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CHAIRPERSON'S REVIEW



During the 2011/2 financial year, NAMPA reached milestones in its quest to provide the Namibian nation with the necessary news and information.

The Agency strengthened its news collection and information dissemination through improved utilisation of ICT and diversified its news provision to include the preparations to introduce audio visual services in 2013.

The client base considerably increased to include almost all daily and weekly newspapers as well as radio stations.

The mobile news service which was launched a year earlier, has continued to attract a lot of interest with thousands of visits recorded.

The reorganisation within the editorial division as well as regional representation has considerably improved the production and quality of services, an indication that we are indeed moving in the right direction.

We are further greatly encouraged by the improved support by the shareholder, both in terms of improved operational funding as well as willingness to support commercial projects which are aimed at improving the financial position of the Agency.

Already, preliminary approvals have been granted to start with the implementation of some of the commercial projects and it is our belief that they will be implemented in the near future.

Lastly, I wish to extend my thanks to the Board, management and staff for their commitment and dedication in making sure that our nation is sufficiently empowered through knowledge and information as well as promoting our country through news exchange with other national agencies.

A handwritten signature in black ink, appearing to read 'R. R. Diergaardt', written over a horizontal line.

R. R. Diergaardt

Chairperson

THE BOARD OF DIRECTORS



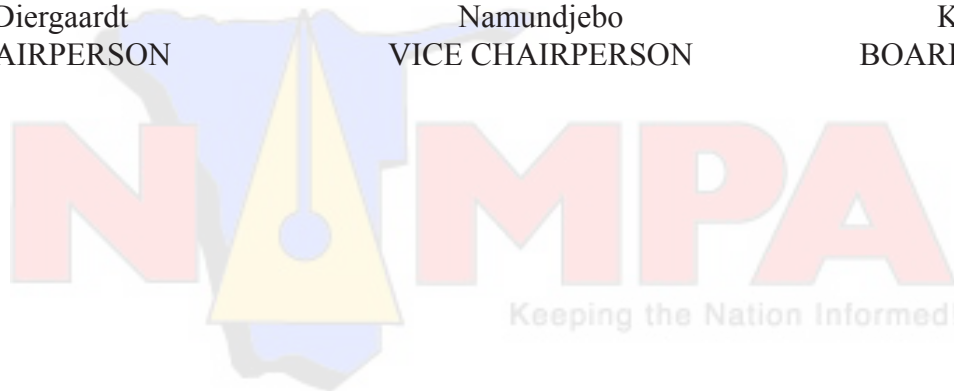
Raymond Reginald
Diergaardt
CHAIRPERSON



Hilda Basson-
Namundjebo
VICE CHAIRPERSON



Erenstine Meundjukuye
Kalomo
BOARD MEMBER



Christian Mundinda
Maketo
BOARD MEMBER



Gerson Kamatuka
BOARD MEMBER



Nghidinwa Hamunime
CHIEF EXECUTIVE
OFFICER

CHIEF EXECUTIVE OFFICER'S REPORT



1. INTRODUCTION

It is once more my privilege to present, a summary of account of the operations and performance of the Agency, for the period starting 1 April 2011 to 31 March 2012.

2. EDITORIAL OPERATIONS

2.1 Existing Services

Following the introduction of the position of Assistant News Editor, to actively lead and re-orientate the operations of the newsroom, our editorial output improved considerably, both in quality and quantity.

The employment of the Assistant News Editor brought back to the newsroom the spirit of hard work, commitment, dedication and team work, which are important ingredients to the success of any newsroom.

Despite limited resources, our reporters at Head Office and the regions, worked tirelessly throughout the year to make sure that the Agency covered all relevant news and information for public consumption.

Contributing to this good performance were the regional offices, which, sometimes even exceeded expectations.

Most of the regional reporters pursued original story ideas and ensured that they covered most of the events taking place in their respective regions.

2.2 Editorial operation highlights

NAMPA covered the Southern African Development Community (SADC) Summit in Angola.

The news agency did a great job in covering the 2011 Commonwealth/Namibia International investment Forum which was held in Windhoek on 29 and 30 November.

NAMPA even got the contract to provide official photographic services for the Forum.

The Environment Desk covered and investigated a wide range of issues, from seal culling to the opening of new conservancies; from the Meatco ownership debacle to the poisoning of lions and rhinos in protected national areas.

NAMPA also covered the 10th All Africa Games in Maputo, Mozambique from 28 August to 19 September 2011.

A NAMPA reporter travelled to Germany on 25 September 2011, accompanying a delegation of Nama and OvaHerero people who went there to repatriate the skulls of our ancestors who were killed in the 1904 to 1908 genocide.

This trip was partly sponsored by the Ministry of Information and Communication Technology.

