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J. H. McB. Moore, F.C.A.S., A.C.I.I.

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W. M. Green,

Deputy Chairman.

W. P. D'Andrade

E. C. Rodrigues

A. C. Grieve

Gobin Birajie

C. P. B. Melbourne, M.B.E.

Vincent Roth, O.B.E.

Hamid Rahaman

V. J. Willems

W. G. Carmichael,

General Manager.

L. E. Kranenburg,

Secretary.

P. C. Yansen, A.A.C.C.A.,

Chief Accountant.

REPORT

ON THE OPERATIONS OF THE BRITISH GUIANA CREDIT CORPORATION FOR THE YEAR ENDED 30TH JUNE, 1959.

1. **Accounts:** Attached to this report are the accounts for the year ended 30th June, 1959, the fifth year of the Corporation's operations.

2. **Loans Made:** Following the practice in previous reports an appendix (A) is attached showing the month by month figures of payments made against loans authorised, the payments being analysed under the main headings. An appendix (B) is also attached showing the amounts of monthly repayments. It is interesting to note that while \$1,656,562 was paid out in loans during the year, a sum of \$2,437,615 was collected by way of repayments. For the first time the amount collected exceeds, to the extent of \$781,053, the amount paid out in loans. This in some measure is accounted for by the improvement in the collecting system and the following up of borrowers whose instalments were overdue.

The Corporation has now paid out during the five years of its existence a total of \$16,157,011 and has collected \$9,082,029.

3. **Housing:** The amount put out on housing for the year was \$822,231 representing loans made to 355 borrowers, mostly for the building of new houses. The amount collected on repayments of housing loans was \$1,115,146. The number of housing loans had increased from 292 in 1958 to 355 which again confirms the estimate that the Corporation with its present capital would be able to build between 300/400 houses each year from funds available for this purpose.

4. **Agriculture:** The number of agricultural loans for the year totalled 114, requiring an expenditure of \$252,863. Some of this money was used for loans for agricultural machinery. This compares with the total of \$322,675 put up on agricultural loans during the year 1957—1958 to 117 applicants.

5. **Industry:** The number of industrial loans is again disappointing. They number only 19 and the amount invested was \$165,600.

6. **Machinery:** The Corporation purchased and paid for during the year 1958/1959 machinery to the total value of \$260,931. In addition machinery loans to the value of approximately \$200,000 were also approved during the year but not paid for. These loans comprised 84 items made up as follows:—

Industry	Agriculture
6 Marine Engines	39 Tractors
4 Stationary Engines	5 Combines
3 Tractor/Winches	1 Bulldozer Blade
1 Refrigeration Plant	8 Irrigation Pumps
2 Arc Welding Plants	8 Generators
2 Launches with Engines	4 Incubators
1 Lathe with Motor	

INCOME & EXPENDITURE ACCOUNT

Working Expenses were \$8,548 less than the previous year's total but to these must be added \$11,113 Bad Debts actually suffered and \$12,471 lost on the Queenstown property when it was found necessary to dispose of the building only. Nevertheless there was on the year's working a surplus of \$23,043 which, together with certain adjustments detailed in the Income and Expenditure Account, reduced the accumulated deficit of previous years to \$16,983.

It was considered expedient to bring into the Accounts \$175,000 a sum likely to prove irrecoverable on realisation of certain assets pledged to the Corporation in prior years.

This figure of \$175,000 represents 1.08 per cent. approximately of the total loans made by the Corporation since its inception. The accumulated deficit now stands at \$191,983.

J. H. McB. MOORE, *Chairman.*
W. M. GREEN, *Deputy Chairman.*
W. G. CARMICHAEL, *General Manager.*

Georgetown,
British Guiana.
15th December, 1959.

Fitzpatrick, Graham & Co.,
Chartered Accountants.

P. O. Box 37,
The Demerara Life Building,
Georgetown,
Demerara.

21st October, 1959.

**REPORT OF THE AUDITORS TO THE GOVERNOR IN COUNCIL
ON THE ACCOUNTS OF THE BRITISH GUIANA CREDIT
CORPORATION AS AT 30TH JUNE, 1959.**

We have examined the annexed Balance Sheet and Income and Expenditure Account which are in agreement with the Books of Account and we report that:—

1. So far as we have been able to ascertain the administration and transactions of the Corporation comply with the relative provisions of Ordinance 13 of 1954.

2. In our opinion and to the best of our information and according to the explanations given us the Balance Sheet is properly drawn up so as to give a true and fair view of the state of the Corporation's affairs at 30th June, 1959, and the Statement of Income and Expenditure gives a true and fair view of the excess of income over expenditure for the year ended on that date.

3. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

FITZPATRICK, GRAHAM & Co.
Chartered Accountants.

} *Auditors.*

BRITISH GUIANA

STATEMENT OF INCOME AND EXPENDITURE

30.6.58			
SALARIES AND FEES			
\$ 91,727	Head Office	\$ 92,794	
66,633	Areas and Branches	66,192	
5,640	Members Fees	5,843	
<u>\$ 164,000</u>			\$ 164,829
TRAVELLING EXPENSES			
\$ 7,870	Head Office	\$ 1,543	
10,484	Areas and Branches	9,065	
1,887	Members	366	
<u>\$ 20,241</u>			\$ 10,974
RENTS, ETC.			
\$ 8,153	Head Office—Rent & Lighting	\$ 8,134	
2,714	Areas and Branches—Rent	2,614	
2,153	274 Peter Rose St. Georgetown—Repairs etc	2,224	
<u>\$ 13,020</u>			\$ 12,972
\$ 2,399	PRINTING AND STATIONERY		2,302
1,438	POSTAGES, TELEPHONE ETC		1,950
1,707	LEGAL EXPENSES		2,194
5,915	GENERAL EXPENSES		4,951
7,800	AUDIT FEES		6,000
28,494	BAD DEBTS WRITTEN OFF		11,113
DEPRECIATION			
—	274 Peter Rose Street, Georgetown	\$ —	
—	Office Premises—Grove	806	
—	Other Properties	—	
8,572	Furniture and Fittings	8,577	
340	Motor Car	340	
174	Craft	231	
<u>\$ 9,086</u>			9,954
—	LOSS ON SALE OF QUEENSTOWN PROPERTY		12,471
—	EXCESS OF INCOME OVER EXPENDITURE TRANSFERRED TO INCOME AND EXPENDI- TURE ACCOUNT		23,043
<u>\$ 254,100</u>			\$ 262,753
	BALANCE AT 30th JUNE, 1958	\$ 58,825	
	PROVISION FOR BAD AND DOUBTFUL DEBTS RELATING TO PREVIOUS YEARS	\$ 175,000	
			<u>\$ 233,825</u>

Georgetown,
15th December, 1959.

CREDIT CORPORATION

FOR THE YEAR ENDED 30TH JUNE, 1959.

30.6.58

\$ 545,889	INTEREST ON LOANS TO BORROWERS	\$ 588,415	
	Less:		
324,649	Interest on Treasury Advances	345,545	
<u>\$ 221,240</u>			\$ 242,870

OTHER INTEREST

\$ 3,539	Post Office Savings Bank	\$ 4,155	
486	Government 3% Bonds	417	
<u>\$ 4,025</u>			4,572

COMMISSIONS, DISCOUNTS ETC.

\$ 1,614	Proportion of Interest collected on Food Production Loans made by Co-operative Credit Banks	\$ 1,517	
6,333	Insurance and other Commissions	4,755	
11,620	General Discounts etc.	7,838	
1,365	Valuation Fees Received	1,201	
<u>\$ 20,932</u>			15,311

EXCESS OF EXPENDITURE OVER INCOME
TRANSFERRED TO INCOME AND EXPENDITURE ACCOUNT

\$ 7,903			—
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<u>\$ 254,100</u>		<u>\$ 262,753</u>
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SURPLUS ARISING FROM TAKEOVER OF CO-OPERATIVE CREDIT BANKS, LESS ADJUSTMENTS	\$ 7,094
ADJUSTMENT OF LOAN DEBTORS CONTROL ACCOUNT TO ACTUAL DEBTORS AT 30th JUNE, 1959	11,705
EXCESS OF INCOME OVER EXPENDITURE FOR THE YEAR ENDED 30th JUNE, 1959	23,043
BALANCE AT 30th JUNE, 1959, AS PER BALANCE SHEET	191,983
	<u>\$ 233,825</u>

J. H. McB. MOORE, (Chairman),
P. C. YANSEN, (Chief Accountant).

BRITISH GUIANA

BALANCE

As at

30.6.58		
	I. TREASURY	
\$ 9,434,317	(a) Advances for General Purposes of Corporation \$	9,093,417
	(b) Food Production Loans made by Corporation:	
565,683	Balances at 30th June, 1959, per Contra	581,583
<u>\$ 10,000,000</u>		\$ 9,675,000
	(c) Co-operative Credit Banks: Advances for General Purposes taken over by Corporation at 21st June, 1954 \$	1,020,602
\$ 1,020,602		
	Less:	
	Reduction of liability in respect of Provision for Bad & Doubtful Debts, as per Contra \$	50,000
<u>\$ 1,020,602</u>		970,602
	(d) Collection by the Corporation on behalf of the Treasury of Food Production Loans at 21st June, 1954, less payments to Treasury and Interest Adjustments (See Note 1)	10,656
\$ 39,077		
163,261	(e) Interest accrued on (a) to (d)	181,717
<u>\$ 11,222,940</u>		<u>\$ 10,837,975</u>
 <u>\$ 11,222,940</u>	 Carried Forward	 <u>\$ 10,837,975</u>

CREDIT CORPORATION

SHEET

30th June, 1959.

