

ANNUAL REPORT



2009

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Vision

- To make NAMPA the leading information communication company in the country, a comprehensive news, information and communication services provider, committed to excellence and customer satisfaction.

Mission

- To present to the public a timeous, objective, impartial news service and other reliable, affordable information communication products aimed at contributing to nation building and the economic development of the country.

Objectives

- To collect and produce local, regional, international news and feature articles, other information products and services through own reporters, correspondents, stringers, and other personnel, subscriptions to or exchange with other national or international news agencies or other means
- To distribute such news and services, material and feature articles to subscribers against payment either in the form of subscription fees or news exchange or on other terms as may be agreed upon
- To present complete objective and impartial information on any matter of public, national or international interest within and outside Namibia

Values

- NAMPA shall conduct and manage its business in an effective, efficient and ethical manner in accordance with the corporate values we share in the Agency.

The Board of Directors



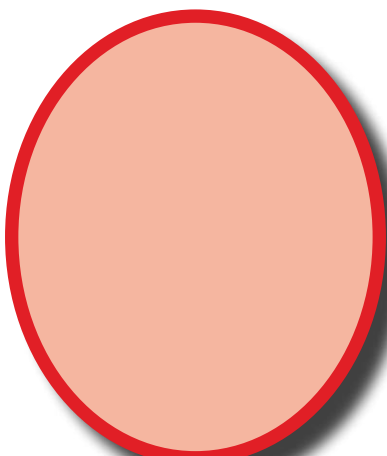
M. Hinda - Mbaziira - *Chairperson*



V. Tonchi - *Vice-Chairperson*



E. Haiyambo - *Board Member*



Vacant - *Board Member*



H. Basson - Namundjebo - *Board Member*

Management and Senior Staff



N. Hamunime - CEO



C. Shipanga - Manager
Editorial Services



H. Armstrong - Head of Finance &
Administration



S. Kadhikwa - Head of Marketing and
Business Development



K. Fisch - Head of IT



T. Katamila - News Editor



N. Diergaardt - Sports Editor



F. Itenge - Sub-Editor



J. Nekaya - Chief Photographer

Message of the Chairperson

I am pleased to once more provide a summary of account on the operations of the Namibia Press Agency (NAMPA) to the shareholder for the financial year 2008/9.

Significant efforts were made to improve the operational efficiency and effectiveness of the Agency in fulfilling its mandate as a dependable national news provider.

The progressive improvement in the coverage and presentation of news and services since last year is very commendable.

Equally, the further enhancement of the editorial news processing system and utilization of IT in general, has assured an efficient service delivery to clients both at home and abroad.

While the operations have been quite satisfactory, NAMPA is still struggling to overcome the negative effects of the initial successive underfunding which have led to the current financial difficulties.

These could however be overcome, if income generating projects as approved by the Board and presented to the line Ministry are implemented.

Government already provided funding for these projects as reflected in our three year Corporate Plan.

I wish to thank fellow Board members, management and entire staff for making tireless efforts to ensure that NAMPA fulfills its national obligations.

I also wish to thank the shareholding Minister for the support and guidance.



A handwritten signature in black ink, consisting of stylized letters, positioned above a horizontal line.

M. Hinda-Mbaziira
Chairperson

Report of the Chief Executive Officer

During the year under review, NAMPA continued to improve its operations in order to satisfy the public demand for local and foreign news, provide efficient and relevant services to our clients, market the country internationally and contribute to Namibia's socio-economic growth.



In recognition of the numerous challenges facing the News Agencies as a result of continuous advancements in Information Communication Technology, the Agency organized a planning workshop in April 2008, aimed at strategizing on how best to respond to these emerging challenges in order to thrive and remain relevant in the news and media industry.

A shift in reporting and news coverage was made from mainly coverage of spot news to a detailed developmental and educational reporting, which can provide useful information to advance the development of our people and thus make a difference in their lives.

Emphasis was placed mainly on providing information about government policies, business, economics, finance, development projects and investment opportunities and other activities throughout the country.

These types of products offered considerably improved customer satisfaction and the client base of NAMPA, especially the media houses.

As explained in previous reports, news agency operations are essentially public service rendering by nature, very cost intensive and less profitable.