The head of our business desk covered the Investors' Forum in Dubai in April 2011 and she later travelled with the Deputy Minister of Trade and Industry to Spain and Italy from 17 to 29 September 2011, covering major business conferences and meetings.

These trips were sponsored by the Ministry of Trade and Industry.

During the period under review, our Chief Photographer also travelled to Zambia with President Hifikepunye Pohamba for the celebration of that country's 47th independence anniversary in October 2011.

2.3 Envisaged Improvement of Services

NAMPA Editorial Division is working to increase subscription, by continuing to improve on the quality of our products and services.

The Agency will seek to introduce audio-visual and public relations news services in order to access more subscribers and increase revenue.

It will also explore means through which to increase revenue through our MobiSite and radio bulletin services.

3. IT SERVICES

Through the utilization of ICT, we have been able to improve our service delivery and to drive the operations of NAMPA forward.

Our technical partner in South Africa, with whom NAMPA is rendering IT services to the government stores, QBCON, made a trip to Government stores to setup new system functionalities and install new servers.

A new wireless network for government stores in Katima Mulilo was setup by NAMPA.

The news exchange with the Indonesian News Agency, ANTARA was restored following the visit by our Head of IT services to that country to resolve technical problems, which were preventing the service from operating properly.

4. MARKETING AND BUSINESS DEVELOPMENT

4.1 Subscription to NAMPA news Services

Considerable efforts were made to bring back key accounts of subscribers who terminated their contracts during the 2010/11 financial year because of new tariffs which were introduced by NAMPA.

As a result, new contracts were signed with New Era and newspapers from the DMH group.

In addition, a new contract with the Villager newspaper which was newly launched at the time was also signed.

As can be seen from the list below, the mainstream of the media in Namibia is full-time subscribing to NAMPA services.

The following media houses and institutions were subscribing to NAMPA news services as at 31 March 2012: New Era, NBC, The Namibian, Radio Channel 7, Radio Kosmos, Radio Energy, The Southern Times, MICT, Polytechnic of Namibia, Radio Wave, Omulunga Radio, Windhoek Observer, Republikein, Namibian Sun, Allgemeine Zeitung, Villager.

An annual tariff adjustments ranging from 5-10% was implemented during the year under review.

4.2 Service Level Agreements

NAMPA continued rendering services to the Government Stores as well as the Lesotho News Agency (LENA).

The agreement with AIM of Mozambique was not signed due to financial difficulties cited by that agency but is expected to be signed in the next financial year.

4.3 New Business Projects

4.3.1 Housing Project

NAMPA applied to the City of Windhoek for the rezoning of its property in Pionierspark from residential with a bulk of 1:900 to 1:350 square metres.

This property is to be developed into rentable residential units for income generation.

Funds for this project amounting to N\$3.5 millions were allocated by the shareholder in the 2012/3 budget.

4.3.2 Printing Project

While this project is enjoying the shareholder's support, some preparations and consultations are still under way to give a final go ahead for its implementation.

4.3.3 Proposed new NAMPA Office Development

A proposal to develop NAMPA Head Office into a big office establishment was submitted and approved by the Board.

The main aim of the project is to increase and grow the asset base of NAMPA, through the development of a new building to house the increasing operations of the Agency and to generate income through rental of additional office space as well as parking space.

5. FINANCE & ADMINISTRATION

5.1 Finance

The finance sub-division performed reasonably well despite the resignation of the Head: Finance and Administration in August 2011.

There is an urgent need to find a qualified manager for the Finance and Administration division to ensure efficient performance and supervision.

An internal audit was conducted towards the end of 2011, to determine compliance with generally accepted practices as well as to recommend appropriate measures to be taken to ensure compliance and minimize risk in the organization.

5.1.1 Financial Performance

Subscription revenue for 2012 amounted to N\$2 813 051 compared to N\$ 1 726 339 for 2011.

The increase was due to improved subscription tariffs and the signing of new contracts with subscribers who had earlier terminated their contracts as a result of the tariffs adjustments.

The subsidy received for operations (Programme 1) for 2012 was N\$ 12 500 000, compared to N\$ 11 500 000 received in 2011.

Operational expenditure increased slightly by N\$ 311 672 in 2012 from N\$6 112 715 in 2011 to N\$ 6 424 387 in 2012. This is an increase of 5%.

Expenses to the amount of N\$21 760 were incurred for the mobile news project and N\$ 60 363 for the intended printing project.

A net profit of N\$ 3 015 247 was incurred in 2012 compared to the profit of 1 767 555 for 2011.

This is an increase of 70% and was due to an increase in subscription income and improved subsidy.

IT income reduced slightly to N\$512 684 compared to N\$560 240 in 2011.

