrongfully recognised as capital grant (Office machines and Equipment) from Turkey in previous years but were not received.

3. Trade and other receivables

	Notes	31-Dec-20 GMD	31-Dec-19 GMD
TV-Radio Debtors	3.1.	20,729,871	22,260,181
Sundry Debtors		285,420	278,520
GRTS Levy Fee	3.2.	25,095,377	19,242,661
RFI Retransmission	3.3.	2,385,182	(74,818)
DGL (G) LTD	3.4.	1,960,894	285,500
		50,456,744	41,992,044

- 3.1. TV-Radio Debtors: Amount owed by Customers on TV and Radio airtime and advertisement services as at 31 Dec. 2020
- 3.2. GRTS LEVY FEE- GSM levy Amount accrued as at 31 Dec.2020, Collected through GRA from GSM operators.
- 3.3. RFI Retransmission- This is the unpaid balance owed by Radio France International (RFI) to GRTS for the monitoring of RFI transmitter.
- 3.4. DGL(G) LTD- This is the balance owed to GRTS by DGL for the amount incurred on behalf of DGL in setting up the operation of Digital Terrestrial Transmission.

4. Inventory

	31-Dec-20 GMD	31-Dec-19 GMD
Fuel stock coupons	47,400	207,200
	47,400	207,200

5. Staff Loans and Advances

	31-Dec-20 GMD	31-Dec-19 GMD
Staff Revolving Loans	2,881,988	2,551,265
1x6 Advance	3,289,390	2,766,991
Vehicle and Housing Loan	2,513,217	1,875,829
	8,684,595	7,194,085



6. Other assets

	31-Dec-20 GMD	31-Dec-19 GMD
Withholding Tax	199,522	-
Prepayments	2,228,271	4,094,500
	2,427,793	4,094,500

7. Cash and cash equivalent

	31-Dec-20 GMD	31-Dec-19 GMD
Bank	3,365,543	102,105
Cash and Cheques in transit	16,969	8,841
Imprest	117,289	209,747
	3,499,801	320,693

7.1 Bank overdraft

	31-Dec-20 GMD	31-Dec-19 GMD
TBL Ltd 01.110-98398-02	-	1,199,393
Ecobank Gambia Limited	-	144,553
	-	1,343,946

8. Trade payables

	31-Dec-20 GMD	31-Dec-19 GMD
Audit fees	258,750	272,550
Sundry Creditors	11,177,346	12,290,315
	11,436,096	12,562,865

9. Loan

	31-Dec-20 GMD	31-Dec-19 GMD
SSHFC Afcon Loan	9,151,500	9,151,500
Gamcel Internet Bill Arrears due After 12 Months	2,110,447	-
Reliance loan A/C	-	1,900,000
SSHFC Pensions/ICF Cont. Arrears due after 12 Months	5,603,304	12,803,304
	16,865,251	23,854,804

9.1.1

- i. SSHFC AFCON LOAN: Amount Paid by SSHFC in 2013 for AFCON 2013 TV rights through the Directive of the Office of the President for GRTS to broadcast the games. GRTS was asked to negotiate an agreement with SSHFC, however negotiation is ongoing for a possibility of the government taking over the liability.
- ii. GAMCEL TELEPHONE BILLS- Reclassified Arrear due to Gamcel after 12 months based on agreed monthly payment plan.
- iii. SSHFC PENSIONS/ICF -Reclassified Pension arrears accrued for the period 2007-2015 based on agreed payment plan, this is the amount due after 12 months

10. Other payables

	31-Dec-20 GMD	31-Dec-19 GMD
Sales/Valued Added Tax	4,821,964	5,996,742
Income/Environmental Tax Arears	2,899,456	2,893,939
Gamtel Loans Repayment	-	2,073
Gamtel Credit Union	206,379	356,379
SSHFC (Pensions/ICF)	2,664,237	1,314,031
Other Liabilities	602,636	1,049,542
SSHFC arrears due within 12 months	4,500,000	-
	15,694,672	11,612,706

6.3.1. SSHFC arrears due within 12 months: This is the reclassification of SSHFC arrears between 2009 to 2015. This balance originated this year as a result of the payment plan between GRTS and SSHFC.

6.3.2. Other liabilities: Other liabilities represents gratuity accrued and to be paid in subsequent year, and unrepresented staled cheques.



