



REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

MEAT BOARD

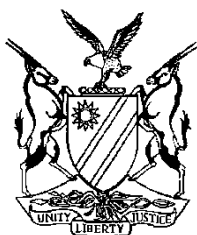
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2017

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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 Meat Board of Namibia for the financial year ended 31 March 2017 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.

WINDHOEK, November 2017

A handwritten signature in black ink, appearing to read 'Junias Etuna Kandjeke'.

JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL

**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
MEAT BOARD OF NAMIBIA
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2017**

1. Report on the Financial Statements

1.1 INTRODUCTION

The accounts of the Meat Board (the Board) for the financial year ended 31 March 2017 are being reported on in accordance with the provisions set out in Section 16 (2) of the Meat Industry Act 1981, (Act 12 of 1981) as amended by Amendment Act 21 of 1992.

Figures in the report are rounded off to the nearest Namibia dollar and deficits are indicated in (brackets).

I certify that I have audited the accompanying financial statements of the Meat Board for the financial year ended 31 March 2017. These financial statements comprise of the following:

Annexure A: Balance sheet;
Annexure B: Income statement;
Annexure C: Cash flow statement; and
Annexure D: Notes to the financial statements.

The financial statements were submitted by the Accounting Officer to the Auditor-General in compliance with the Meat Industry Act, 1981 (Act 12 of 1981) as amended by Amendment Act 21 of 1992 after year end as required by the Act.

The financial statements notes to the financial statements and general information provided by the General Manager are attached as Annexure A – D.

2. MANAGEMENT RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Meat Industry Act, 1981 (Act 12 of 1981) as amended by Amendment Act 21 of 1992 and relevant legislation and for such internal control as management determines it necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

3. AUDITOR'S RESPONSIBILITY

My responsibility is to express an opinion on these financial statements based on the audit. I conducted the audit in accordance with International Standards for Supreme Audit Institutions (ISSAIs). These standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

Powers and duties

Section 25 (1) (c) of the State Finance Act 1991 provides that the Auditor-General should satisfy himself that:

- (a) All reasonable precautions have been taken to ensure that all monies due to the State are collected and that the laws relating to the collection of such monies have been complied with;
- (b) All reasonable precautions have been taken to safeguard the receipt, custody and issue of and accounting for the State's assets such as stores, equipment, securities and movable goods; and
- (c) The expenditure has taken place under proper authority and is supported by adequate vouchers or other proof.

In addition Section 26(1) (b) (iv) of the State Finance Act 1991 empowers the Auditor-General to investigate and report on the economy efficiency and effectiveness of the use of the State's resources.

An audit involves performing procedures to obtain audit evidence about the amounts 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 control 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 expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates 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 the audit opinion.

4. ACKNOWLEDGEMENT

The assistance and co-operation by the staff of the Board during the audit is appreciated.

5. KEY AUDIT FINDINGS

No key audit findings were observed during the audit.

6. UNQUALIFIED AUDIT OPINION

The accounts of the Meat Board for the financial year ended 31 March 2017 were audited by me in terms of the provisions of Section 16 (2) of the of the Meat Industry Act 1981 (Act 12 of 1981) as amended by Amendment Act 21 of 1992.

In my opinion the financial statements present fairly in all material respects the financial position of the Meat Board of Namibia as at 31 March 2017.

WINDHOEK, November 2017



JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL

MEAT BOARD OF NAMIBIA
BALANCE SHEET AS AT 31 MARCH

		2017	2016
	Note	N\$	N\$
ASSETS			
NON-CURRENT ASSETS		73 267 500	80 089 589
Property and Equipment	2	35 389 995	35 409 364
Investments	3	37 877 505	44 680 225
CURRENT ASSETS		26 184 688	21 890 747
Cash & Cash Equivalents	4	14 665 582	6 283 980
Ear Tag - Assets	16	5 254 765	5 157 746
Account receivables	10	6 257 860	8 114 888
Arboricides stock on hand	5	6 481	2 334 133
TOTAL ASSETS		99 452 188	101 980 336
FUNDS AND LIABILITIES			
FUNDS		90 550 892	97 964 825
Reserve Fund	6	10 784 744	11 893 966
Cattle Stabilization Fund	11	-	1 911 590
Emergency VET Services/Animal Health Fund	12	13 457 548	12 808 465
Fan Meat Fund	14	10 392 353	9 909 400
Drought Admin Fund	18	689 131	670 550
Stock Brands Registration Fund	15	813 037	324 140
Feasibility Study of meat export to Angola & DRC	19	691 546	5 042 454
NCA Levy Fund	13	9 950 322	13 655 978
Ear Tag Fund	16	5 254 765	5 157 746
MAWF/DVS Projects Fund	17	1 768 652	1 804 791
MCA Caprivi	20	1 620 834	1 500 138
Bukalo Zambezi	21	1 842 355	-
Shares in AgriBoard Buildings	2	33 285 603	33 285 603
CURRENT LIABILITIES		8 901 298	4 015 515
Account payables	9	8 866 460	3 984 352
Account payables- Stock brand	15	34 838	31 163
TOTAL FUNDS AND LIABILITIES		99 452 190	101 980 340