Due to high costs associated with news operations as well as the historical inadequate funding of NAMPA by the shareholder, financial problems continue to present the biggest challenge to the Agency.

Partial funding for a new commercial project was provided from 2007/8 and is to be implemented as soon as full funding is provided in 2009/10.

Income from subscription increased by 12% in 2008/9 compared to 2007/8.

The subsidy received for Programme 1 for 2008/9 year was N\$ 9 000 000.00 compared to N\$ 7 200 000.00 of the prior year, which represents an increase of N\$ 1 800 000.00.

The subsidy for Programme 2 and 3 remained N\$1 000 000.00 and 1 500 000.00 respectively as in the previous financial year.

Operational expenditure increased by N\$ 3 451 600.00 from N\$6 245 245.00 in 2007/8 to N\$9 697 844.00 in 2008/9. This was mainly due to the further provision for penalties and interest

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due to the Receiver of Revenue amounting to N\$ 5 017 534.00, which arose as a result of underfunding by the shareholder in prior years.

NAMPA has so far managed to pay off the PAYE and VAT outstanding from previous years amounting to N\$1 870 071.00.

As a result of the accumulation and provisioning for penalties and interest, NAMPA incurred a loss of N\$817 633.00 in the current year compared to a profit of N\$ 422 592.00 in 2007/8.

Income from IT was N\$443 655.00 compared to N\$403 434.00 in 2007/8, which is more or less the same for the 2 years as there were no new IT projects.

While NAMPA has the capacity to render IT services, it has not been possible to tender for the many IT projects in the public sector for the past few years due to poor standing with the Receiver of Revenue.

Interest received was N\$409 282.00 compared to N\$129 677.00 in 2007/8. This interest accumulated on funds for Programme 3 for this year and prior year and was invested in anticipation of implementation of the projects.

Other income was N\$22 020.00 compared to N\$44 635.00 in 2007/8.

Improved valuation of the main office building and the property in Pionierspark, which was donated by government to NAMPA in 2006 caused an increase of N\$2 931 000.00 in the value of land and buildings.

Plans are now underway to utilize the building in Pionierspark for income generation.

NAMPA's total current liabilities exceeded its total current assets by N\$ 4 270 750.00 as at 31 March 2008/9, compared to N\$ 3 242 504.00 in 2007/8.

It is hoped that an agreement will soon be reached with the Ministry of Finance on the settlement of interest and penalties accrued.

Despite the numerous difficulties, NAMPA recorded a number of operational achievements during the year.

There has been a remarkable improvement in general operations and strengthening of service rendering. This was achieved through:

- A well organized and motivated staff
- Improved quality and quantity of products
- The provisioning of necessary tools to reporters to send news and pictures from anywhere
- Addition of new functionalities to the news processing system to make access to news easier by subscribers
- Efficient administrative and support services
- Cost effective utilization and better control of resources
- Improved expenditure control

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- Improved revenue collection
- Effective marketing of services
- Timely production of necessary management information reports
- Timeous liaison and client support services
- Practical Business development proposals

I wish to thank the shareholder, for the understanding and sympathy expressed in trying to make the scarce resources available, albeit limited, to enable NAMPA to continue carrying out its national obligations.

Finally I wish to thank the Board and staff for their commitment and dedication to the successful operations of the Agency.



N. Hamunime
Chief Executive Officer



REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
NAMIBIA PRESS AGENCY
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2009

Published by authority

Price (Vat excluded) N\$ 26.56
Report no: 736

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REPUBLIC OF NAMIBIA



TO THE HONOURABLE SPEAKER OF THE NATIONAL ASSEMBLY

I have the honour to submit herewith my report on the accounts of the Namibia Press Agency for the financial year ended 31 March 2009, in terms of Article 127(2) of the Namibian Constitution. My report is transmitted to the Agency in terms of Section 15(1) of the Namibia Press Agency Act, 1992 (Act 3 of 1992) to be laid upon the Table of the National Assembly by the Minister of Information and Broadcasting in terms of Section 15(3) of the Act.