11. Income

11.1. TV Income

	31-Dec-20 GMD	31-Dec-19 GMD
TV. Advertisement	7,948,497	8,007,415
TV Sponsored Programs	10,931,325	14,098,794
Other TV Income	6,000	-
Income from sale of cassette	15,000	114,134
Total TV Income	18,900,822	22,220,343

11.2. Radio Income

	31-Dec-20 GMD	31-Dec-19 GMD
Radio Adverts/Announcement	2,113,703	2,362,779
Radio Basse Income	715,936	741,885
Total Radio Income	2,829,639	3,104,664

11.2.1. TV and Radio Income

Total TV and Radio Income	21,730,461	25,325,007
Discount allowed	(177,016)	-
Total Radio Income	21,553,445	25,325,007

11.3. User Fees

	31-Dec-20 GMD	31-Dec-19 GMD
Gamtel	1,100,000	1,222,351
Gamcel	7,565,613	8,100,531
Africell	72,304,563	63,303,760
Comium	3,143,234	4,959,112
Qcell	29,151,968	23,819,107
Total User Fees Income	113,265,378	101,404,861



11.4. Miscellaneous Income	31-Dec-20 GMD	31-Dec-19 GMD
Africell Cell Site	270,000	270,000
Comium Cell site	216,000	236,000
Gamcell Cell Site	360,000	360,000
Qcell Cell Site	310,000	310,000
Donation Received	10,000	85,500
Interest on Loan	158,862	152,417
Miscellaneous	561,028	830,454
RFI Retransmission	2,440,000	2,214,000
GRTS share on Wazzi Platform Subscription	-	131,009
Total Miscellaneous Income	4,325,890	4,589,380

11.4.1. GRTS Ceased transmitting on the Wazzi platform during the year which was on a shared based subscription internet tv platform because there was limited access to information on the platform to verify how much was being generated by the operator. In addition, its benefit was limited considering the cost involve in streaming on the platform.

11.5. Grants

		31-Dec-20 GMD	31-Dec-19 GMD
Grant Received	11.5.1	-	60,901,163
Capital Grant amortised	11.5.2	9,340,875	10,318,032
Total Grants		9,340,875	71,219,195
Total Income		148,485,588	202,538,443

11.5.1. This is the amount credited to GRTS account by NAWEC to pay off electricity bills owed through a net off with the Ministry of Finance. The amount is considered as a cash grant to GRTS from the government of The Gambia.

11.5.2. This is the capital grant amortised on PPE for the year end.



12. Repairs and Maintenance

	31-Dec-20 GMD	31-Dec-19 GMD
TV Studio Maintenance	145,296	391,700
Radio Studio Mile 7	1,500	1,000
Motor Vehicle Maintenance	2,488,341	1,894,351
TV Transmitter Maintenance	-	21,930
Generator Maint Mile 7	28,800	52,000
Generator Maint H/Office	61,440	227,522
Repairs Office Mach/Equ	164,955	36,983
Repair Off Furnitue & FT	80,001	29,009
Repairs Ofiice Building	745,408	299,531
Radio Transmitter Maint.	-	7,390
Generator Maintenance Basse	59,100	12,550
Generator Maintenance Bansang	34,550	32,500
Generator Maintenance MKK	27,850	11,625
Estate Development	13,500	-
	3,850,741	3,018,091



13. Admin expense

	31-Dec-20 GMD	31-Dec-19 GMD
Stationery	789,136	1,276,076
Refreshment/Enter/Fundrai	1,226,216	1,324,566
Consumable Items	626,403	291,296
Publications & Journals	384,511	680,142
Transport fuel Cost	8,286,256	10,027,876
Purchase of Cassettes	-	174,593
Office Expenses	669,054	909,365
Electrical materials	671,746	422,478
Electricity and Water	8,086,192	9,070,077
Telecommunication Expenses	5,812,273	9,146,974
Licences and Insurance	490,495	451,867
Freight & Handling Chrgs	7,485	128,914
Postage	3,000	1,850
Rent and Rates	156,800	345,300
Medical Expenses	1,011,324	683,390
Financial Charges	1,375,193	1,191,100
Directors Fees	511,315	305,000
Misc Expenses	602,495	335,517
International Programme cost	534,980	3,083,455
Local Programme Cost	731,131	952,413
Cleansing Services	582,093	235,352
Discount allowed	-	37,308
Honorarium	194,800	383,050
Hiring	-	43,835
Write-off Motor Vehicle	-	3,669,565
Condolence	123,000	120,000
GRTS Contribution on M/V Loan	1,550,000	750,000
Training Expenses	1,190,477	747,794
Travelling-Overseas Expe	707,890	2,666,573
Travel- National Expense	1,043,000	1,026,275
Uniforms & Laundry Charg	34,487	521,300
Loss on disporsal of Fixed Assets	4,138,806	-
Membership/registration to local/Inter. Org	10,000	-
Legal Fees	51,820	-
	41,602,378	51,003,301

