

Annual report 2016

Canawaima Management Company N.V.



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Accountant's compilation report

The financial statements of **Canawaima Management Company N.V.** have been compiled by using the information provided by you . The financial statements comprise the balance sheet as at 31 December 2016 and the profit and loss account for the year 2016 with the accompanying explanatory notes. These notes include a summary of the accounting policies which have been applied.

This compilation engagement has been performed by us in accordance with Surinam law, and the standard 'Compilation engagements', which is applicable to accountants. The standard requires us to assist you in the preparation and presentation of the financial statements in accordance with generally accepted accounting principles. To this end we have applied our professional expertise in accounting and financial reporting.

In a compilation engagement, you are responsible for ensuring that you provide us with all relevant information and that this information is correct. Therefore, we have conducted our work, in accordance with the applicable regulations, on the assumption that you have fulfilled your responsibility. To conclude our work, we have read the financial statements as a whole to consider whether the financial statements as presented correspond with our understanding of **Canawaima Management Company N.V.** We have not performed any audit or review procedures which would enable us to express an opinion or a conclusion as to the fair presentation of the financial statements.

During this engagement we have complied with the relevant ethical requirements. You and other users of these financial statements may therefore assume that we have conducted the engagement in a professional, competent and objective manner and with due care and integrity and that we will treat all information provided to us as confidential.

Paramaribo, 28 April 2023

Sheoratan Registeraccountants N.V.

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Management report

General

We provide you with this, the financial statements of CANAWAIMA MANAGEMENT COMPANY N.V. for the year 2016, comprising the balance sheet, profit and loss statement and related notes. The financial statements were compiled by Sheoratan Registeraccountants N.V.

Financial review

Operating results

In SRD	2016		2015	
Income	2,022,998	100.0%	1,192,264	100.0%
Cost of sales	33,107	1.6%	-	0.0%
Gross profit	1,989,891	98.4%	1,192,264	100.0%
Operating expenses				
Personnel expenses	1,605,713	79.4%	659,229	55.4%
Depreciation	174,297	8.6%	249,501	20.9%
Other operating expenses	2,514,669	124.3%	1,759,515	147.5%
Total operating expenses	4,294,679	212.3%	2,668,245	223.8%
Net-result	-2,304,788	-113.9%	-1,475,981	-123.8%
Financial income and expenses	151,478	7.5%	12,721	1.1%
Miscellaneous income and expenses	-	0.0%	-11	0.0%
Net-result before tax	-2,153,310	-106.4%	-1,463,271	-122.7%

Paramaribo, April 28, 2017



Terminal Manager,

Mr. L. Daniel

Financial statements 2016

Balance sheet at December 31, 2016

In SRD	Note	2016	2015
ASSETS			
Fixed assets			
Tangible fixed assets	1	706,642	880,940
Current assets			
Receivables	2	6,209,935	3,766,692
Cash and cash equivalents	3	1,424,118	1,359,566
Total current assets		7,634,053	5,126,258
TOTAL ASSETS		8,340,695	6,007,198
EQUITY AND LIABILITIES			
Equity	4		
Share capital		5,000	5,000
General reserve		-382,920	1,080,351
Result for the year		-2,153,310	-1,463,271
Total equity		-2,531,230	-377,920
Long term liabilities	5	122,303	122,303
Short term liabilities	6	10,749,622	6,262,815
TOTAL EQUITY AND LIABILITIES		8,340,695	6,007,198



Terminal Manager

Mr. L. Daniel



Member

Mr. M. Amafo



President Commissioner

Mrs. S. Nabibaks

Comprehensive statement of income 2016

In SRD	Note	2016	2015
Income	7	2,022,998	1,192,264
Cost of sales		33,107	-
Gross profit		1,989,891	1,192,264
Operating expenses			
Personnel expenses	8	1,605,713	659,229
Depreciation	9	174,297	249,501
Other operating expenses	10	2,514,669	1,759,515
Total operating expenses		4,294,679	2,668,245
Net-result		-2,304,788	-1,475,981
Financial income and expenses	11	151,478	12,721
Miscellaneous income and expenses	12	-	-11
Net-result before tax		-2,153,310	-1,463,271
Income tax		-	-
Net-result after tax		-2,153,310	-1,463,271