MEAT BOARD OF NAMIBIA

INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH

		2017	2016
	Note	N\$	N\$
INCOME		36 015 466	38 288 349
General levies on livestock exported and slaughtered		26 604 039	29 776 065
In-transit Levy		422 407	511 195
Meat Products levy (imports)		2 834 124	2 827 049
Interest Received		3 692 401	2 898 765
Operational profit of Agricultural Boards Building		1 122 794	305 456
Witvlei Meat refund		-	451 718
Administration fees	22	697 617	721 349
House rent received		35 721	37 944
Poultry scheme Admin fee		753 461	758 808
Motor Vehicle sold		87 000	-
Namibia Training Authority refund		76 064	-
Caravan Sold		20 500	-
Disposal of assets		2 465	-
Arboricides	5	(333 127)	-
TOTAL EXPENSES		36 413 643	34 004 257
Budgeted contributions to agricultural unions	7	11 456 520	11 218 230
Agents' commission on levies	8	796 561	891 399
Board Administration Expenses	23	1 871 666	1 806 875
Personnel Expenses	24	10 143 572	9 514 279
Travelling and Subsistence	25	163 055	170 086
Office Expenses	28	5 433 799	5 481 421
Market Research	26	1 300 874	-
Depreciation	27	557 888	667 650
Net border control costs	30	4 689 708	4 254 317
SURPLUS BEFORE CLASSIFICATION COST		(398 177)	4 284 092
Net classification costs	29	2 618 610	3 541 480
Surplus/(deficit) after classification cost		(3 016 787)	742 612
NET DEFICIT FOR THE YEAR		(3 016 787)	742 612

MEAT BOARD OF NAMIBIA

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH

		2017	2016
	Note	N\$	N\$
Net cash flow from operational activities		6 817 562	1 487 877
Cash (utilised) / generated from operations	31	3 125 161	(1 410 888)
Interest received		3 692 401	2 898 765
Net cash flow from investing activities		6 054 176	1 084 136
Movement in investments	3	6 802 720	1 777 104
Additions to property plant and equipment	2	(751 352)	(692 968)
Loss on disposal of assets		2 808	-
Net cash flows from financing activities		(4 490 137)	(2 128 724)
Movement in project account reserves		(4 393 118)	(1 596 940)
Movement in Ear-tag Bank	16	(97 019)	(531 784)
Net cash inflow for the period		8 381 601	443 289
Cash and cash equivalents at the beginning of the period		6 283 981	5 840 689
Cash and cash equivalents at the end of the period	4	14 665 582	6 283 978

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH

1. ACCOUNTING POLICIES

The annual financial statements have been prepared in accordance with Namibia Statement of General Accepted Accounting Practice - NAC001: Financial Reporting for Small and Medium Sized Entities, using the historical cost convention.

The following are the principal accounting policies of the Board, which are consistent with those applied in prior years:

Revenue recognition

Revenue comprises the gross invoiced value of sales in respect of trading operations and levies received, excluding Value Added Taxation.

Revenue from the sale of goods and services is recognized when the significant risks and rewards of ownership are transferred to the buyer.

Property, plant and equipment

Land and buildings is considered as immovable property and accordingly not depreciated but tested for impairment annually.

The Board carries plant and equipment at historical cost less depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of assets.

Plant and equipment are depreciated as follows to reduce the book value to the residual value over the useful lives of the relevant assets:

- | | |
|---------------------------|-----------------------------|
| • Furniture and equipment | 10% reducing balance method |
| • Computer equipment | 20% straight-line method |
| • Motor vehicles | 33% straight line method |
| • Show equipment | 20% straight line method |

The estimated useful lives, residual values and depreciation methods are reviewed at each year-end and the effect of changes in estimated accounted for on a prospective basis. The gain or loss arising on the disposal or retirement of an asset is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in income.