WINDHOEK, September 2009

JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL

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REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE NAMIBIA PRESS AGENCY FOR THE FINANCIAL YEAR ENDED

31 MARCH 2009

1. INTRODUCTION

The Namibia Press Agency delivers an agency service for the collection of news and information and distribution of such news and information to subscribers and has been established by the Namibia Press Agency Act, 1992, (Act 3 of 1992). The accounts of the Namibia Press Agency for the year ended 31 March 2009 are being reported on in accordance with the provisions set out in the State Finance Act, 1991 (Act 31 of 1991) and the Namibia Press Agency Act, 1992 (Act 3 of 1992).

The firm BDO Spencer Steward (Namibia) has been appointed under the provisions of Section 26(2) of the State Finance Act, 1991, to perform the audit on behalf of the Auditor-General and under his supervision.

The main activities of the Agency are to provide news and information collection and distribution services to the Government of the Republic of Namibia and the public at large by establishing an appropriate network with suppliers of the news and information on the one hand and customers on the other hand.

The principal objectives are to be customer need driven and to improve the quality of services to customers, be they in public or private sector. Other objectives are to compile annual financial statements and achieve efficiency and quality of service targets as set by the Minister.

Figures in the report are rounded off to the nearest Namibian Dollar.

2. FINANCIAL STATEMENTS

The Agency's annual financial statements were submitted to the Auditor-General by the Chief Executive Officer in compliance with Section 15 of the Namibia Press Agency Act, 1992. The audited annual financial statements published in this report are filed in the Office of the Auditor-General. The abridged balance sheet at annexure A, is a true reflection of the original. The following annexures are also attached to this report:

- Annexure B: Abridged income statement
- Annexure C: Cash flow statement
- Annexure D: Notes to the financial statements

3. SCOPE OF THE AUDIT

The financial statements of the Agency for the period ended 31 March 2009 have been audited under the provisions of Section 15 of the Act and Section 25(1)(b) of the State Finance Act, 1991 (Act 31 of 1991).

The Chief Executive Officer is responsible for the preparation of the annual financial statements and for ensuring the regularity of the financial transactions. It is the responsibility of the Auditor-General to form an independent opinion, based on the audit, on those statements and on the regularity of the financial statements included in them and to report his opinion to the National Assembly.

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The audit as carried out by the said firm, included:

- a) examination on a test basis of the evidence relevant to the amounts, disclosure and regularity of financial transactions included in the financial statements;
- b) assessment of the significant estimates and judgements made by the Chief Executive Officer of the Agency in preparation of the financial statements; and whether the accounting policies are appropriate to the Agency's circumstances, consistently applied and adequately disclosed; and
- c) evaluation of the overall adequacy of the presentation of information in the financial statements.

The audit was planned and performed so as to obtain all the information and explanations considered necessary to provide sufficient evidence to give reasonable assurance that:

- the financial statements are free from material misstatement, whether caused by error, fraud or other irregularities;
- in all material respects, the expenditure and income have been applied to the purposes intended; and
- the financial transactions conform to the authorities which govern them.

4. AUDIT OBSERVATIONS AND COMMENTS

4.1 Receiver of Revenue - PAYE & VAT

The audit revealed that the Agency has paid the outstanding amounts on PAYE and VAT debts with the Receiver of Revenue. Interest and penalties have accumulated over the years and currently debts are N\$ 7 572 310 (2008: N\$ 4 471 489) and N\$ 658 683 (2008: N\$ 660 240) for PAYE and VAT respectively. The Agency will experience cash flow difficulties if these debts are settled. Furthermore the settlement of these debts may eventually lead to going concern difficulties.

The Agency has written letters to its line ministry, the Ministry of Information and Communication Technology for the waiving of penalties and interest by the Receiver of Revenue but as at the completion of the audit no positive feedback was received.

4.2 Going concern

The annual financial statements were prepared on a going concern basis, although the balance sheet demonstrates solvency and liquidity difficulties. These difficulties stem from the following:

- Negative net current asset position, which demonstrates that the Agency is technically insolvent. (From the records presented, this seems to be a historical problem as the Agency appears to have been underfunded since commercialization in 2001).
- Substantial trading losses for the past years although profits were shown during the previous two years.

If strategic decisions to reduce the reliance on Government grants, the increase of the income streams or the reduction of expenditure patterns are not taken, the Agency's foreseeable future may be doubtful.

The reasons as to why this predicament did not lead to an appropriate audit qualification were as follows:

- The Agency is receiving subsidies from the Namibian Government, the sole shareholder, who did not indicate so far that future budgetary allocations would not be honoured.