30.6.58

CURRENT ASSETS

I. Cash and Bank Balances

\$ 45,796	Barclays Bank D.C.O.	\$ 39,327	
42,651	Royal Bank of Canada	5,208	
221,469	Post Office Savings Bank	51,043	
7,607	Cash in Hand—Head Office	4,246	
1,212	Cash in Hand—Branch Offices	1,218	
<u>\$ 318,735</u>			\$ 101,042

II. Loans Outstanding

\$ 9,956,349	Loans made by Corporation for Development Purposes, less repayments and less Provision for Bad and Doubtful Debts—\$175,000	\$ 9,712,463	
188,069	Loans, other than Food Production Loans taken over from Co-operative Credit Banks, less repayments and less Provision for Bad and Doubtful Debts—\$50,000	\$ 97,045	
	Food Production Loans:		
	(i) Co-operative Societies:		
499,666	Advances made on behalf of the Co-operative Development Department	\$ 514,277	
66,017	(ii) Farmers: Made on Treasury Account	67,306	
		<u>\$ 581,583</u>	
147,362	(iii) Co-operative Societies: Advances made on behalf of the Rice Marketing Board	89,930	671,513
<u>\$ 10,857,463</u>			\$ 10,481,021

III. Sundry Debtors and Debit Balances

\$ 7,017	Charges prepaid and debts due to the Corporation	18,607
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IV. Investment

	Taken over from Co-operative Credit Banks	
	\$13,900 British Guiana Government 3% Bonds (Market Value \$11,120)	14,068
\$ 14,068		
<u>\$ 11,197,283</u>	Carried forward	<u>\$ 10,614,738</u>

30.6.58		
\$ 11,222,940	Brought Forward ..	\$ 10,837,975
II. BRITISH GUIANA RICE MARKETING BOARD		
145,840	Advances for Food Production Loans ..	\$ 95,116
1,583	Interest thereon	3,116
<u>\$ 147,423</u>		<u>98,232</u>
III. SUNDRY CREDITORS AND CREDIT BALANCES		
\$ 53,213	Charges Accrued and Debts due by Corporation	55,226
IV. CO-OPERATIVE CREDIT BANKS SHARE-HOLDERS		
Amounts Outstanding: (See Note 2)		
238,320	(a) Share Capital, Reserves, Undistributed Profits etc. as at 21st June, 1954. ..	\$ 238,320
181,343	Less: Redeemed to 30th June, 1959.	181,614
<u>\$ 56,977</u>		<u>\$ 56,706</u>
22,412	(b) Dividends Unclaimed by Shareholders at 30th June, 1959	22,412
<u>\$ 79,389</u>		<u>79,118</u>
V. CO-OPERATIVE CREDIT BANKS SUSPENSE		
\$ 6,923	Surplus arising from takeover, less adjustments	—
<u>\$ 11,509,888</u>		<u>\$ 11,070,551</u>

Note: 1. An amount in the region of \$300,000 is payable to the Treasury when collected by the Corporation in respect of Food Production Loans made prior to 21st June, 1954, through the Co-operative Credit Banks.

2. Since no Balance Sheets of the Credit Banks were prepared at the takeover date on the 21st June, 1954, it is not possible to determine the extent of this liability nor the composition thereof.

Georgetown,
15th December, 1959.

30.6.58

\$ 11,197,283

Brought Forward

\$ 10,614,738

FIXED ASSETS

V. House : 274 Peter Rose Street,
Georgetown, at cost, plus ex-
penditure thereon \$ 38,631
Less: Depreciation to date

\$ 27,971

\$ 38,631

\$ 27,971

\$ 38,631

Office Premises at Cost—

\$ 3,555
8,057

Vreed-en-Hoop \$ 3,555
Grove 8,057

11,612

\$ 11,612
806

Less: Depreciation to date

\$ 11,612

10,806

Properties acquired to secure
loans by Corporation \$ 21,586
Less: Depreciation to date

