



September 28, 1977

AUDITORS' REPORT

We have examined the accounts of the Guyana Rice Board which are in agreement with the books of the Board and report that we have obtained all the information and explanations we have required.

We further report that, in our opinion, the annexed Balance Sheet dated 30th September, 1974 and the Income and Expenditure Account for the period ended on that date are properly drawn up so as to give respectively a true and correct view of the state of the Board's affairs at 30th September, 1974 and of the Income for the period then ended, in accordance with generally accepted accounting principles applied on a consistent basis.

THOMAS, STOLL, DIAS & CO.
ACCOUNTANTS.

GUYANA RICE BOARD

NOTES TO THE ACCOUNTS.....

<u>1973</u>	<u>NOTE 1</u>	<u>1974</u>
\$		\$
	<u>GENERAL RESERVE FUND</u>	
11,222,341	Balance at Commencement	11,986,205
<u>476,925</u>	Add: Surplus of Income over Expenditure	<u>6,866,837</u>
11,699,266		18,853,042
<u>2,000,000</u>	Add: Issued Share Capital	<u>2,000,000</u>
<u>\$13,699,266</u>		<u>\$20,853,042</u>

NOTE 2

DEBENTURES

No Debentures have as yet been issued; but under agreement dated 23rd September, 1969 between the Government and the Corporation, the Corporation undertook to issue Debenture Bonds to cover all sums of money advanced or to be advanced etc. for the Rice Modernization Project.

NOTE 3

<u>FIXED ASSETS</u>	<u>COST</u>	<u>DEPRECIATION</u>	<u>NET</u>	
	\$	\$	\$	
4,335,844	Land, Buildings & Structure	6,953,284	2,721,451	4,231,833
3,068,201	Plant & Machinery - (Incl. Blending Bins)	6,660,311	3,851,264	2,809,047
2,707,266	Furniture, Other Machinery & Equipment	<u>9,023,474</u>	<u>3,268,847</u>	<u>5,754,627</u>
10,111,311		22,637,069	9,841,562	12,795,507
<u>25,580,451</u>	Work-in-Progress	<u>30,800,402</u>	<u>-</u>	<u>30,800,402</u>
<u>\$35,691,762</u>		<u>\$53,437,471</u>	<u>\$9,841,562</u>	<u>\$43,595,909</u>

GUYANA RICE BOARD

NOTES TO THE ACCOUNTS

\$	<u>NOTE 4</u>	\$
	<u>DEFERRED RECEIVABLES</u>	
3,798,028	Production Loans	5,359,786
<u>541,304</u>	Capital Loans	<u>663,582</u>
\$4,339,332		6,023,368
<u>425,201</u>	Less: Provision for Bad & Doubtful Debts	<u>666,136</u>
<u><u>\$3,914,131</u></u>		<u><u>\$5,357,232</u></u>

NOTE 5

STOCKS & STORES

18,879	Paddy	1,051,447
970,828	Rice Less Reserve	3,431,162
4,417	By-Products Less Reserve	139,845
17,438	Stock-feed	59,310
1,168,327	Agricultural Stocks - Inputs	657,784
5,091	Rice-Wa	3,479
24,140	Livestock	19,144
55,777	Stationery & Office Supplies	59,918
3,052,173	Stores & Spares Less Reserve	3,031,436
63,453	Rope Slings, Loose Tools etc.	140,272
562,514	Goods-in-Transit	678,262
-	Lumber	8,243
34,991	Fuel & Lubricants	249,268
861,349	Bags, twine & thread & packaging	-
-	Materials	<u>4,167,641</u>
<u>\$6,839,377</u>		<u>\$13,697,211</u>

GUYANA RICE BOARD

BALANCE SHEET AS AT 30TH SEPTEMBER, 1974

<u>1973</u>	<u>LIABILITIES</u>	<u>NOTES</u>	\$	\$	\$
\$					
13,699,266	General Reserve Fund	(1)			20,853,042
	<u>DEBENTURES</u>				
<u>24,888,079</u>	Government of Guyana	(2)			<u>28,747,801</u>
\$38,587,345					\$49,600,843
=====					=====
	<u>ASSETS</u>				
35,691,762	Fixed Assets	(3)			43,595,909
3,914,131	Deferred Receivables	(4)			5,357,232
	<u>CURRENT ASSETS</u>				
6,839,377	Stocks and Stores	(5)	13,697,211		
5,098,271	Debtors & Prepayments	(6)	4,220,593		
<u>784,649</u>	Cash in Hand and at Banks	(7)	<u>851,611</u>		
12,722,297				18,769,415	