5.2 Administration

5.2.1 Review of Policy Documents

During the reporting period, various administrative and finance policy documents were reviewed and updated.

The Board approved the revised Finance and Accounting policy as well as the updated Personnel Handbook.

5.2.2 Pension Fund

The process of transferring staff pension from GIPF to Old Mutual was finally completed effectively on 31 March 2012.

5.2.3 Personnel Matters

The Head of Finance and Administration, resigned from NAMPA in August 2011.

While the vacancy was advertised and interviews conducted towards the end of 2011, no suitable candidate could be employed due to a largely poor response and a high salary expectation by the recommended candidate.

With progress in the implementation of the Housing project and chances of starting with the printing and Head Office projects, there is a need to urgently review and upgrade the position of Head of Finance to Manager in order to attract suitable candidates.

The vacant position of Technician which was budgeted for in the 2011/2 financial year was filled in March 2012.

5.2.6 Visits and Meetings

Various management and staff meetings took place.

A planning and operational workshop for management and staff also took place in April 2011.

In October 2011, NAMPA hosted three senior officials from the Lesotho News Agency (LENA) for several days.

Their visit was a familiarisation tour through which LENA explored the full potential of our web-based newsroom system.

They also discussed other matters related to the co-operation agreement between the two news agencies.

Meetings with various diplomats like those of Indonesia and Algeria, to discuss cooperation with their national news agencies also took place.

5.2.7 Training

A number of in-house and external training workshops were conducted for reporters.

The Personal Assistant to the CEO, attended a training workshop on Skills for Executive Secretaries in November last year.

The Head of IT attended a training workshop on the Solaris administrative software system (used at government stores), in Johannesburg in February 2012.

6. CONCLUSION

I wish to thank the Board and staff for the efforts they put in to fulfill the mandate of NAMPA and to drive the Agency forward.

My sincere thanks also goes to our loyal customers and subscribers for their continued support.



