

GUYANA RICE CORPORATION

AUDITED REPORT
FOR YEAR ENDED

31/8/73

Georgetown,
GUYANA.

2nd August, 1974

AUDITORS' REPORT

We have examined the accounts of the Guyana Rice Corporation which are in agreement with the books of the Corporation 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 31st August, 1973 and the Profit and Loss Account for the year ended on that date are properly drawn up so as to give respectively a true and correct view of the state of the Corporation's affairs at the 31st August, 1973 and of the loss for the year then ended, in accordance with generally accepted accounting principles supplied on the consistent basis.

THOMAS, STOLL, DIAS & CO.
ACCOUNTANTS

GUYANA RICE CORPORATION

NOTES TO THE ACCOUNTS

Note 1

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 2

Debentures Nos. 1 and 2 executed on 29th July, 1968 and registered on 3rd August, 1968 in favour of Barclays Bank, D.C.O. (now Barclays Bank International Limited) and Royal Bank of Canada received as a floating charge on all stocks of paddy, rice, by-products etc. by way of a fluctuating overdraft not exceeding \$2,000,000 respectively. These overdrafts are also guaranteed by the Government of Guyana by Resolution No. ix of the National Assembly passed on the 28th April, 1970

Note 3

Amount Provided as at 31.8.72	197,115.00
Paid during the year	<u>25,000.00</u>
	172,115.00
Property Tax year 1974	<u>130,500.00</u>
	<u>\$302,615.00</u>

Note 4

Advanced Expenditure

Cane Grove Rice Factory	4,220.60	
B.B.P. Cult. '73 Aut. Crop	25,076.45	
M/Cony '73 Aut. Crop	170,568.68	
" '74 " "	791.64	
" '74 Spring Crop	<u>2,236.64</u>	
	198,673.41	
Anne Regina '73 Aut. Crop	<u>60,207.79</u>	<u>263,101.80</u>

Note 5

Current Assets

Stocks, Stores Spares Comprise of Bags and Twine		173,507.17
Spares and Sundry Stores	885,855.32	
Less: Provision for Obsolete Spares	<u>67,256.94</u>	
		<u>818,598.38</u>
		<u>\$992,105.55</u>

Note 6

Unexpired letter of credit in favour of Southern Construction and Mill Supply for G\$17,000.00 (US\$8,500.00) was outstanding as at 31st August, 1973.

GUYANA RICE CORPORATION
BALANCE SHEET AS AT 31ST AUGUST, 1973

<u>SHARE CAPITAL</u>		<u>1972</u>	<u>1972</u>	<u>FIXED ASSETS</u>	<u>Cost</u>	<u>Depreciation</u>	<u>Net</u>	<u>1972</u>
<u>AUTHORISED</u>	\$	\$	\$		\$	\$	\$	\$
100,000 Shares of \$100:- each	10,000,000.00	10,000,000		Freehold and Leasehold Lands and Land Improvement	631,146.24		631,146.24	621,383
				Buildings & Structures	2,435,733.54	796,533.07	1,639,200.47	1,685,816
				Plant and Machinery	3,535,497.52	2,372,000.20	1,163,497.32	1,325,071
				Agricultural Machinery	324,266.53	238,261.76	86,004.77	85,510
				Motor Lorries and Other Transport Equipment	139,361.20	112,745.61	26,615.59	16,483
				Furniture and Equipment	191,580.44	87,202.08	104,378.36	112,631
					<hr/>		<hr/>	
<u>ISSUED</u>				Work-in-Progress	7,257,585.47	3,606,742.72	3,650,842.75	3,846,894
20,000 Shares of \$100:- each fully paid	2,000,000.00	2,000,000			25,522,004.15		25,522,004.15	19,714,698
<u>DEBENTURES</u> - Government of Guyana (Note 1)								
Advances	22,190,234.32	18,671,009						
Accrued Interest	<u>2,697,844.97</u>	<u>1,382,096</u>						
	24,888,079.29	20,953,105						
		87,760						
Profit and Loss Account	45,909.78	87,760			<hr/>	<hr/>	<hr/>	<hr/>
				Advanced Expenditure (Note 4)			263,101.80	112,742
<u>CURRENT LIABILITIES</u>				<u>CURRENT ASSETS</u>				
(Exclusive of Sundry Creditors)				Rice and Rice Products (Estimated to Realise)	83,866.25			178,189
Banks Overdraft (Note 2)	3,991,882.38	3,181,664		Paddy at Cost	9,366.51			262,934
Provision for Taxation (Note 3)	302,615.00	197,115		Livestock	24,140.00			19,010
Contractors Retention - Rice Modernization Project	1,022,575.29	826,780		Stocks, Stores, Spares - Less Provision for Obsolete Spares (Note 5)	992,105.55			811,329
				Prepaid Expenses	63,303.41			39,522
				Sundry Debtors less Provision	2,229,392.59			2,091,361
				Cash at Bank	27,344.83			-
				Cash in Hand and in Transit	<u>12,034.74</u>			<u>8,831</u>
							3,441,553.08	3,411,176
				<u>DEDUCT</u>				
				<u>Current Liabilities</u>				
				Sundry Creditors			<u>626,440.04</u>	<u>739,086</u>
							2,815,113.04	2,672,090
							<hr/>	<hr/>
	<hr/>	<hr/>					\$32,251,061.74	\$26,346,424
	<u>\$32,251,061.74</u>	<u>\$26,346,424</u>					<u>\$32,251,061.74</u>	<u>\$26,346,424</u>

GUYANA RICE CORPORATION
STATEMENT OF PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST AUGUST,

1973

Trading Profit/Loss before charging
Depreciation of Fixed Assets

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