Terminal Manager

Mr. L. Daniel



President Commissioner

Mrs. S. Nabibaks



Member

Mr. M. Amafo

Statement of changes in equity for the year ended December 31, 2016

In SRD	Share Capital	General reserve	Result for the year	Total
Balance at January 01, 2015	5,000	1,080,351	-	1,085,351
Addition result 2014 to general reserve	-	-	-	-
Result 2015	-	-	-1,463,271	-1,463,271
Balance at December 31, 2015	5,000	1,080,351	-1,463,271	-377,920
Addition result 2015 to general reserve	-	-1,463,271	1,463,271	-
Result 2016	-	-	-2,153,310	-2,153,310
Balance at December 31, 2016	5,000	-382,920	-2,153,310	-2,531,230



Terminal Manager

Mr. L. Daniel



Member

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President Commissioner

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Cash flow statement for the year ended December 31, 2016

In SRD	2016	2015
Cash flow from operating activities		
Net profit	-2,153,310	-1,463,271
Adjustments for:		
Depreciation	174,297	249,501
Provision	-	-
	174,297	249,501
Changes in working capital:		
Receivables	-2,443,242	-1,226,101
Short term liabilities	4,486,807	2,907,655
	2,043,565	1,681,554
Net cash flow from operating activities	64,552	467,784
Cash flow from investing activities		
Investment in tangible fixed assets	-	-9,059
Desinvestment in tangible fixed assets	-	-
Net cash flow from investing activities	-	-9,059
Cash flow from financing activities		
Change in long term receivables	-	-
Change in long term liabilities	-	-
Net cash flow from financing activities	-	-
Net increase/decrease in cash and cash equivalents	64,552	458,725
Cash and cash equivalents at the beginning of the year	1,359,566	900,841
Cash and cash equivalents at the end of the year	1,424,118	1,359,566



Terminal Manager

Mr. L. Daniel



President Commissioner

Mrs. S. Nabibaks



Member

Mr. M. Amafo

General notes to the financial statements

Activities

CANAWAIMA MANAGEMENT N.V. was established on April 27, 1999. The following objectives are stated in article two of the articles of association:

1. "managing and operating the Canawaima ferry service and terminals;
2. act as agent, representative and in any other capacity for third parties, in relation to acts and transactions related to the foregoing objective;
3. to perform all that which belongs to the above in the broadest sense of the word, including participation in and management of other companies with a similar or similar purpose, insofar as permitted by law; "

General principles

Accounting policies

These financial statements have been prepared in accordance with generally accepted accounting principles.

Continuity assumption/going concern

The 2021 statutory annual accounts of CANAWAIMA MANAGEMENT N.V. have been prepared by the board on a going concern basis.

All the assets and liabilities are valued at the nominal value, unless otherwise indicated below notes. In the profit and loss statement, the income and expenses are recognized which result from the activities during the financial year.

Assets and liabilities denominated in foreign currencies are converted at the exchange rate of the Central Bank of Suriname as at December 31, 2016. The exchange rates used for the Suriname Dollar (SRD) at balance sheet date are:

Currency	31-Dec-16	31-Dec-15
USD	7.485	4.040

The differences related to changes in exchange rates are recognized in the profit and loss statement. In the profit and loss statement, turnover and costs, insofar as denominated in foreign currency, have been converted to the functional currency of the company at the free-market exchange rates at the dates of the transactions.

Accounting policies*Tangible fixed assets*

Tangible fixed assets are defined as historical cost less straight-line depreciation based on the expected economic life of the respective assets.