N. Hamunime
Chief Executive Officer

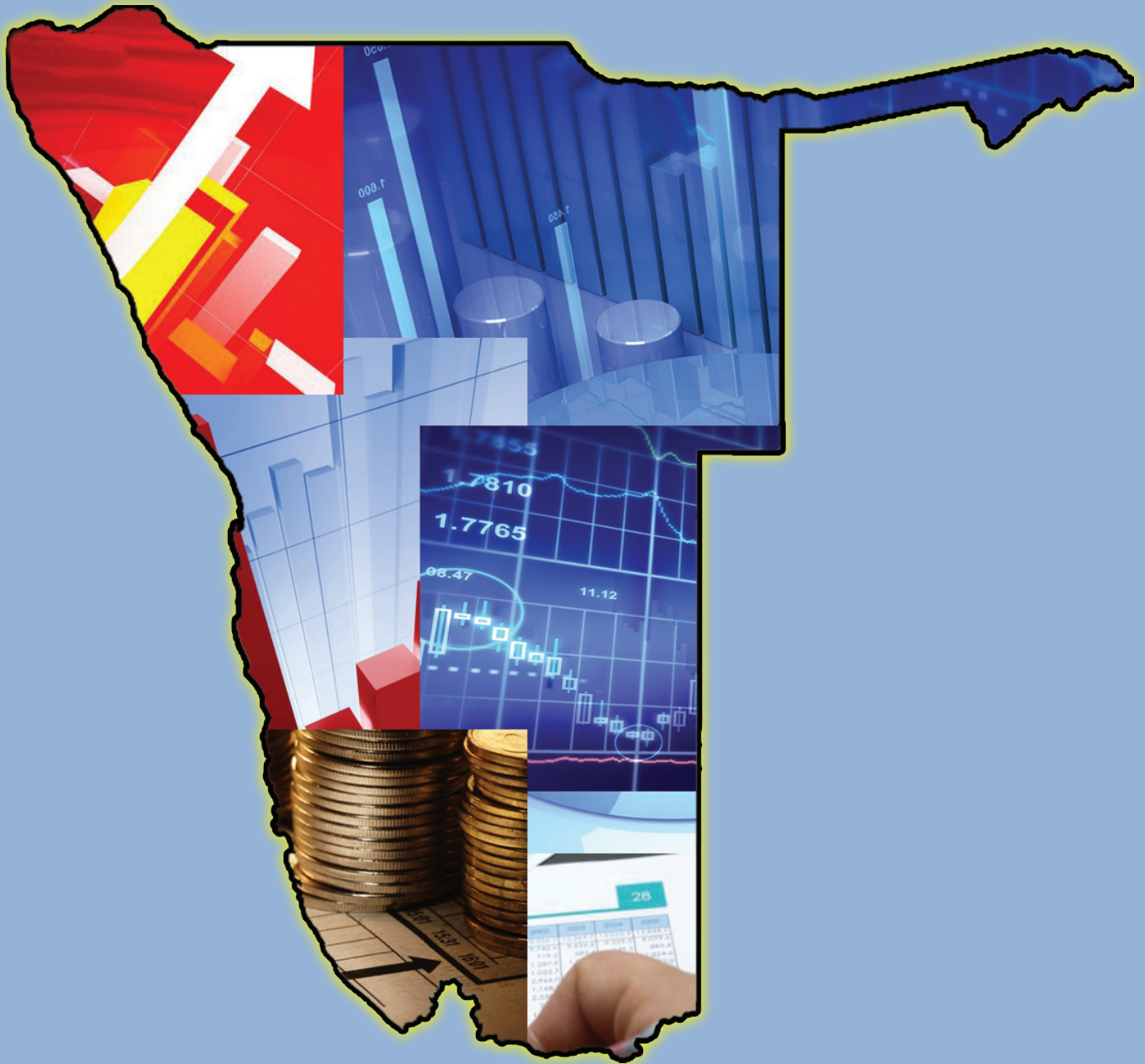
NAMPA STAFF AT WORK

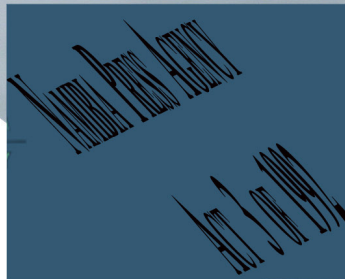


REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

NAMIBIA PRESS AGENCY

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2012





Published by authority

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Report no: 62/2013

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 2012, in terms of Article 127(2) of the Namibian Constitution. The report is transmitted to the Honourable Minister of Finance in terms of Section 27(1) of the State Finance Act, 1991, (Act 31 of 1991) to be laid upon the Table of the National Assembly in terms of Section 27(4) of the Act.

Keepi

JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL

WINDHOEK, May 2013

**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
NAMIBIA PRESS AGENCY FOR THE FINANCIAL YEAR ENDED
31 MARCH 2012**

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 Namibian Press Agency Act, 1992, (Act 3 of 1992). The accounts of the Namibian Press Agency for the year ended 31 March 2012 are being reported on in accordance with the provisions set out in the State Finance Act, 1991 (Act 31 of 1991) and the Namibian Press Agency Act, 1992 (Act 3 of 1992).

The firm Grand 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 the suppliers of the news and information on the one hand and customers on the other hand.

The principal objectives are to be customer needs 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 Namibia 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 Namibian 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 annexure are also attached to this report:

Annexure B: Detailed 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 year ended 31 March 2012 have been audited under the provisions of section 15 of the Namibia Press Agency Act and Section 25(1)(b) of the State Finance Act, 1991 (Act 31 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.

The audit as carried out by the firm, included:

- examination on a test basis of the evidence relevant to the amounts disclosure and regularity of financial transactions included in the financial statements;
- assessment of the significant estimates and judgments 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
- evaluation of the overall adequacy of the presentation of information in the financial statements.

The audit was planned and performed so as to obtain 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 fraud or error
- 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 Going Concern

The annual financial statements were prepared on a going concern basis.

The Agency has strategic plans to reduce reliance on Government grants such as to venture into the printing business. The Agency submitted a proposal to the Government to acquire new equipment for the printing business and is waiting for the approval thereof. The Agency is also rezoning its property in Pionierspark to convert it into townhouses which will be let to the public to generate additional income.

The other reasons as to why going concern cannot be qualified, are 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 honored.

The Agency made a profit of N\$ 3 015 247 (2011: NS 1 767 555) for the year under review.

5. ACKNOWLEDGEMENT

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

6. FINANCIAL RESULTS

	Balance		
	N\$	N\$	N\$
Accumulated profit as at 01/04/2011			7 149 799
Revenue			
Subscription news		2 813 051	
IT Trading income		512 684	
Interest received		409 467	
Sundry income		64 150	
Government subsidy		12 500 000	
Total income		16 299 352	
Expenditure			
Cost of sales - Subscription news	6 371 717		
Cost of sales - IT Trading	488 001		
Administrative expenditure	6 424 387		
Total expenditure	13 284 105		
Net profit for the year 2012			3 015 247
Accumulated profit at 31/03/2012			10 165 046

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:

	2012	2011
	N\$	N\$
Call account	530 228	408 533
Current account	1 160 230	153 478
Money Market Fund	8 083 832	5 996 060
Cash on hand	1 270	1 883
	9 775 560	6 559 954

8. INVESTMENTS AND INTEREST PROCEEDS

No long term investments have been made. On 31 March 2012 interest received on short term deposits amounted to N\$ 409 467 (2011: N\$ 334 415).