13.1. Discount allowed has been charged against TV and Radio Income this year.



14. Audit fees

	31-Dec-20 GMD	31-Dec-19 GMD
Audit Fees	225,000	237,000
	225,000	237,000

15. Staff cost

	31-Dec-20 GMD	31-Dec-19 GMD
Salaries	16,159,593	15,953,171
Staff Pension Cost	9,014,055	8,431,464
Resident Allowance	8,013,043	8,034,104
Responsibilities allowance	2,702,710	2,653,665
Telephone Allowance	621,992	609,696
Clothing Allowance	5,596,022	5,674,026
Vehicle/Transport Allow	10,917,393	10,910,135
Staff Injury Comp. cost	65,970	61,095
Cont./Casual Empl. Wages	2,787,000	2,940,958
Acting/Charge Allowance	277,951	152,848
Provincial Allowance	310,742	285,500
Duty Allowance	5,466,365	5,612,001
Professional Allowance	1,830,500	1,490,250
Longevity Allowance	73,620	33,026
Cash Allowance	54,000	46,500
Monitoring Allowance	2,918,641	3,026,387
	66,809,597	65,914,826



16. Corporate Income Tax provision for the year

	31-Dec-20 GMD	31-Dec-19 GMD
Profit before Taxation	21,280,025	65,543,341
Add Depreciation	14,717,847	16,821,883
Adjusted profit	35,997,872	82,365,224
Less-16. Capital allowances utilised	(35,081,766)	(74,957,817)
Taxable profit	916,106	7,407,407
Taxation (27% of profit)	257,349	2,000,000
Taxation (1% of turnover)	1,484,856	2,025,384
Opening balance	13,910,765	16,885,381
Tax paid	(4,500,000)	(5,000,000)
Charge for the year	1,484,856	2,025,384
Closing Balance	10,895,621	13,910,765

17. Capital grant

	31-Dec-20 GMD	31-Dec-19 GMD
Opening balance	88,526,984	97,510,016
Overstated-written Off	(266,450)	-
Addition	1,290,000	1,335,000
	89,550,534	98,845,016
Amortised and released to income Statement	(9,340,875)	(10,318,032)
Closing balance	80,209,659	88,526,984

17.1. Overstated written-off: This amount represents the value of assets wrongfully recognized as capital grant (office machines and equipment) from Turkey in previous years but were not received. It is inclusive of the cost of D365,000 and total amortization of (D99,050).

17.2. Capital grant

	BUILDING	MOTOR VEHICLE	MOTOR CYCLE	OFFICE MACHINES & FF/EQUIPMENT	TV AND RADIO EQUIPMENT	GENERATOR	TOTAL	2019
	D	D		D		D	D	D
Openng	12,618,469	5,387,051	101,250	1,090,949	68,293,502	1,035,763	88,526,984	97,510,016
Overstaed-written Off (17.2.2.)				(365,500)			(365,500)	-
Additions (17.2.3.)		1,290,000	-	-	-	-	1,290,000	1,335,000
	12,618,469	6,677,051	101,250	824,499	68,293,502	1,035,763	89,550,534	98,845,016
Amortised-written Off (17.2.2.)				99,050				
Amotised amount	(630,923)	(1,669,263)	(25,313)	(82,450)	(6,829,350)	(103,576)	(9,340,875)	(10,318,032)
Closing	11,987,545	5,007,788	75,938	742,049	61,464,152	932,187	80,209,659	88,526,984

17.2.1. This represents grants from the government of the Gambia, Turkish, Dept of Water Resources, and China.

17.2.2. Overstated written-off: This amount represents the value of assets wrongfully recognized as capital grant (Office machines and Equipment) from Turkey in previous years but were not received. It is inclusive of the cost of D365,000 and total amortization of (D99,050).

17.2.3. The Additions represents the value of vehicles received from the China Embassy in 2020 adjusted as capital grant.

18. Retained Earnings

		31-Dec-20 GMD	31-Dec-19 GMD
Opening balance		54,845,265	(1,323,035)
Prior year adjustment	18.1,18.2	(2,426,058)	(7,349,657)
		52,419,209	(8,672,692)
Profit for the year		19,795,169	63,517,957
Closing balance		72,214,378	54,845,265



18.1. Prior year adjustments relate to omitted information (invoices, contract) that aroused through reconciliations with suppliers and customers, and wrongfully recognized grant which affect closed periods (prior periods).

18.2. Prior year adjustments

Omitted expenses in previous years (studio, decorations, internet and electricity bills)	646,310
Overstated revenue in previous years (TV/Radio advertisement and amortised capital grant)	<u>1,779,748</u>
TOTAL	<u>2,426,058</u>

19. Related Party Transaction

GRTS is a 100% state owned corporation and the following transactions occurred with other state-owned companies which are considered as related party transactions. Transactions for these balances occurred at arm's length.

	31-Dec-20	31-Dec-19
User fees received from related party transaction	GMD	GMD
User fees- Gamcel	7,565,613	8,100,531
User fees- Gamtel	1,100,000	1,222,351
	<u>8,665,613</u>	<u>9,322,882</u>

20. Contingent liabilities

The corporation has no contingent liability nor is it involve in any litigation which may result in the transfer of assets or incurring of expenses.

21. Subsequent event

There was no material event subsequent to the preparation of the financial statements to disclose.