The depreciation rates used are as follows:

Renovation building	10.0%
Inventory	20.0% - 33.3%
Transport	33.3%

Receivables

Receivables are stated at nominal value less a provision for doubtful debts.

Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks.

Current liabilities

These items relate to liabilities with a maturity of in principle less than one year and are recognized at nominal value.

Principles for determining results

Sales

The net sales are revenues from the sales/supply of goods and services to customers less discounts granted to customers.

Operating costs

The costs are based on historical accounting principles and are determined partly with due observance of the aforementioned principles of valuation. The costs are allocated to the reporting year to which they relate. Profits are accounted for in the year in which the goods were delivered or the services were provided. Losses are taken into account in the year in which they are foreseen.

Depreciation shall be time-proportionate on the basis of the expected economic life span. Acquisitions in the year are depreciated in time.

Result

The year result is determined by the income to reduce the costs and expenses over the same period. These benefits are attributed to the year where the related work done by sales and delivery. Losses and risks arising from the end of the year are incorporated if for the preparation of financial statements known.

Accounting policies for preparing the cash flow statement

The cash flow statement is prepared according to the indirect method. The cash flow statement consists of bank balances and cash flows.

Notes to the balance sheet at December 31, 2016

1. Tangible fixed assets

In SRD	Renovation building	Inventory	Transport	Total 2016	Total 2015
Depreciation percentages	10.00%	20.0% - 33.3%	33%		
Purchase price at january, 1	985,527	489,307	562,386	2,037,220	2,028,161
Investments	-	-	-	-	9,059
Desinvestments	-	-	-	-	-
Purchase price at december, 31	985,527	489,307	562,386	2,037,220	2,037,220
Cumulative depreciation at januari, 1	280,138	369,996	506,147	1,156,281	906,779
Depreciation	88,697	85,600	-	174,297	249,501
Des-depreciation	-	-	-	-	-
Cumulative depreciation at december, 31	368,835	455,596	506,147	1,330,578	1,156,280
Bookvalue at december, 31	616,692	33,711	56,239	706,642	880,940

2. Receivables

In SRD	2016	2015
Management fee to be received	5,149,116	3,352,716
Prepayments	40,000	41,779
Loans staff	57,256	84,243
Loan u/g	92,675	92,675
Other receivables	870,888	195,279
Balance at december, 31	6,209,935	3,766,692

3. Cash and cash equivalents

In SRD	2016	2015
Cash and Bank SRD	1,303,568	1,287,566
Cash and Bank USD	120,550	72,000
Balance at december, 31	1,424,118	1,359,566

4. Equity

Share capital

The authorized share capital is SRD 5,000 and is divided in 5000 shares of nominal SRD 1, which is fully issued and paid.

5. Long term liabilities

In SRD	2016	2015
Provision	122,303	122,303
Balance at december, 31	122,303	122,303

Provision

In SRD	Balance 01 jan.	Contribution	Release	Balance 31 dec.
Provision for maintenance ferry	122,303	-	-	122,303
Balance at december, 31	122,303	-	-	122,303

6. Short term liabilities

In SRD	2016	2015
Pensions payable	241,492	155,869
Payroll tax & AOV payable	29,908	-
Accrued liabilities	105,540	44,332
Canawaima Ferry Services Inc.	10,362,235	6,062,614
Wages to be paid	10,447	-
Balance at december, 31	10,749,622	6,262,815

Notes to the comprehensive statement of income 2016

7. Income

In SRD	2016	%	2015	%
Management fee	1,796,400	88.8%	969,600	81.3%
Canteen	35,428	1.8%	10,240	0.9%
Energy	126,560	6.3%	84,072	7.1%
Rent King's Enterprises	64,610	3.2%	31,392	2.6%
Rent Simextra International N.V.	-	0.0%	96,960	8.1%
Total income	2,022,998	100.0%	1,192,264	100.0%

The management agreement between "The Canawaima Ferry Service Incorporated" and "Canawaima Management Company N.V. has been entered into on November 05, 1998 for a period of 5 years. The management fee is USD 240,000 per year. The agreement has expired and no new agreement has been concluded, nevertheless the management fee from the agreement has been maintained.