Impairment of assets

Assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying value may not be recoverable. An impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount, which is the higher of an asset's net selling price and value in use. For the purpose of assessing impairment, assets are grouped at the lowest level for which there is separately identifiable cash flows.

Financial instruments

Financial instruments recognized on the balance sheet include cash and cash equivalents, investments, trade receivables and trade payables.

Cash and cash equivalents

For the purposes of the cash flow statement cash and cash equivalents comprise cash on hand, deposits held at call with banks, other short term highly liquid investments with original maturities of three months or less, and bank overdrafts. In the balance sheet, bank overdrafts are separately disclosed in current liabilities.

Investments

Investments consist of investments at financial institutions and have maturity dates of higher than three (3) months after financial year-end. Investments are initially recognized at cost but subsequently carried at amortized cost.

Trade receivables

Trade receivables are carried at original invoice amount less provision made for impairment of these receivables. Such provision for impairment of trade receivables is established if there is objective evidence that the Board will not be able to collect all amounts due according to the original terms of receivables.

Trade payables

Trade payables are carried at the fair value of the consideration to be paid in future for goods or services that have been received or supplied and invoiced or formally agreed with the supplier.

Provisions

Provisions are recognized when:

- The Board has a present legal or constructive obligation as a result of past event; and
- It is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
- A reliable estimate of the amount of the obligation can be made.

Inventory

Merchandise is valued at the lower of cost and net realized value. Cost is determined on the weighted average cost basis and includes transport and handling costs. Obsolete redundant and slow moving inventory is identified and written down to their estimated realizable values.

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

1. ACCOUNTING POLICIES (Continued)**Interest expenses**

The Board recognizes interest and expenses in the income statement for all instruments measured at amortized cost using the effective interest method.

Computer software

Computer software is expensed in the year it is incurred.

Employee benefits

The Board recognized in full employees' right to leave entitlement in respect of past service. Staff bonuses are accounted for in the year to which they relate.

Different funds**Reserve fund**

The Reserve fund contains the accumulated reserves. In terms of Section 13(6) of the Meat Industry Act, this fund shall be utilized for various purposes as authorized by the Minister on recommendation of the Board from time to time.

Cattle Stabilization fund

These are special account established in terms of Section 13(1) of the Meat Industry Act for the purpose of accruing special levies to be utilized for the promotion and development of markets for cattle and their products. The stabilization levies were suspended in 1994 the accumulated reserves were transferred to Reserve fund during 2016/2017 financial year.

Animal Health fund

This fund was established during the 1994/1995 financial year with the objective of accruing a special health levy to be utilized for providing support to the DVS in case of a national emergency. This levy is based on General Levy which is 5% of the total levy received.

Fan Meat fund

The Fan Meat fund was established for the implementation and maintenance of a National Quality Assurance and Traceability Scheme.

1. ACCOUNTING POLICIES (Continued)

Stock Brands Registration fund

The Registrar of Stock Brands who is also the DVS, outsourced the administration of stock brands to the Meat Board. A stock brands registration fee was imposed and special account was opened for that purpose.

NCA Voluntary Levy fund

The NCA fund was voluntary established on 1 July 2007 by producers in the south of the veterinary cordon fence with the objective to enhance market access to cattle in the NCA. A special levy was imposed and accrues to this fund for a period of 5 years. The levy was abolished on 30 May 2012.

Ear Tag fund

The Ear Tag fund is for development and maintenance of an animal identification and traceability system, administration and distribution of official ear tags in Namibia.

MAWF Project fund

The administration of the Government funds for the purpose of Improvement of animal health and marketing services in the NCA, Expansion of CVL, Construction of Veterinary Clinics and for Plant animal health and inspection systems at borders.

Drought Administration fund

The administration of the Government fund for the establishment of an Drought Aid Information Management System for future drought implementation procedures the agreement was signed in 2006, the remaining balance was put in call account to gain interest till is fully utilized.