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- Budgets for the next two years (if implemented) reflected positive trends i.r.o. decreasing operational losses and increases in revenue earnings from additional projects thus easing the Agency's liquidity problems.
- The Agency was generating profits for the previous two years. The current year loss could have been a profit, if it was not for the further provision of penalties and interest on the outstanding VAT and PAYE Liability (Refer to paragraph 4.2) to the amount of N\$ 5 017 534.

It is recommended that management should ensure that:

- The Agency should increase revenue either by increasing tariffs and subscription fees or diversify its operations as a matter of urgency.
- The Agency should negotiate with the Government for an increase in subsidies which could be used to either assist with the diversification of the business direction or to settle significant debts.
- The need from outside grants or soft loans as a cash injection may also be considered.

5. ACKNOWLEDGEMENT

The co-operation and assistance given to the auditors by the Agency's personnel during the audit is appreciated.

6. FINANCIAL RESULTS

	N\$	N\$	Balance N\$
Accumulated surplus as at 01/04/2008			(2 059 547)
Revenue			
Subscription news		2 115 129	
IT Trading income		443 655	
Interest received		409 282	
Sundry income		22 020	
Government subsidy		11 500 000	
Total income		14 490 085	
Expenditure			
Cost of sales - Subscription news	5 237 937		
Cost of sales - IT Trading	371 937		
Administrative expenditure	9 697 844		
Total expenditure	15 307 718		
Net loss for the year 2009			(817 633)
Accumulated loss at 31/03/2009			(2 877 180)

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7. CURRENT BANK ACCOUNT AND SHORT TERM DEPOSITS

The bank statement of the current account reflected a favourable balance at year-end and the balances kept in short term deposits are as follows:

	2009	2008
	N\$	N\$
Call account	368 576	38 448
Current account	177 448	380 745
32 Days notice deposit	533 151	2 405 031
Namibia Cash Plus Fund	3 925 247	138 864
Cash on hand	1 095	725
	5 005 518	2 963 813

8. INVESTMENTS AND INTEREST PROCEEDS

No long term investments have been made. On 31 March 2009 interest received on short term deposits amounted to N\$ 409 282 (2008: N\$ 129 677).

9. DISPOSAL OF PROPERTY

The Agency disposed of assets with a net book value of N\$ 640 (2008: N\$ 1 311).

10. TARIFF ADJUSTMENTS

The Agency adopted a policy whereby tariffs are being reviewed annually and adjusted if found necessary. A 10% increase on subscription fees was affected during the year under review.

11. PAYROLL COSTS

Payroll expenses have increased by 4% during the year under review. This increase is mainly due to salary increments and restructuring.

	2009	2008	Variance	Percentage
	N\$	N\$	N\$	%
Administration pay costs	1 354 605	1 359 480	(4 875)	0%
Editorial service pay costs	3 648 221	3 477 880	170 341	5%
IT Department pay costs	699 093	496 539	202 554	41%
Management pay costs	974 178	1 061 691	(87 513)	(8%)
Total	6 676 097	6 395 590	280 507	4%

12. AGENCY BOARD MEMBERS

Allowances for Board members of the Agency decreased by 59% to N\$ 32 500 (2008: NS 78 500) during the year under review.

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13. TRADING DIFFICULTIES

The annual financial statements indicate significant doubt that the Agency is commercially solvent stemming from severe trading difficulties. The situation raises fears that the Agency may not be a going concern in future if an urgent strategic re-think is not undertaken. The loss incurred in the current year is mainly due to the further provision of penalties and interest due to the Receiver of Revenue.

14. AUDIT OPINION

The accounts of the Namibia Press Agency for the financial year ended 31 March 2009, summarized in Annexure A to C, were audited in terms of the provisions of Section 15 of the Namibia Press Agency Act, 1992 (Act 3 of 1992) and read with Section 25(1)(b) of the State Finance Act, (Act 31 of 1991).

Attention is drawn to the fact that the Agency's total current liabilities exceeded its total current assets by N\$ 4 265 089 (2008: N\$ 3 242 504) as at 31 March 2009. These conditions indicate the existence of a material uncertainty, which cast significant doubt on the Agency's ability to continue as a going concern.