9. DISPOSAL OF PROPERTY

The Agency disposed assets with a net book value of N\$ 13 192 (2011: N\$ 16 284).

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 10% during the year under review. This increase is mainly due to salary increments.

	2012	2011	Variance	Percentage
	N\$	N\$	N\$	%
Administration pay costs	1 483 043	1 479 338	3 705	0.2%
Editorial service pay costs	4 772 334	4 160 542	611 792	15%
IT Department pay costs	913 404	811 678	101 726	13%
Management pay costs	1 228 297	1 167 428	60 869	5%
Total	8 397 078	7 618 986	778 092	10%

12. AGENCY BOARD MEMBERS

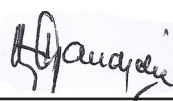
Allowances for Board members of the Agency increased by 104% to N\$ 168 953 (2011: NS 82 500) during the year under review.

13. AUDIT OPINION

The accounts of the Namibia Press Agency for the financial year ended 31 March 2012, summarized in Annexure A to D, were audited in terms of the provisions of Section 15 of the Namibia Press Agency Act, 1992 (Act 3 of 1992) and with Section 25(1)(b) of the State Finance Act, 1991 (Act 31 of 1991).

Attention is drawn to the fact that the Agency's operations are funded by Government grants. This condition indicates 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 2012 and of its operational profit and cash flows for the year then ended, and have been properly prepared in accordance with the Namibia Press Agency Act, 1992 and the State Finance Act, 1991 (Act 31 of 1991).



JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL

**ANNEXURE A : STATEMENT OF FINANCIAL POSITION AS
AT 31 MARCH 2012**

NAMIBIA PRESS AGENCY

	<u>Notes</u>	<u>2012</u>	<u>2011</u>
		N\$	N\$
ASSETS			
Non-current assets			
Property, plant and equipment	6	11 046 953	11 427 365
Current assets			
Other debtors	7	34 612	118 774
Accounts receivables	8	480 460	296 221
Cash and cash equivalents	9.2	9 775 559	6 559 954
TOTAL ASSETS		21 337 584	18 402 314
EQUITY AND LIABILITIES			
Share capital			
Government contributions - Assets transferred		19 426 609	16 411 362
Revaluation account		1 981 816	1 981 816
Retained income/(loss)		7 279 747	7 279 747
Operating profit for current year		7 149 799	5 382 244
		3 015 247	1 767 555
Non-current liabilities			
Finance lease-long term portion		337 088	578 887
Current liabilities			
Accounts payable	10	1 573 887	1 412 065
Other payables	11	378 162	96 653
Finance lease-short term portion	12	825 004	823 636
Receiver of revenue		241 799	329 749
		128 922	162 027
TOTAL EQUITY AND LIABILITIES		21 337 584	18 402 314

ANNEXURE B: DETAILED INCOME STATEMENT AT 31 MARCH 2012

NAMIBIA PRESS AGENCY

	Notes	2012	2011
		N\$	N\$
REVENUE	1.1	3 325 735	2 286 579
Subscription news		2 813 051	1 726 339
IT Trading income		512 684	560 240
LESS: COST OF SALES		6 859 718	6 252 556
Subscriptions fees and editorial pay costs		6 371 717	5 828 397
IT Trading – Maintenance		488 001	424 159
Gross loss		(3 533 983)	(3 965 977)
Government subsidy	2	12 500 000	11 500 000
Total contribution to running costs		8 966 017	7 534 023
LESS : ADMINISTRATIVE EXPENSES		6 424 387	6 112 715
Administration pay costs		1 483 043	1 479 338
Advertisements and promotion		50 808	33 848
Audit fees		28 455	41 349
Bad debts		51 222	3 744
Bank charges		24 779	26 238
Board members - Other expenses	3	8 176	11 729
Board members sitting allowance	3	168 953	82 500
Building maintenance		118 275	332 148
Casual staff pay costs		9 654	6 500
Computer stationery		22 921	29 237
Consulting fees		72 151	58 079
Depreciation		488 203	528 408
Donations		-	2 000
Electricity and water		152 167	158 974
Entertainment		115 687	45 567
Equipment repairs		1 925	5 121
Insurance		150 288	137 247
Interest paid		63 049	82 754
Interest paid - Inland Revenue		-	592
Balance carried forward		3 009 756	3 065 370

ANNEXURE B: DETAILED INCOME STATEMENT AT 31 MARCH 2012 (CONTINUED)