1. ACCOUNTING POLICIES (Continued)

Feasibility Study of meat export to Angola & DRC fund

In May 2004 an amount of N\$2,416,700 was transferred from the Ministry to the Meat Board with an explicit instruction that the money will be used for the purpose of investigating and mounting a campaign towards facilitating the exploration of Namibian's meat to DRC and Angola and only on instructions to be provided under the signature of the Accounting Officer of the Ministry.

Finland Embassy Project fund

The funding is meant for the Meat Market Diversification and Master plan for North Communal Areas project.

MCA Caprivi Project fund

Funding from Millennium Challenge Corporation for the implementation of the MCA-N Livestock Marketing Efficiency (LMEF) project entitled 'Development of export opportunities for beef from the Caprivi.

Bukalo Meat Processing Plant fund

Funds from Ministry of Agriculture Water and Forestry for the commissioning of Bukalo Processing Plant.

MEAT BOARD OF NAMIBIA
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

2. PROPERTY, PLANT AND EQUIPMENT

2017	Furniture and Equipment							
	Immovable property				Show			
	Agri Boards	Meat Board	Meat Board	Computer	Motor Vehicle	Equipment	TOTAL	
	N\$	N\$	N\$	N\$	N\$	N\$	N\$	
Opening carrying amount	33 285 603	248 757	813 504	381 920	664 608	14 971	35 409 364	
Cost at 01/04/2016	33 285 603	248 757	1 148 775	1 369 444	2 423 628	47 268	38 523 475	
Accumulated Depreciation	-	-	(335 271)	(987 524)	(1 759 020)	(32 297)	(3 114 112)	
Additions	-	-	25 038	306 552	419 762	-	751 352	
Disposal	-	-	(12 155)	(245 364)	(257 266)	-	(514 785)	
Depreciation for the period	-	-	(81 588)	(181 833)	(498 969)	(1 497)	(763 887)	
Closing carrying amount	33 285 603	248 757	750 871	505 888	585 401	13 474	35 389 995	
Cost	33 285 603	248 757	1 161 658	1 430 632	2 586 124	47 268	38 760 042	
Accumulated depreciation	-	-	(410 787)	(924 744)	(2 000 723)	(33 794)	(3 370 047)	

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
3 INVESTMENTS	37 877 505	44 680 225
Investment at Sanlam Namibia - BNK WHK	458 616	5 891 628
Investment at Sanlam Namibia - Capricorn	1 698 303	1 571 652
Investment Simonis Storm Securities	10 095 702	9 343 920
Investment Simonis Storm Securities (Fixed for 12 Months)	2 000 000	-
Namibia Equity Brokers - (12 months)	14 830 676	14 549 676
PSG Consultant- Treasury Bills (12 months)	8 794 208	13 323 349
4 CASH & CASH EQUIVALENT	14 665 582	6 283 980
Stock brands Bank account	847 875	355 303
MAWF Project Call account	1 768 652	1 804 790
Drought Admin Call account	689 131	670 552
Bukalo Processing Plant Call account	1 842 355	-
MCA Caprivi Call Account - Simonis Storm	1 620 834	1 500 138
FNB - Meat Board call account	-	151 293
Meat Board Call Account - Simonis Storm	23 710	21 176
Meat Board Call Account -PSG	4 290	-
Meat Board Bank Current Account	7 863 433	1 779 018
FAN Meat Levy Current Account	898	-
Emergency Vet Levy Current Account	898	-
Classification Levy Current Account	898	-
NCA Levy Current Account	898	-
Petty Cash	1 710	1 710
5 ARBORICIDES		
Sales	1 994 525	-
Less: cost of sales	2 327 652	-
Opening stock	2 334 133	-
Purchases	-	-
Less: Closing stock	(6 481)	2 334 133
Gross Profit/Loss	(333 127)	-

ANNEXURE D

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
6 RESERVE FUND	10 784 744	11 893 966
Surplus/(Deficit) from General Fund	(3 016 788)	742 613
Accumulated funds at beginning of the year	11 893 966	11 145 017
Loss/Gain from disposed assets	(4 024)	6 335
Accumulated funds from Cattle Stabilization	1 911 590	-
7 CONTRIBUTIONS TO AGRICULTURAL UNIONS	11 456 520	11 218 230
Namibian Agricultural Union	2 291 304	5 609 115
Namibian National Farmers' Union	3 436 956	5 609 115
Outstanding Donation to Unions	5 728 260	-
8 AGENTS COMMISSION ON LEVIES	796 561	891 399
Commission excluding 15% Value Added Tax	796 561	891 399
9 ACCOUNT PAYABLES	8 866 460	3 984 352
Provision for leave accrued	1 884 898	1 759 453
Provision for Audit Fee	95 292	94 914
Provision for printing of annual report	-	74 190
Receiver - VAT	7 566	-
Sundry accruals, payments	1 051 790	1 901 262
Accrued Donation to Agricultural Unions	5 728 260	-
Farm Audits	-	149 283
Import VAT	80 257	-
Scanning	18 398	5 250