	<u>LESS: CURRENT LIABILITIES</u>				
2,488,349	Creditors and Accruals	(8)	3,604,537		
508,926			2,714,563		
356,267	Guyana Agriculture Co-operative Development Bank		52,930		
302,615	Commissioner of Inland Revenue		302,615		
1,022,575	Contractors' Retentions - R.M.P.		2,063,346		
<u>9,102,113</u>	Banks' Overdraft	(9)	<u>9,383,722</u>		
13,740,845				<u>18,121,713</u>	

(1,018,548					647,702
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\$38,587,345					\$49,600,843
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GUYANA RICE BOARD

NOTES TO THE ACCOUNTS

<u>\$</u>	<u>NOTE 6</u>	<u>\$</u>	<u>\$</u>
	<u>DEBTORS & PREPAYMENTS</u>		
235,236	Staff & Employees	410,945	
404,978	Millers & Farmers	295,927	
1,260,767	Rice Sales - Overseas Debtors	1,186,809	
<u>3,058,194</u>	Others	<u>2,518,079</u>	
\$4,959,175		4,411,760	
241,703	Less: Provision for Bad & Doubtful Debts	<u>815,816</u>	
<u>\$4,717,472</u>	Total Debtors		<u>\$3,595,944</u>
4,221	Rehabilitation Cane-Grove Rice Mill	-	
173,597	Advanced Expenditure - Mards State Farm	101,815	
60,208	Advanced Expenditure - McNabb State Farm	44,658	
25,076	Advanced Expenditure - BBP State Farm	56,946	
93,762	Prepaid Expenses - Insurance	130,464	
1,992	Prepaid Expenses - Postages & NIS Stamps	61,834	
-	Rates and Taxes	67,124	
86	Employees' Pension Plan	27,991	
21,857	N.I.S.	(10,671)	
-	Contribution to Guystac	<u>144,488</u>	
<u>380,799</u>	Total Pre-payments		<u>624,649</u>
<u>\$5,098,271</u>			<u>\$4,220,593</u>
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NOTE 7

CASH IN HAND & AT BANKS

80,117	Cash in Hand and In-transit		21,494
<u>704,532</u>	Cash at Banks		<u>830,117</u>
<u>\$784,649</u>			<u>\$851,611</u>
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GUYANA RICE BOARD

NOTES TO THE ACCOUNTS

\$	<u>NOTE 8</u>	\$
	<u>CREDITORS & ACCRUALS</u>	
9,271	Unpresented Bank Cheques	10,863
43,564	Accrued Liabilities	73,967
12,702	Wages Payable	-
-	Salaries Payable	42,721
24,808	Unclaimed Salaries and Wages	12,522
2,524	Freight Payable	6,920
3	Accounts Payable - Sundry Suppliers (Local)	-
228,076	Accounts Payable - General	1,606,306
143,030	Accounts Payable - Rice Purchases	214,280
611,959	Sundry Creditors - Others - (Credit Balances)	524,004
310,784	Sundry Debtors - Others	1,847,803
-	Sundry Debtors - Others (Debit Balances)	(982,432)
4,331	Unpaid Rice Purchases Vouchers	14,307
72,616	Employees Savings Account	79,392
73,490	Undelivered Bags and Twine Sales	96,949
36,247	Undelivered Rice Sales	56,935
874,944	Guyana Rice Corporation	-
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\$2,448,349		\$3,604,537
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NOTE 9

BANKS' OVERDRAFT

9,102,113	Banks' Overdraft	9,383,722
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Banks' Overdraft is guaranteed by the Government of Guyana for \$10,000,000.00 Insurance policies on the stocks, Buildings and dryers are also held as security by the Banks