NAMIBIA PRESS AGENCY

	2012	2011
	N\$	N\$
Balance brought forward	3 009 756	3 065 370
	3 414 631	3 047 345
IT Department pay costs	913 404	811 678
Legal fees	13 873	15 821
Licenses	19 464	3 546
Loss on foreign exchange	943	-
Loss on disposal of fixed assets	8 413	-
Management pay costs	1 228 297	1 167 428
Materials and supplies	14 449	13 099
Motor vehicle expenses	421 729	243 660
Office rental – Regions	45 659	20 471
Office stationery	23 276	21 231
Penalties - Inland Revenue	-	45 923
Postage and courier charges	9 417	6 116
Publication printing	41 435	38 777
Rentals and charges – photocopier	21 676	27 864
Security costs	-	3 284
Staff welfare	6 416	6 536
Telephone and fax	178 504	133 653
Taxes withheld – Foreign	6 423	9 538
Telephone IT dedicated line	268 561	249 375
Training and workshops	35 130	69 396
Travel and accommodation	157 562	159 949
Net operating profit	2 541 630	1 421 308
Other income	473 617	346 247
Interest received	409 467	334 415
Profit on sale on disposal of assets	-	2 765
Profit on foreign exchange	-	2 949
Sundry income	64 150	6 118
NET PROFIT FOR THE YEAR	3 015 247	1 767 555

**ANNEXURE C: STATEMENT OF CASHFLOWS AS AT
31 MARCH 2012**

NAMIBIA PRESS AGENCY,

	<u>Notes</u>	<u>2012</u>	<u>2011</u>
		N\$	N\$
Cash flows from operating activities			
Cash receipts from customers		3 509 974	2 319 005
Receipts from Government subsidies		12 500 000	11 500 000
Cash paid to suppliers and employees		<u>(12 694 834)</u>	<u>(13 560 611)</u>
Cash generated by operations	9.1	3 315 140	258 394
Investment income		409 467	334 415
Finance charges		(63 049)	(82 754)
		<u>3 661 558</u>	<u>510 055</u>
Cash flows from investing activities			
Property, plant and equipment acquired		(120 982)	(547 956)
Property, plant and equipment disposed		<u>4 779</u>	<u>19 049</u>
		<u>(116 203)</u>	<u>(528 907)</u>
Cash flows from financing activities			
Finance lease		<u>(329 750)</u>	<u>77 427</u>
Net change in cash and cash equivalents		3 215 605	58 575
Cash and cash equivalents at beginning of year		<u>6 559 954</u>	<u>6 501 379</u>
Cash and cash equivalents at end of year	9.2	<u>9 775 559</u>	<u>6 559 954</u>

ANNEXURE D: NOTES TO THE FINANCIAL STATEMENTS AS AT 31 MARCH 2012

NAMIBIA PRESS AGENCY

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\$ 12 500 000 (2011: N\$ 11 500 000).

**ANNEXURE D: NOTES TO THE FINANCIAL STATEMENTS AS AT
31 MARCH 2012 (CONTINUED)**

NAMIBIA PRESS AGENCY

3. BOARD MEMBERS REMUNERATION

2012		
Meeting costs	Other costs	Total
N\$ 168 953	N\$ 8 176	N\$ 117 129
2011		
Meeting costs	Other costs	Total
N\$ 82 500	N\$ 11 729	N\$ 94 229

4. LEASING COSTS

No operating leases.

5. TAXATION

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

6. PROPERTY, PLANT AND EQUIPMENT

	Land and buildings	Computer equipment	Furniture & fittings	Motor vehicles	Total assets
	N\$	N\$	N\$	N\$	N\$
Carrying amount at 01/04/2011	10 298 000	312 816	111 138	705 411	11 427 365
At cost	1 284 873	1 569 317	253 281	1 409 930	4 517 401
At valuation	9 013 127	304 294	19 970	-	9 337 391
Accumulated depreciation	-	(1 560 795)	(162 113)	(704 519)	(2 427 427)
Additions	-	118 947	2035	-	120 982
Disposal during the year	-	(9 265)	(3 927)	-	(13 192)
Depreciation during the year	-	(161 426)	(22 700)	(304 077)	(488 203)
Carrying amount at 31/03/2012	10 298 000	261 072	86 546	401 334	11 046 952
At cost	1 284 873	1 678 999	251 389	1 409 930	4 625 191
At valuation	9 013 127	304 294	19 970	-	9 337 391
Accumulated depreciation	-	(1 722 221)	(184 813)	(1 008 596)	(2 915 630)

Land and buildings comprise of Erf 8010 – NAMPA head office, valued at N\$ 8 600 000 and Erf 814 situated in Pionierspark, Windhoek, valued at N\$ 1 698 000.