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
10 ACCOUNT RECEIVABLES	6 257 860	8 114 888
Import VAT	-	94 553
Trade Debtors (Levies & other receivables)	5 305 313	6 511 306
Sundry debtors	-	-
Interest on Import VAT	-	1 079 040
Accrued Interest	615 303	395 042
VAT	-	2 466
Ear Tag Expenses	322 679	29 971
Farm Audits	12 055	-
Nampower (Electricity deposit - Border Post)	2 510	2 510

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
11. CATTLE STABILISATION FUND		
Income	-	4 899 474
Sales	-	4 899 474
	-	
Expenses	-	4 177 468
Purchases	-	6 511 601
Less: Closing stock	-	(2 334 133)
	-	
Gross Profit	-	722 006
	-	
Seal of Quality income	-	24 750
	-	
Total income	-	746 756
	-	
Expenditure		944 537
Agricultural Shows	-	50 000
Adhoc Studies	-	-
International Markets	-	217 608
Market Exploration	-	-
Seal of Quality	-	75 059
Arboricides	-	41 540
Market Development	-	560 330
	-	
(Deficit)/Surplus for the year	-	(197 781)
Accumulated funds at beginning of the year	-	2 109 371
Accumulated funds at end of the period	-	1 911 590

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
12 EMERGENCY VET SERVICES LEVY FUND		
Income	1 662 603	1 857 685
Emergency Vet Services Levy	1 662 603	1 857 685
Expenses	1 013 520	3 180 558
Diseases Outbreak Control	583 459	2 384 263
Commission on levy	49 785	55 712
Animal Welfare	-	29 041
Bursaries	-	256 261
Animal Health Consultative Forum	380 276	455 281
(Deficit)/Surplus for the year	649 083	-1 322 873
Accumulated funds at beginning of the	12 808 465	14 131 338
Accumulated funds at end of the period	13 457 548	12 808 465
13 NCA LEVY FUND		
Expenditure	3 705 657	3 575 251
NCA/LPF Farmers Mentorship Programme	2 767 213	2 917 480
NCA Master Plan	882 545	496 332
Improvement of cattle value NCA	55 899	161 439
Expenses for the year	-3 705 656	-3 575 251
Accumulated funds at beginning of the year	13 655 978	17 231 229
Accumulated funds at end of the period	9 950 322	13 655 978

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
14 FAN MEAT FUND		
Income	5 007 553	5 567 630
FAN Meat levy	4 987 718	5 567 630
Seal of Quality	19 835	-
Expenditure	4 524 600	3 085 458
Staff Salaries	2 148 456	1 349 870
Admin and Stationery	290 016	101 812
Databases	267 510	79 999
Printing & publications	49 041	86 391
S&T/Training / Workshops	49 768	180 079
Office rent	211 152	177 979
Fan Meat Quality Management System	55 691	61 924
Vehicle Maintenance	-	34 616
Commission on levy	149 355	167 138
Seal of Quality	109 037	-
Industry Studies	-	451 490
Inspection (Farm ,Abattoir, Auctioneers)	-	-
Animal Welfare	77 625	-
Namlits expenses	646 948	394 160
Bad Debts (DVS SALT SLA)	469 999	-
Surplus/(Deficit) for the year	482 953	2 482 172
Accumulated funds at beginning of the year	9 909 400	7 427 228
Accumulated funds at end of the period	10 392 353	9 909 400

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
15 STOCK BRAND REGISTRATION FUND		
Income	974 137	581 412
Interest received	16 871	5 471
Brand registration fee	957 266	575 941
Expenditure	485 240	627 567
Staff Salaries	231 122	226 053
Bank charges	129 720	54 483
Admin fees 5%	55 301	31 863
Leave accrued	8 602	-
Databases	-	121 600
Stationery & communication	-	118 711
Office rent	60 495	62 917
Printing Publication	-	11 940
Office Furniture (capital expenses)	-	-
Computer Equipment (capital expenses)	-	-
(Deficit) surplus for the year	488 897	(46 155)
Accumulated funds at beginning of the year	324 140	370 295
Accumulated funds at end of the period	813 037	324 140
Creditors	34 838	31 163
Meat Board	22 887	27 814
Leave Accrued	11 951	3 349
	847 875	355 303