GUYANA RICE BOARD

SUMMARY OF NET OPERATING RESULTS FOR THE
PERIOD ENDING 30TH SEPTEMBER, 1974

<u>1973</u>	<u>NOTE (10)</u>	<u>INCOME</u>	<u>OPERATING EXPENSES</u>	<u>1974 PROFIT/LOSS</u>
\$	<u>RICE FACTORIES</u>	\$	\$	\$
(112,091)	Black Bush Polder	826,572	1,040,850	(214,278)
-	Nos. 7 & 9	1,612	47,180	(45,568)
(135,600)	M.A.R.D.S.	3,234,227	3,484,773	(250,546)
21,931	Belmonte	926,139	981,752	(55,613)
-	Cane Grove	1,206,956	1,308,242	(101,286)
<u>51,150</u>	<u>Anna Regina</u>	<u>5,151,937</u>	<u>4,584,337</u>	<u>567,600</u>
(174,610)		11,347,443	11,447,134	(99,691)
=====		=====	=====	=====
	<u>STATE FARMS</u>			
9,293	Black Bush Polder - Autumn Crop	46,104	33,916	12,188
(7,452)	Black Bush Polder - Spring Crop	119,301	61,614	57,687
82,063	M.A.R.D.S. - Autumn Crop	318,138	267,970	50,168
289,095	" - Spring Crop	312,243	233,566	78,677
27,987	" - Mechanical Equipt.	-	-	-
8,578	" - Livestock	3,880	10,285	(6,405)
25,701	" - Workshop Operation	-	-	-
(18,348)	" - Depreciation of Assets	-	-	-
(5,959)	" - Onverwagt Cultivation	-	-	-
6,332	McNabb - Autumn Crop	103,493	99,358	4,135
24,533	" - Spring Crop	156,811	97,743	59,068
2,051	" - Mechanical Equipment	-	-	-
<u>(4,893)</u>	<u>" - Depreciation of Assets</u>	<u>-</u>	<u>-</u>	<u>-</u>
438,981		\$1,059,970	\$804,452	\$255,518
=====		=====	=====	=====
	<u>OTHER OPERATIONS</u>			
(39,888)	Stockfeed Factory	1,382,569	1,292,200	90,369
890	Rice-Wa	1,803	9,998	(8,195)
-	Rice Flour	-	2,948	(2,948)
(38,998)		\$1,384,372	\$1,305,146	\$79,226
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GUYANA RICE BOARD

MANUFACTURING, TRADING & PROFIT & LOSS ACCOUNT FOR THE
PERIOD ENDING 30TH SEPTEMBER, 1974

NOTE (10)

STOCKFEED MILL

<u>1973</u>		<u>1974</u>
\$		\$
<u>612,547</u>	Sales	1,382,568
-	Opening Stock	28,813
602,926	Ingredients Used	1,210,101
26,418	Production Expenses	36,025
13,483	Depreciation Building & Plants	27,920
<u>9,002</u>	Indirect Expenses	<u>20,077</u>
651,829	Cost of Goods for Sales	1,322,936
<u>17,437</u>	Less Closing Stock	<u>59,310</u>
<u>634,392</u>	Cost of Sales	<u>1,263,626</u>
(21,845)	Gross Profit/(Loss)	118,942
<u>(18,043)</u>	Less: Administrative & Other Expenses	<u>28,573</u>
<u><u>(\$39,888)</u></u>	Net Profit/(Loss)	<u><u>\$90,369</u></u>

RICE WA

4,947	Sales	1,803
<u>2,998</u>	Less: Cost of Wine Sold	<u>1,306</u>
1,949	Gross Profit/(Loss)	497
<u>1,059</u>	Less: Administrative & Other Expenses	<u>8,692</u>
<u>\$890</u>	Net Profit/(Loss)	<u>(\$8,195)</u>

RICE FLOUR MILL

Trade Exhibitions & Displays	(23)
Rice Flour Mill	110
Ingredients	(322)
Wages	(11)
Materials & Parts	(42)
Lights & Power, Rent & Rates etc.	<u>(2,660)</u>
<u>Total (Loss)</u>	<u>\$ (2,948)</u>