**ANNEXURE D: NOTES TO THE FINANCIAL STATEMENTS AS AT
31 MARCH 2012 (CONTINUED)**

NAMIBIA PRESS AGENCY

	<u>2012</u> N\$	<u>2011</u> N\$
7. OTHER DEBTORS		
Salary advances	7 848	5 487
Rent deposit	700	700
Other	14 145	30 046
VAT	-	31 319
Sundry debtors	11 918	51 222
	<u>34 611</u>	<u>118 774</u>
8. ACCOUNTS RECEIVABLE		
Accounts receivable	480 460	489 430
Provision for doubtful debts	-	(193 209)
	<u>480 460</u>	<u>296 221</u>
9. NOTES TO THE CASH FLOW STATEMENT		
9.1 Cash generated from operating activities:		
Net profit	3 015 247	1 767 555
Adjustments for :		
- Investment income	(409 467)	(334 415)
- Loss/(Profit) on sale of assets	8 413	(2 765)
- Finance costs	63 049	82 754
- Depreciation	488 203	528 408
Operating capital before working capital changes	<u>3 165 445</u>	<u>2 041 537</u>
Working capital changes :		
- Decrease in other debtors	84 162	52 305
- Increase in accounts receivable	(184 239)	(30 060)
- Increase/(Decrease) in accounts payable	249 772	(1 805 388)
Cash utilized by operating activities	<u>3 315 140</u>	<u>258 394</u>

**ANNEXURE D: NOTES TO THE FINANCIAL STATEMENTS AS AT
31 MARCH 2012 (CONTINUED)**

NAMIBIA PRESS AGENCY

9. NOTES TO THE CASH FLOW STATEMENT (continued)

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:

	<u>2012</u>	<u>2011</u>
	N\$	N\$
Cash on hand	1 270	1 883
Standard Bank - Call account	530 228	408 533
Standard Bank - Current bank account	1 160 230	153 478
Standard Bank – Namibia Money Market Fund	8 083 831	5 996 060
Cash and cash equivalents	<u>9 775 559</u>	<u>6 559 954</u>

10. ACCOUNTS PAYABLE

Trade payables	<u>378 162</u>	<u>96 653</u>
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11. OTHER PAYABLES

Income received in advance	31 000	27 621
Provision for Leave	513 131	441 532
Provision for bonuses	218 229	219 963
Employees cost accruals	<u>62 644</u>	<u>134 520</u>
	<u>825 004</u>	<u>823 636</u>

12. FINANCE LEASE

Payable within one year	241 799	329 749
Long term portion	<u>337 088</u>	<u>578 887</u>
	<u>578 887</u>	<u>908 636</u>

Above liabilities under finance lease are payable over a period of fifty four months, at an effective average interest rate of 8.25% with a monthly installment of N\$ 32 667 and are secured by motor vehicles with a total book value of N\$ 401 334.

13. NON-DISTRIBUTABLE RESERVE

The non-distributable reserve of N\$ 7 279 747 represent the fair value adjustment that resulted from the valuation of properties on the 13th and 14th of March 2009 of Erf 8010 – NAMPA head office and Erf 814 situated in Pionierspark, WHK.

NEWS HIGHLIGHTS FOR 2011/2



LUANDA, 16 August 2011 - Namibian President and outgoing Chairperson of the Southern African Development Community (**SADC**) attending the **SADC** Summit of the Heads of State and Government held at Talatona Convention Centre in Luanda, Angola (Photo by: Joseph Nekaya) NAMPA



Madrid, 19 September 2011 - Deputy Minister of Trade and Industry, Tjekero Tweya, speaking at the Trade, Investment and Tourism Forum in **Madrid**. Tweya is flanked by Director General of Promomadrid Gonzalez Palacio and Namibia's Ambassador to Spain Frieda Ithete. Tweya is leading a 51-member Namibian Business Delegation on a Business Mission to Spain and Italy. (Photo by: Maggy Thomas) NAMPA



Maputo, 15 September 2011 - Namibian long-distance runner Helaria Johannes won a bronze medal in the half-marathon of the 10th All Africa Games in **Maputo** on Thursday. Photo by John Tuerijama) NAMPA



LUANDA, 17 August 2011 - Southern African Development Community's (**SADC**) Executive Secretary Tomáz Augusto Salomaõ passing the **SADC** Media Award (TV Category) to Namibian President and outgoing Chairperson of **SADC** Hifikepunye Pohamba to hand it over to the recipient and Namibian Broadcasting Corporation (NBC) employee Steven Ndorokaze during the opening session of the **SADC** Summit of the Heads of State and Government held at Talatona Convention Center in Luanda, Angola. (Photo by: Joseph Nekaya) NAMPA



LUSAKA, 24 October 2011 - President of **Zambia** Michael Chilufya Sata (L) and his predecessor Rupiah Banda joining at the stage the veteran liberation choir during the 47th Independence Anniversary celebration held at State House. Sata became the fifth President of **Zambia** in September 23, 2011 after defeating Rupiah Banda in election held on 20 September 2011. (Photo by: Joseph Nekaya) NAMPA