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
16 EAR TAG INCOME STATEMENT		
Sales	10 352 007	11 672 154
Less: Cost of Sales	7 953 536	7 996 098
Opening stock	1 110 606	1 389 782
Purchased	9 184 223	7 716 924
Closing stock	(2 341 293)	(1 110 608)
Gross Profit	2 398 471	3 676 056
Interest received	5 136	4 995
Total Income	2 403 607	3 681 051
Expenditure	2 254 998	2 823 172
Agents Commission on Sales	312 256	377 038
Audit fee (Stock counting)	-	5 000
Bank charges	151 817	116 344
Databases	273 220	235 872
Meat Board Admin fees	519 855	583 608
Office Equipment	-	-
Office rent	136 562	133 102
Packaging bags for Ear tags	-	-
Printing & publication, info materials	5 284	17 035
Rent of Equipment	82 883	99 833
S&T, Training & meetings	5 706	21 602
Scanner RFIS	-	-
Staff Salaries	558 463	899 775
Stationery & other consumables	182 411	316 411
Water & Electricity	26 541	17 552
Surplus(Deficit) for the period	148 609	857 879

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

16 EAR TAG BALANCE SHEET

ASSETS

Current Assets

Bank
Cash on hand
Import VAT
Receiver of Revenue
Ear tag Stock on hand

5 254 765

5 157 746

1 949 974

3 853 089

231 438

194 049

727 260

-

4 800

-

2 341 293

1 110 608

Total assets

5 254 765

5 157 746

EQUITY AND LIABILITIES

Capital and Reserves

Capital Reserves
Ear tags Subsidies

4 679 131

4 530 522

4 400 099

4 251 490

279 032

279 032

Current Liabilities

Accrued Expenses (Month end Payments)
Provision for Leave
Customer Control
Receiver - VAT Due

575 635

627 227

470 288

244 040

33 571

72 137

71 776

-

311 050

Total equity and liabilities

5 254 766

5 157 749

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
17 DVS PROJECTS		
Income	1 045 218	76 031
Interest received	74 279	76 031
Transfer from Angola DRC account	500 000	-
Money received from FAO	392 370	-
Money received from MOH Italy	78 569	-
Expenses	1 081 357	-
VET Clinic expenses	1 024 238	-
CVL account transfers	56 420	-
Bank Charges	699	-
Surplus(Deficit) for the year	(36 139)	76 031
Accumulated funds at beginning of the year	1 804 791	1 728 760
Accumulated funds at end of the period	1 768 652	1 804 791
18 DROUGHT ADMINISTRATION FUND		
Income	18 581	18 051
Interest received	18 581	18 051
Surplus(Deficit) for the year	18 581	18 051
Accumulated funds at beginning of the year	670 551	652 500
Accumulated funds at end of the period	689 132	670 551

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
19 FEASIBILITY STUDY OF MEAT EXPORT ANGOLA DRC		
Income	305 057	356 446
Interest received	305 057	356 446
Expenses	4 655 965	-
Vaccine Botswana Institute	2 671 517	-
OIE Conference	1 984 448	-
Surplus for the year	(4 350 908)	356 446
Accumulated funds at beginning of the year	5 042 454	4 686 008
Accumulated funds at end of the period	691 546	5 042 454
20 MCA CAPRIVI PROJECT		
Income	120 696	1 500 138
Transferred from MCA Caprivi Project	-	1 417 812
Interest received	120 696	82 326
Surplus/Deficit for the year	120 696	1 500 138
Accumulated funds at beginning of the year	1 500 138	-
Accumulated funds at end of the period	1 620 834	1 500 138