\$ 12,290

\$ 21,586

\$ 12,290

21,586

\$ 51,873

\$ 71,023

VI. Furniture & Fittings:

\$ 72,745
7,519
5,456

Head Office \$ 72,745
Branches 7,577
274 Peter Rose St... .. 5,445

\$ 85,720
24,812

\$ 85,767
33,389

Less: Depreciation to date

\$ 60,908

52,378

\$ 3,400
680

VII. Motor Car at Cost 3,400
Less: Depreciation to date 1,020

3,400
1,020

\$ 2,720

2,380

VIII. Craft: at cost, plus expenditure
thereon \$ 1,207
Less: Depreciation to date 406

\$ 1,207
175

\$ 1,207
406

\$ 1,032

801

\$ 116,533

126,582

NOMINAL ASSETS

IX. Organisation Expenses:
Provided for in development
estimates in 1954 to the extent
of \$200,000

\$ 137,248

\$ 137,248

X. Income & Expenditure Account
As per statement attached ..

58,824

\$ 191,983

\$ 196,072

329,231

\$ 11,509,888

\$ 11,070,551

J. H. McB. MOORE, (Chairman),
P. C. YANSEN, (Chief Accountant).

APPENDIX A.
SUMMARY OF LOANS PAID.

MONTH	Agriculture		Rural & Urban Housing		Public Officers		Industry		Fishing		Food Production		Local Authorities		Ranching & Logging		TOTAL	
	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount
1958																		
July ..	4	31,868	17	24,292	3	25,100	1	5,503	—	—	13	31,449	—	—	—	—	38	118,212
August ..	18	33,259	13	25,670	2	13,300	1	4,642	—	—	1	1,680	—	—	—	—	35	78,551
September ..	4	6,904	10	12,975	7	38,300	—	4,893	—	—	5	13,860	—	—	—	—	26	76,932
October ..	2	4,530	9	17,450	2	16,700	1	14,531	—	—	5	26,457	—	—	—	—	19	79,668
November ..	16	16,454	28	20,364	1	19,502	1	6,619	—	—	2	9,879	—	—	—	—	48	72,818
December ..	8	21,319	29	28,705	5	34,829	2	12,730	—	400	1	1,400	—	—	—	—	45	99,383
1959																		
January ..	6	11,801	24	18,060	5	19,500	2	4,374	—	—	1	1,691	—	—	—	—	38	55,426
February ..	7	10,555	28	37,170	6	27,400	2	4,642	—	—	7	45,575	—	—	—	—	50	125,342
March ..	12	24,469	35	59,050	11	69,364	2	20,935	—	—	17	87,452	—	—	—	—	77	261,270
April ..	11	30,750	30	46,100	7	40,130	4	26,662	—	902	15	81,361	—	—	—	—	67	225,905
May ..	11	50,756	35	78,794	8	64,370	1	36,795	—	—	—	2,743	—	—	—	—	55	233,458
June ..	15	10,198	35	63,006	5	22,100	2	23,274	—	—	18	111,019	—	—	—	—	75	229,597
Total for Year ..	114	252,863	293	431,636	62	390,595	19	165,600	—	1302	85	414,566	—	—	—	—	573	1,656,562
Total June 1954 to June, 1959 ..	3,768	2,775,799	7,274	5,982,936	510	2,602,359	563	2,441,984	61	129,334	2,595	1,981,893	16	96,000	16	146,706	14,803	16,157,011

APPENDIX B.
SUMMARY OF REPAYMENTS

MONTH	Agriculture	Rural & Urban Housing	Public Officers	Industry	Fishing	Food Production	Local Authorities	Ranching & Logging	TOTAL
1958									
July	18,381	59,323	35,644	63,148	917	12,564	304	125	190,406
August	15,963	48,218	32,280	10,528	1,099	10,217	7,205	100	125,610
September	24,250	59,026	31,411	19,618	262	5,798	382	176	140,923
October	56,780	83,428	26,453	25,818	6,106	32,681	1,409	909	233,584
November	86,100	102,163	15,471	10,212	1,213	98,961	2,933	—	317,053
December	65,206	98,097	31,470	25,674	598	131,721	1,509	—	354,275
1959									
January	39,960	61,380	25,610	28,563	1,052	81,376	3,669	235	241,845
February	23,095	42,651	22,054	12,185	375	25,749	—	—	126,109
March	23,741	57,767	35,107	26,218	4,555	31,108	198	140	178,834
April	39,194	49,844	32,683	44,097	424	21,126	101	225	187,694
May	27,934	52,083	24,875	23,667	2,912	22,890	382	—	154,743
June	19,768	57,308	30,800	51,373	3,540	20,457	3,293	—	186,539
Total for Year	440,372	771,288	343,858	314,101	23,053	494,648	21,385	1,910	2,437,615
Total June 1954 to June 1959.	1,667,721	3,211,996	869,462	1,371,819	68,439	1,860,260	23,562	8,770	9,082,029

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637