

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

**FOR THE YEAR ENDED
31 DECEMBER 2004**

**AUDITORS : AUDIT OFFICE
63 HIGH STREET
KINGSTON
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AG: 92/2012

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 2004

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 2004, 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 judgement, 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 2004, and the results of its operations and cash flow for the year then ended in conformity International Financial Reporting Standards.



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NATIONAL INDUSTRIAL & COMMERCIAL INVESTMENTS LIMITED.

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2004

	Note	2004 G\$	2003 G\$
Revenue	3	784,733,811	1,085,854,053
Operating expense	4	38,486,414	141,273,164
Operating profit		<u>746,247,397</u>	<u>944,580,889</u>
Interest and other income		<u>40,675,988</u>	<u>17,133,973</u>
EXPENSES			
Administrative expenses		73,696,338	111,768,483
Other expenses		42,833,214	155,985,118
Depreciation		81,370,141	18,816,781
Impairment of investment		192,840,624	-
Financial expenses		-	-
		<u>390,740,317</u>	<u>286,570,382</u>
PROFIT BEFORE TAXATION	5	396,183,068	675,144,480
TAXATION	6	(41,007,708)	(49,248,387)
PROFIT AFTER TAXATION		<u>355,175,360</u>	<u>625,896,093</u>
OTHER COMPREHENSIVE INCOME			
Recognition of assets understated	7	(1,949,419,664)	4,159,560,832
TOTAL COMPREHENSIVE INCOME		<u><u>(1,594,244,304)</u></u>	<u><u>4,785,456,925</u></u>
EARNINGS PER SHARE	8	<u>3,552</u>	<u>6,259</u>

"The notes on pages 5 to 22 form an integral part of these financial statements".

NATIONAL INDUSTRIAL & COMMERCIAL INVESTMENTS LIMITED

STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2004

	Note	Share Capital G\$	Retained Earnings G\$	General Reserve G\$	Other Reserve (Merger Equity) G\$	Total G\$
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
Net profit for the year		-	355,175,360	-	-	355,175,360
Additions to investments		-	-	1,044,461,600	-	1,044,461,600
Restatement to reflect unrecorded assets	7	-	-	-	(1,949,419,664)	(1,949,419,664)
Dividends paid	9	-	(622,500,000)	-	-	(622,500,000)
Balance at 31 December 2004		100,000	702,490,231	1,643,497,808	2,868,069,831	5,214,157,870

"The notes on pages 5 to 22 form an integral part of these financial statements".