Valencia, 22 September 2011 - Namibian Ambassador to Spain Nangula Ithete (left) speaking at the official opening of the Namibia/**Valencia** business forum. In the picture, Ithete is flanked by Director of Foreign Trade in the **Valencia** Chamber of Commerce and Industry and Namibia's Deputy Minister of Trade and Industry Tjekero Tweya. (PHOTO BY: Maggy Thomas) NAMPA



Valencia, 22 SEPTEMBER 2011 - Director of **Valencia's** CESCE insurance company Rafael Garcia speaking at the **Valencia/Namibia** business forum in **Valencia**, Spain on Thursday. He is flanked by Permanent Secretary in the Ministry of Fisheries and Marine Resources Ulitula Hiveluah and Andre Appolus from the Ministry of Agriculture, Water and Forestry. The forum organised by **Valencia** Chamber of Commerce, and Namibian Embassy to Spain is aimed at promoting the two countries' close cooperation and economic partnership for their mutual benefit. (PHOTO BY: Maggy Thomas) NAMPA



Madrid, 19 September 2011 - Deputy Minister of Trade and Industry, Tjekero Tweya, speaking at the Trade, Investment and Tourism Forum in **Madrid**. Tweya is flanked by Director General of Promo**Madrid** Gonzalez Palacio and Namibia's Ambassador to Spain Frieda Ithete. Tweya is leading a 51-member Namibian Business Delegation on a Business Mission to Spain and Italy. (Photo by: Maggy Thomas) NAMPA



Maputo, 03 September 2011 - Team Namibia's triathlete Abrahm Louw receives congratulations from fellow team members after winning a silver medal at the tenth All Africa Games (AAG) in **Maputo**, Mozambique. (Photo by: John Tuerijama) NAMPA



BERLIN, 27 September 2011 - The Namibian delegation of Ovaherero and Nama traditional leaders who are in Germany for the repatriation of 20 skulls of their ancestors allegedly beheaded by the then German colonial forces in Namibia between 1904 and 1908, visited the Charite Hospital in Berlin on Tuesday to view some of the skulls. (Photo by Mathias Nanghanda) NAMPA.



WINDHOEK, 09 February 2012 (NAMPA) - Vice Chairperson of the Nestor Tobias boxing Fitness Academy Malakia Elindi (L), Namibian professional lightweight boxer, Paulus 'The Hitman' Moses, Founding President Sam Nujoma and boxing promoter and trainer Nestor 'Sunshine' Tobias pictured in the capital on Friday. (Photo by: Etuna Shikalepo) NAMPA



OSHAKATI, 19 December 2011 - A heavy machine of the Storbou Construction Company which is busy deepening the rivers at Oshakati as part of the town's **flood** preparedness campaign, is seen here stuck in the mud near the Okandjengedhi Bridge on Monday. (Photo by Mathias Nanghanda) NAMPA.



RUNDU, 30 March 2012 – Guest rooms at the Leevi Hakusembe River Lodge, situated some 12km west of Rundu, have been underwater since last week. The lodge closed for business on Wednesday this week and all of its 16 workers have been sent home until the **flood** subsides. (Photo by: Olavi Haikera) NAMPA



SANGWALI, 17 OCTOBER 2011 - President Hifikepune Pohamba officiating at the groundbreaking ceremony of the Liselo-Linyanti-Kongola-Singalamwe **road** in the Caprivi Region's Linyanti Constituency on Monday. The joint venture tarred **road** project will be constructed by Namibia's **road** Contractors Company (RCC) and Chinese based company Metallurgical Corporation of China (MCC) at a cost of N\$800 millions. (Photo by: Olavi Haikera) NAMPA



WINDHOEK, 14 October 2011 - **Education** Minister Abraham Iyambo, flanked by Chairperson of the Council of Polytechnic of Namibia Niilo Taapopi (L) and Poly's Rector Tjama Tjivikua, congratulates Elizabeth Shuudifonya after she received her National Dipoloma in Marketing during the Polytechnic of Namibia's 16th graduation ceremony at Safari Hotel. (Photo by: Joseph Nekaya) NAMPA



OLUPANDU, 16 November 2011 – **Health** and Social Services Minister Dr Richard Kamwi on Wednesday officially inaugurated two Primary **Health** Care (PHC) clinics in the Omusati Region at Epoko village and Olupandu village. Here Kamwi (2nd from right) is pictured while officially opening the Olupandu PHC Clinic, while Omusati regional councillor for the Oshikuku constituency, Modestus Amutse (2nd from left) and others look on. (Photo by: Mathias Nanghanda) NAMPA.