In my opinion these financial statements are a true view of the Namibia Press Agency's (NAMPA) net assets as at 31 March 2009 and of its operational profit and cash flows for the year then ended, and have been properly prepared in accordance with the NAMPA Act, 1992 and the State Finance Act, (Act 31 of 1991).

WINDHOEK, September 2009

JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL

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ANNEXURE A

NAMIBIA PRESS AGENCY

BALANCE SHEET AS AT 31 MARCH

	Notes	2009 N\$	2008 N\$
ASSETS			
Non-current assets			
Property, plant and equipment	6	10 920 966	7 157 976
Current assets			
Other debtors	7	117 391	105 263
Accounts receivable	8	217 050	223 005
Cash and cash equivalents	9	5 005 517	2 963 813
TOTAL ASSETS		16 260 924	10 450 057
EQUITY AND LIABILITIES			
Share capital			
Government contributions - Assets transferred		1 981 816	1 256 816
Revaluation account		7 279 747	4 348 747
Retained income/(loss)		(2 059 547)	(2 482 137)
Operating (loss)/profit for current year		(817 633)	422 592
Current liabilities			
Accounts payable	10	304 913	338 425
Other payables	11	970 777	977 405
Finance lease	12	98 364	87 027
Receiver of revenue		8 230 993	5 131 729
Non-current liabilities			
Finance lease	12	271 494	369 453
TOTAL EQUITY AND LIABILITIES		16 260 924	10 450 057

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ANNEXURE B

NAMIBIA PRESS AGENCY

DETAILED INCOME STATEMENT AT 31 MARCH

	Notes	2009 N\$	2008 N\$
REVENUE	1.1	2 558 783	2 293 139
Subscription news		2 115 129	1 889 705
IT Trading income		443 654	403 434
LESS: COST OF SALES		5 609 871	5 498 614
Subscriptions fees and editorial pay costs		5 237 934	4 893 883
IT Trading – Maintenance		371 937	604 731
Gross loss		(3 051 088)	(3 205 475)
Government subsidy	2	11 500 000	9 700 000
Total contribution to running costs		8 448 912	6 494 525
LESS : ADMINISTRATIVE EXPENSES		9 697 847	3 589 420
Administration pay costs		1 354 605	1 359 480
Advertisements and promotion		30 773	17 670
Audit fees		30 074	31 455
Bad debts		5 829	156 979
Bank charges		19 124	16 334
Board members - Other expenses	3	549	1 276
Board members sitting allowance	3	32 500	78 500
Building maintenance		70 469	78 436
Casual staff pay costs		13 177	121 631
Computer stationery		11 671	4 957
Consulting fees		20 636	16 233
Depreciation		224 890	114 549
Donations		1 200	-
Electricity and water		91 596	121 283
Entertainment: Board and management		20 012	9 828
Insurance		95 728	73 778
Interest paid		59 928	22 743
Interest paid - Inland Revenue		3 508 021	1 364 288
Balance carried forward		5 590 782	2 905 105

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ANNEXURE B

NAMIBIA PRESS AGENCY

DETAILED INCOME STATEMENT AT 31 MARCH (continued)

	Note	2009 N\$	2008 N\$
Balance brought forward		5 590 782	2 905 105
		4 107 065	2 656 825
IT Department pay costs		699 093	496 540
Legal fees		5 145	5 435
Leasing charges	4	103 678	122 890
Loss on forex		5 311	4 398
Management pay costs		974 178	1 061 692
Materials and supplies		9 041	10 889
Motor vehicle expenses		196 578	85 439
Office rental – Regions		16 917	14 107
Office stationery		22 752	32 562
Penalties - Inland Revenue		1 509 513	403 899
Postage and courier charges		8 881	6 363
Publication printing		2 025	-
Rentals - photocopier		19 875	-
Security costs		2 889	44 202
Telephone and fax		112 131	94 821
Taxes withheld – Foreign		8 665	7 088
Telephone IT dedicated line		243 472	207 750
Training and workshops		43 284	3 395
Transport allowances – Cleaners		7 670	7 200
Travel and accommodation		115 967	48 155
Net operating (loss)/profit		(1 248 935)	248 280
Other income		431 302	174 312
Interest received		409 282	129 677
Profit on sale on disposal of assets		7 308	23 176
Sundry income		14 712	21 459
NET (LOSS) / PROFIT FOR THE YEAR		(817 633)	422 592