GUYANA RICE BOARD

DETAILED PROFIT & LOSS ACCOUNT FOR THE PERIOD

ENDED 30TH SEPTEMBER, 1974

(10)	<u>M.A.R.D.S</u>	<u>ANNA REGINA</u>	<u>CANE GROVE</u>	<u>BELMONTE</u>	<u>BLACK BUSH POLDER</u>	<u>NOS. 7 & 9</u>
	\$	\$	\$	\$	\$	\$
Value of Rice Produced	2,909,806	4,894,904	1,104,945	861,482	784,756	
Value of by-produced produced	324,421	257,033	102,012	64,657	41,816	1,612
	<u>\$3,234,227</u>	<u>\$5,151,937</u>	<u>\$1,206,957</u>	<u>\$926,139</u>	<u>\$826,572</u>	<u>\$1,612</u>
<u>LESS:</u>						
Cost of Paddy Milled	2,523,496	3,579,013	1,133,656	881,348	739,255	46,400
Adjustment of Paddy Stocks	38,271	30,799	-	-	14,936	-
Operating & Maintenance Expenses	826,618	873,597	164,729	95,804	282,148	648
Selling Expenses - By-products	23,662	23,349	9,858	4,600	4,511	132
	<u>\$3,412,047</u>	<u>\$4,506,758</u>	<u>\$1,308,243</u>	<u>\$981,752</u>	<u>\$1,040,850</u>	<u>\$47,180</u>
GROSS PROFIT/(LOSS)	(177,820)	645,179	(101,286)	(55,613)	(214,278)	(45,568)
DEPRECIATION OF FIXED ASSETS	72,726	77,579	-	-	-	-
<u>NET (LOSS)/PROFIT</u>	<u>\$(250,546)</u>	<u>\$567,600</u>	<u>\$(101,286)</u>	<u>\$(55,613)</u>	<u>\$(214,278)</u>	<u>\$(45,568)</u>

GUYANA RICE BOARD

NOTE 11

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OTHER INCOME

3,592	Interest Received - Staff Loans	6,561
7,484	" " - Rice Loans	15,680
15,631	Profit on Sale of Assets	14,098
78,663	Miscellaneous	41,080
<u>105,370</u>		<u>77,419</u>
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NOTE 12

ADMINISTRATIVE & OTHER EXPENSES

681,533	Administrative Department	809,572
66,683	Purchasing Department	50,815
205,775	Property Expenses	251,988
<u>1,113,740</u>	Other Miscellaneous Expenses	<u>1,832,907</u>
<u>2,067,731</u>		<u>2,945,282</u>
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GUYANA RICE BOARD
INCOME & EXPENDITURE ACCOUNT
FOR THE PERIOD ENDING SEPTEMBER 30, 1974

1973

\$	<u>SALES</u>	\$	\$
5,048,814	Local	9,781,965	
<u>23,860,021</u>	Export	<u>37,370,500</u>	
28,908,835	Total Rice Sales	47,152,465	
<u>23,360,668</u>	Cost of Sales	<u>28,190,529</u>	
5,548,167	Gross Profit on Rice Sales		18,961,936
(174,610)	Loss on Rice Factories (10)		(99,691)
438,981	Profit State Farms (10)		255,518
(39,888)	Profit Stockfeed Mill (10)		90,369
890	Loss on Rice-Wa (10)		(8,195)
-	Loss on Rice Flour Mill(10)		(2,948)
<u>105,370</u>	Other Income (11)		<u>77,419</u>
5,878,910			19,274,408
2,067,731	Administrative and Other Expenses (12)		<u>2,945,282</u>
3,811,179	Net Income		16,329,126
	 APPROPRIATIONS:		
3,334,254	Grants and Aids to Industry (13)		<u>9,462,289</u>
<u>\$476,925</u>			<u>\$6,866,837</u>
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GUYANA RICE BOARD

NOTES TO THE ACCOUNTS

NOTE 13

GRANTS AND AIDS TO THE INDUSTRY

1,799	Salaries to RPA Representative	1,500
334	Expenses on Building used by the RPA	76
847,933	Loss on Sale of Bags Imported	51,183
21,998	Marine Insurance on Farmer's Rice	25,052
141	GRB Scholarship	,819
	Crop Incentive Bonus	961,860
	Consumer's subsidy on Local Sales of rice	3,185,017
326,483	Agricultural Stocks Adjustments	283,442
703,890	Subsidy on Sales of Agricultural Stocks	1,398,778
267,029	Rice Research Division Expenses	369,871
1,164,647	Rice Expansion Aid Programme	2,939,578
	Net Operating Expenses - Wakenaam Rice Silos	133,007
	Net Operating Expenses - Ruimsight Rice Silos	112,106
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<u>\$3,334,254</u>		<u>\$9,462,289</u>