

Office of the Auditor General of Guyana



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AG:74/2001

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31 May 2001

**REPORT OF THE AUDITOR GENERAL
TO THE MEMBERS OF THE
NATIONAL FREQUENCY MANAGEMENT UNIT
ON THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2000**

I have audited the attached financial statements of the National Frequency Management Unit for the year ended 31 December 2000 as set out on pages 1 to 9. These statements have been prepared under the historical cost convention and in accordance with the accounting policies as set out on Page 4.

Respective Responsibilities of Management and Auditors

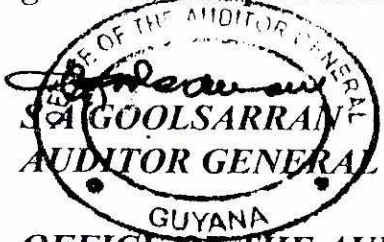
The responsibility of the preparation of the financial statements, including assertions relating to their completeness, accuracy and validity, and compliance with applicable laws, regulations and contractual obligations is that of management. My responsibility is to express an independent opinion on the statements, based on these assertions and to report my opinion to you.

Basis of Opinion

I conducted my audit in accordance with generally accepted auditing standards (including those of INTOSAI). Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by Management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

Opinion

In my opinion, the financial statements referred to above represent fairly the results of operations of the National Frequency Management Unit for the year ended 31 December 2000 and the financial position as at that date, in conformity with generally accepted accounting principles.



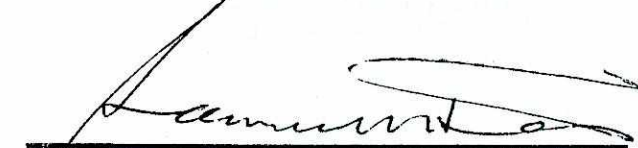
**OFFICE OF THE AUDITOR GENERAL
63 HIGH STREET
KINGSTON
GEORGETOWN
GUYANA**

**National Frequency Management Unit
Balance Sheet
As at December 31, 2000**

	Notes	Dec. 31, 2000 G\$	Dec. 31, 1999
Tangible Fixed Assets	2(d) & 3	12,187,869	13,502,963
<u>Current Assets</u>			
Stock		261,411	184,736
Debtors	7	157,824,746	1,019,333
Cash at Bank	40	137,337,709	241,997,262
Cash in Hand		83,280	251,677
Prepayments		8,696,185	535,217
		304,203,331	243,988,225
<u>Less: Current Liabilities</u>			
Creditors & Accruals		3,194,351	4,784,582
Deferred Income - Licence Fees		7,027,555	11,439,721
Provision for Taxation		45,974,710	45,974,710
		56,196,616	62,199,013
Net Current Assets		248,006,715	181,789,212
Net Assets		260,194,584	195,292,175
<u>Represented By:</u>			
Capital	4	2,044,255	2,044,255
Net Profit		64,902,409	61,974,804
Accumulated Surplus		193,247,920	131,273,116
		260,194,584	195,292,175



 Leonarine Persaud
 Chief Executive Officer



 Hon. Samuel A. Hinds
 Prime Minister of Guyana

The notes on pages 4 to 7 form an integral part of these accounts

**National Frequency Management Unit
Income and Expenditure Account
For the year ended December 31, 2000**

<i>Income</i>	<i>Notes</i>	<i>Dec. 31, 2000</i>		<i>Dec. 31, 1999</i>
		<i>G\$</i>	<i>G\$</i>	<i>G\$</i>
<i>License Fees</i>			113,387,979	95,276,403
<i>Investment Income</i>			15,172,877	14,850,809
<i>Other Income</i>			0	5,000
			128,560,856	110,132,212
 <u>Less - Administrative & General Expenses</u>				
<i>Salaries</i>		38,143,125		28,476,734
<i>Uniform Expenses</i>		496,007		278,088
<i>Training Course</i>		949,243		4,863,374
<i>Advertising</i>		266,860		90,541
<i>Telephone</i>		998,041		745,381
<i>Electricity</i>		1,580,905		449,137
<i>Overseas Travelling</i>		0		971,032
<i>Rent</i>		2,003,000		1,587,270
<i>Auditing Fees</i>		144,039		360,546
<i>Consultancy Fees</i>		722,000		785,015
<i>Motor Vehicle Expenses</i>		659,358		463,239
<i>R & M - Building etc.</i>	5	1,313,362		1,219,107
<i>Miscellaneous</i>		6,310,175		908,024
<i>Stationery & Office Supplies</i>		921,172		618,660
<i>Meals and Accommodation</i>		123,200		412,860
<i>Seminar & Conference</i>		3,831,362		1,576,284
<i>Information & Subscription</i>		1,092,198		854,624
<i>Depreciation</i>		2,033,595		
<i>Security Charges</i>		506,705		
<i>Reform Telecoms</i>		792,547		2,621,972
<i>Bad debt</i>		771,553		875,520
			63,658,447	48,157,408
<i>Net Profit before Taxation</i>			64,902,409	61,974,804
<i>Taxation</i>			0	0
<i>Net Profit after Taxation</i>			64,902,409	61,974,804
<i>Accumulated Surplus Jan. 1, 2000</i>			193,247,920	131,273,116
<i>Accumulated Surplus Dec. 31, 2000</i>			258,150,329	193,247,920