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ANNEXURE C

NAMIBIA PRESS AGENCY

CASH FLOW STATEMENT AS AT 31 MARCH 2009

	Notes	2009 N\$	2008 N\$
Cash flows from operating activities			
Cash receipts from customers		2 564 738	2 625 498
Receipts from Government subsidies		11 500 000	9 700 000
Cash paid to suppliers and employees		(11 961 195)	(9 519 032)
Cash utilized by operations	9.1	2 103 543	2 806 466
Investment income		409 282	129 677
Finance charges		(59 928)	(22 744)
		2 452 897	2 913 399
Cash flows from investing activities			
Property, plant and equipment acquired/revaluated		(332 519)	(797 852)
Property, plant and equipment disposed		7 948	24 487
		(324 571)	(773 365)
Cash flows from financing activities			
Finance lease		(86 622)	369 454
		2 041 704	2 509 488
Net change in cash and cash equivalents			
Cash and cash equivalents at beginning of year		2 963 813	454 325
Cash and cash equivalents at end of year	9.2	5 005 517	2 963 813

NAMIBIA PRESS AGENCY

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2009

1. PRINCIPAL ACCOUNTING POLICIES

The annual financial statements are compiled in accordance with the historical convention modified by the restatement of financial instruments to fair value, except where otherwise stated.

The principal accounting policies of the Agency, which are set out below, had been consistent and comply with Namibian Statements of Generally Accepted Accounting Practices. The financial statements have been prepared in accordance with the requirements of the Namibia Press Agency Act, 1992 (Act 3 of 1992).

1.1 Revenue recognition

Revenue from services is recognized when the service is rendered. Revenue excludes VAT.

1.2 Property, plant and equipment

Fixed assets are stated at cost or at valuation where assets have been acquired by grant or donation, less depreciation written off over the expected useful lives as determined by the Board from time to time.

Computer equipment	3 years
Furniture and fittings	7 years
Motor vehicles	4 years

No depreciation is charged on property since it is considered to be an investment.

1.3 Leased assets

Leases of property, plant and equipment where the company assumes substantially all the benefits and risks of ownership, are classified as finance leases. Finance leases are capitalized at the estimated present value of the underlying lease payments. Each lease payment is allocated between the liability and finance charges to achieve a constant rate on the finance balance outstanding. The corresponding rental obligations, net of finance charges, are included in other long-term payables. The interest element of the finance charge is charged to the income statement over the lease period. The property, plant and equipment acquired under finance leasing contracts are depreciated over the useful life of the assets.

Leases of assets under which all the risks and benefits of ownership are effectively retained by the lessor are classified as operating leases. Payments made under operating leases are charged to the income statement on a straight-line basis over the period of the lease.

2. GOVERNMENT SUBSIDY

The Government subsidy received by the Agency during the year amounted to N\$ 11 500 000 (2008: N\$ 9 700 000).

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ANNEXURE D

NAMIBIA PRESS AGENCY

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2009 (continued)

3. BOARD MEMBERS REMUNERATION

2009		
Meeting costs	Other costs	Total
N\$ 32 500	N\$ 549	N\$ 33 049
2008		
Meeting costs	Other costs	Total
N\$ 78 500	N\$ 1 276	N\$ 79 776

4. LEASING COSTS

The Agency has an operating lease on vehicles over a period of 2 years for which the Agency has paid N\$ 103 678 (2008: N\$ 122 890) during the year under review.

5. TAXATION

The Agency is not subject to Namibian income tax as per enabling Act 3 of 1992.

