

**AUDITED FINANCIAL STATEMENTS OF THE NATIONAL
INDUSTRIAL AND COMMERCIAL INVESTMENTS LIMITED
(NICIL)**

**FOR THE YEAR ENDED
31 DECEMBER 2003**

**AUDITORS : AUDIT OFFICE
63 HIGH STREET
KINGSTON
GEORGETOWN
GUYANA**



Audit Office of Guyana

P.O. Box 1002, 63 High Street, Kingston, Georgetown, Guyana

Tel: 592-225-7592, Fax: 592-226-7257, <http://www.audit.org.gy>

AG: 91 /2012

27 September 2012

REPORT OF THE AUDITOR GENERAL
TO THE MEMBERS OF THE BOARD OF DIRECTORS OF THE
NATIONAL INDUSTRIAL AND COMMERCIAL INVESTMENTS LIMITED (NICIL)
ON THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2003

I have audited the accompanying financial statements of the National Industrial and Commercial Investments Limited (NICIL) which comprises the balance sheet as at 31 December 2003, and the income statement, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted the audit in accordance with International Standards on Auditing issued by the International Federation of Accountants (IFAC), and those of the International Organization of Supreme Audit Institutions (INTOSAI). Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amount and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of appropriateness of accounting policies used and the reasonableness made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements present fairly, in all material respects, the financial position of the National Industrial and Commercial Investments Limited (NICIL) as at 31 December 2003, and the results of its operations and cash flow for the year then ended in conformity International Financial Reporting Standards.



D. SHARMA
AUDITOR GENERAL (ag.)

AUDIT OFFICE
63 HIGH STREET
KINGSTON
GEORGETOWN
GUYANA.

NATIONAL INDUSTRIAL & COMMERCIAL INVESTMENTS LIMITED.

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2003

	Note	2003 GS	2002 GS
Revenue	3	1,085,854,053	1,919,637,230
Operating expense	4	141,273,164	45,657,637
Operating profit		<u>944,580,889</u>	<u>1,873,979,593</u>
Interest and other income		<u>17,133,973</u>	<u>811,997</u>
EXPENSES			
Administrative expenses		111,768,483	52,989,616
Financial expenses			
Other expenses		155,985,118	48,470,343
Depreciation		18,816,781	5,112,309
		<u>286,570,382</u>	<u>106,572,268</u>
PROFIT BEFORE TAXATION	5	675,144,480	1,768,219,322
TAXATION	6	(49,248,387)	(123,669,114)
PROFIT AFTER TAXATION		<u>625,896,093</u>	<u>1,644,550,208</u>
OTHER COMPREHENSIVE INCOME			
Recognition of assets understated	7	4,159,560,832	1,312,695,871
TOTAL COMPREHENSIVE INCOME		<u>4,785,456,925</u>	<u>2,957,246,079</u>
EARNINGS PER SHARE	8	<u>6,259</u>	<u>16,446</u>

"The notes on pages 5 to 21 form an integral part of these financial statements".

NATIONAL INDUSTRIAL & COMMERCIAL INVESTMENTS LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2003

	Note	Share Capital G\$	Retained Earnings G\$	General Reserve G\$	Other Reserve (Merger Equity) G\$	Total G\$
Balance at 31 December 2001		3	3,868,373	-	(55,731,000)	(51,862,624)
Net profit for the year		-	1,644,550,208	-	-	1,644,550,208
Shares issued during the year		99,997				99,997
Restatement to reflect unrecorded assets	7	-	-	598,834,284	713,861,587	1,312,695,871
Dividends paid	9	-	(812,681,799)	-	-	(812,681,799)
Balance at 31 December 2002		100,000	835,736,782	598,834,284	658,130,587	2,092,801,653
Net profit for the year		-	625,896,093	-	-	625,896,093
Restatement to reflect unrecorded assets	7	-	-	201,924	4,159,358,908	4,159,560,832
Dividends paid	9	-	(491,818,004)	-	-	(491,818,004)
Balance at 31 December 2003		100,000	969,814,871	599,036,208	4,817,489,495	6,386,440,574

"The notes on pages 5 to 21 form an integral part of these financial statements".

NATIONAL INDUSTRIAL & COMMERCIAL INVESTMENTS LTD.

STATEMENT OF FINANCIAL POSITION - 31 DECEMBER 2003

	Note	2003 G\$	2002 G\$
ASSETS			
NON - CURRENT ASSETS			
Property and equipment	10	414,067,420	178,931,467
Investments	11	4,403,763,304	713,207,155
		-----	-----
		4,817,830,724	892,138,622
CURRENT ASSETS			
Receivables	12	660,407,079	618,455,777
Related parties	13	778,571,806	158,281,472
Cash on hand and at bank		883,121,116	1,162,706,944
		-----	-----
		2,322,100,001	1,939,444,193
		-----	-----
TOTAL ASSETS		7,139,930,725	2,831,582,815
<hr/>			
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Share capital	14	100,000	100,000
Retained earnings		969,814,871	835,736,782
Other reserve		4,817,489,495	658,130,587
General reserve		599,036,208	598,834,284
		-----	-----
		6,386,440,574	2,092,801,653
		-----	-----
NON-CURRENT LIABILITIES			
Deferred Income	15	2,187,681	-
		-----	-----
CURRENT LIABILITIES			
Payables	16	160,182,126	174,843,000
Related parties	13	418,202,843	440,269,048
Taxation payable		172,917,501	123,669,114
		-----	-----
		751,302,470	738,781,162
		-----	-----
TOTAL EQUITY AND LIABILITIES		7,139,930,725	2,831,582,815

The Board of Directors approved these financial statements for issue on 25 Sept 12.....


Director


Director


Director

"The notes on pages 5 to 21 form an integral part of these financial statements".