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
21 BUKALO MEAT PROCESSING PLANT - ZAMBEZI		
Income	3 068 266	-
Money received from GRN	3 000 000	-
Interest received	68 266	-
		-
Expenses	1 225 911	-
	1 225 911	-
Surplus/Deficit for the year	1 842 355	-
Accumulated funds at beginning of the year	-	-
Accumulated funds at end of the period	1 842 355	-
22 ADMINISTRATION FEES	697 617	721 349
Ear Tags	519 855	583 463
Stock Brands	54 720	28 797
Agricultural Boards Building	108 168	94 329
Commission on 3rd Party Deductions	14 874	14 760
23 BOARD ADMINISTRATION EXPENSES	1 871 666	1 806 875
Sitting Allowance	1 036 283	1 004 244
Travelling and Subsistence expenses	616 576	641 979
Insurance	8 060	3 661
Secretariat & Admin	171 038	121 185
Workshops	39 709	35 806
24 PERSONNEL EXPENSES	10 143 572	9 514 279
Training	230 233	258 101
Staff remuneration (TCC)	9 762 601	8 877 515
Leave accrued	150 738	378 663

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
25 TRAVELLING AND SUBSISTENCE	163 055	170 086
Head Office	163 055	170 086
26 MARKET RESEARCH	1 300 874	-
Industry Studies	107 545	-
Agricultural Shows	90 750	-
Ad-hoc Studies	62 354	-
International Markets	40 334	-
Market Exploration	-	-
Arboricides	10 882	-
Study Bursaries	255 150	-
Marketing Development	733 859	-
27 DEPRECIATION	557 888	667 650
Motor vehicles	347 382	472 184
Furniture & Fittings	64 682	69 619
Computer Equipment	144 451	124 184
Show Equipment	1 373	1 663

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
28 OFFICE EXPENSES	5 433 799	5 481 421
Annual Report	58 400	116 510
Audit Fees	35 704	34 004
Bank Charges	105 596	76 007
Bad debts	-	21 266
Insurance	151 522	123 290
Capital expenses	31 826	-
Office rent	1 391 084	1 294 883
Water & Electricity	167 236	182 050
Postage and Stamps	35 022	19 000
Printing	22 990	57 987
Stationery, levy adverts & other consumables	314 495	344 130
Information Systems Services Expenses	384 812	547 293
Database upgrade	634 192	228 660
Human Resources / Admin Services Expenses	152 780	318 564
Market Share Promotion scheme	84 890	205 450
Assessment on Internal Control	90 408	82 513
Telecommunications	206 880	307 054
Maintenance - vehicles	96 836	194 169
Legal costs	416 354	501 584
Rent of office Equipment	77 415	68 729
PRO	975 356	758 278

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
29 NET CLASSIFICATION COSTS	(2 618 610)	(3 541 480)
Levy Income	5 015 676	4 630 151
Expenses	(7 634 286)	(8 171 631)
Classification Salary	7 306 538	7 332 762
Classification S&T	98 075	416 256
Registration of local Abattoir	12 761	9 775
Marking Ink	65 917	228 632
Protective Clothing	59 740	1 465
Telecommunication & internet lines	38 233	-
Office Rent & water and electricity	46 992	44 387
Stationery, & other consumables	-	138 354
Medical Examinations / check-ups	6 030	-

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
30 NET BORDER CONTROL COSTS	4 689 708	4 254 317
Inspection fee	(1 153 583)	(1 730 701)
Inspection Expenses	5 843 291	5 985 018
Staff Salary & Overtime	4 522 900	4 577 352
S&T allowance	267 271	306 401
Office rent	190 283	252 381
Clothing	59 369	30 404
Training & Meetings	-	40 000
Accommodation rent	163 861	138 154
Courier Service	28 944	25 991
Telephone	69 014	86 900
Water & Electricity	46 626	27 693
Maintenance House	23 000	109 323
Vehicle Maintenance	2 539	65 938
Depreciation of Assets	205 999	123 915
Other consumables	69 149	103 996
Cartridges	78 964	90 923
SLA & Software Internet lines	113 696	-
Border office cleaner	1 676	5 647

MEAT BOARD OF NAMIBIA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH (Continued)

	2017	2016
	N\$	N\$
31 Reconciliation of surplus for the period to cash		
Surplus/Deficit for year	(3 016 788)	742 613
Old credit balances on reserves	-	6 335
Depreciation	763 887	791 565
Interest received	(3 692 401)	(2 898 765)
Profit before working capital movements	(5 945 302)	(1 358 252)
Movement in accounts receivable	1 857 028	2 732 128
Movement in Stock	2 327 652	(2 334 133)
Movement in accounts payable (note 9&15)	4 885 783	(450 631)
	9 070 463	(52 636)
Cash generated from operations	3 125 161	(1 410 888)