6. PROPERTY, PLANT AND EQUIPMENT

2009	Land and buildings	Computer equipment	Furniture & fittings	Motor vehicles	Total assets
	N\$	N\$		N\$	N\$
Carrying amount at 01/04/2008	6 573 620	147 264	20 844	416 248	7 157 976
At cost	1 284 873	974 468	117 439	464 649	2 841 429
At valuation	5 288 747	304 294	19 970	-	5 613 011
Accumulated depreciation	-	(1 131 498)	(116 565)	(48 401)	(1 296 464)
Additions/Valuation during the year	3 724 380	163 587	100 552	-	3 988 519
Disposal during the year	-	(640)	-	-	(640)
Depreciation during the year	-	(90 369)	(18 359)	(116 162)	(224 890)
Carrying amount at 31/03/2009	10 298 000	219 842	103 037	300 086	10 920 965
At cost	1 284 873	1 135 750	217 991	464 649	3 103 263
Adjustment	-	-	(10 487)	-	(10 487)
At valuation	9 013 127	304 294	19 970	-	9 337 391
Accumulated depreciation	-	(1 220 202)	(124 437)	(164 563)	(1 509 202)

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ANNEXURE D

NAMIBIA PRESS AGENCY

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2009 (continued)

2008	Land and buildings	Computer equipment	Furniture & fittings	Motor vehicles	Total assets
	N\$	N\$		N\$	N\$
Carrying amount at 01/04/2007	6 407 000	44 259	24 725	-	6 475 984
At cost	1 118 253	855 668	103 579	-	2 077 500
At valuation	5 288 747	304 294	19 970	-	5 613 011
Accumulated depreciation	-	(1 115 703)	(98 824)	-	(1 214 527)
Additions during the year	166 620	152 723	13 860	464 646	797 852
Disposal during the year	-	(1 311)	-	-	(1 311)
Depreciation during the year	-	(48 407)	(17 741)	(48 401)	(114 549)
Carrying amount at 31/03/2008	6 573 620	147 264	20 844	416 248	7 157 976
At cost	1 284 873	974 468	117 439	464 649	2 841 429
At valuation	5 288 747	304 294	19 970	-	5 613 011
Accumulated depreciation	-	(1 131 498)	(116 565)	(48 401)	(1 296 464)

	2009 N\$	2008 N\$
7. OTHER DEBTORS		
Salary advances	5 408	5 415
Home loan guarantee	-	22 615
Rent deposit	700	700
Other	38 500	-
Sundry debtors	72 783	76 533
	117 391	105 263
8. ACCOUNTS RECEIVABLE		
Accounts receivable	430 659	436 614
Provision for doubtful debts	(213 609)	(213 609)
	217 050	223 005
9. NOTES TO THE CASH FLOW STATEMENT		
9.1 Cash (utilized by) generated from operating activities:		
Net (loss) / profit	(817 633)	422 592
Adjustments for :		
- Investment income	(409 282)	(129 677)
- Prior year adjustment	-	-
- Profit on sale of assets	(7 308)	(23 176)
- Loss on foreign exchanges	5 311	4 398
- Movement in provisions	-	(39 319)
- Finance costs	59 928	22 744
- Depreciation	224 890	114 549
Operating capital before working capital changes	(944 094)	372 111

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ANNEXURE D

NAMIBIA PRESS AGENCY

NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2009 (continued)

Working capital changes :	N\$	N\$
- Decrease / (increase) in other debtors	(17 439)	430 353
- (Increase)/decrease in accounts receivable	5 955	-
- (Decrease) / increase in accounts payable	3 059 120	2 004 002
Cash utilized by operating activities	2 103 543	2 806 466

9.2 Cash and cash equivalents

Cash and cash equivalents consist of cash on hand and balances with banks, and investments in money market instruments. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet accounts:

Cash on hand	1 095	725
Standard Bank - Call account	368 576	38 448
Standard Bank - 32 Days notice account	533 151	2 405 031
Standard Bank - Current bank account	177 448	380 745
Standard Bank - Namibia Cash Plus Fund	3 925 247	138 864
Cash and cash equivalents	5 005 517	2 963 813

10. ACCOUNTS PAYABLE

Trade payables	304 914	338 425
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11. OTHER PAYABLES

Office of the Auditor General	-	42 700
Income received in advance	60 246	50 709
Provision for Leave	540 400	578 941
Provision for bonuses	196 111	188 662
Employees cost accruals	174 020	91 383
Accruals	-	25 010
	970 777	977 405

12. FINANCE LEASE

Payable within one year	98 364	87 027
Long term portion	271 494	369 454
	369 858	456 481

Above liabilities under instalment sale agreement are payable over a period of thirty eight months, at an effective interest rate of 12.75% with a monthly instalment of N\$11 933 and are secured by motor vehicles with a total book value of N\$ 298 710.

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