8. Personnel expenses

In SRD	2016	2015
Wages and salaries	1,498,604	543,018
Social costs	23,220	49,309
Other personnel expenses	83,889	66,902
Total personnel expenses	1,605,713	659,229

Wages and salaries

In SRD	2016	2015
Salaries	1,186,470	442,802
Allowances	3,599	3,625
Overtime	157,944	-
Holiday allowance and bonuses	150,591	96,591
Total wages and salaries	1,498,604	543,018

Social costs

In SRD	2016	2015
Suriname accident regulation premium	1,779	1,722
Medical insurance	21,388	45,285
Medical expenses	53	2,302
Total social costs	23,220	49,309

Other personnel expenses

In SRD	2016	2015
Canteen costs	57,582	21,313
Workwear & footwear	1,500	-
Maintenance manager's house	7,883	3,160
Third-party costs	12,390	8,477
Other	4,534	33,952
Total other personnel expenses	83,889	66,902

9. Depreciation

In SRD	2016	2015
Depreciation renovation building	88,697	88,697
Depreciation inventory	85,600	97,008
Depreciation transport	-	63,796
Total depreciation	174,297	249,501

10. Other operating expenses

In SRD	2016	2015
Ferry costs	808,610	491,563
Housing expenses	597,489	558,029
Sales expenses	78,031	73,368
Transport expenses	239,425	135,436
Office expenses	85,840	60,565
Machine expenses	131,244	39,240
General expenses	574,030	401,314
Total other operating expenses	2,514,669	1,759,515

Ferry costs

In SRD	2016	2015
Rent boat	24,500	-
Maintenance Ferry	499,169	273,913
Dock costs	284,941	217,650
Total ferry costs	808,610	491,563

Housing expenses

In SRD	2016	2015
Water	36,597	28,554
Maintenance buildings, terrain & jetty	97,354	140,924
Fuel for generators	461,016	387,605
Other housing expenses	2,522	946
Total housing expenses	597,489	558,029

Sales expenses

In SRD	2016	2015
Marketing & advertising	21,657	12,880
Travelling expenses	38,831	31,827
Representations expenses	12,286	20,343
Donations and gifts	5,047	7,420
Other sales expenses	210	898
Total sales expenses	78,031	73,368

Transport expenses

In SRD	2016	2015
Fuel expenses	31,540	9,780
Insurance	12,720	11,335
Maintenance and repair	128,113	42,785
Transport crew	66,589	71,536
Other transport expenses	463	-
Total transport expenses	239,425	135,436

Office expenses

In SRD	2016	2015
Office supplies	14,824	6,622
Purchase of small inventory	18,486	8,742
Maintenance inventory	18,623	30,739
Telephone expenses	33,489	13,604
Other office expenses	418	858
Total office expenses	85,840	60,565

Machine expenses

In SRD	2016	2015
Repair and maintenance machines	131,244	39,240
Total machine expenses	131,244	39,240

General expenses

In SRD	2016	2015
Bankcharges	1,178	979
Accountants expenses	98,344	133,771
Consultancy expenses	59,214	18,494
Remuneration	404,524	239,470
Contributions	6,100	6,220
Other general expenses	4,670	2,380
Total general expenses	574,030	401,314

11. Financial income and expenses

In SRD	2016	2015
Interest received	-7,854	-3,941
Differences in rate of exchange	-143,624	-8,780
Total financial income and expenses	-151,478	-12,721

12. Miscellaneous income and expenses

In SRD	2016	2015
Various charges	-	11
Total miscellaneous income and expenses	-	11

Other information

Terminal manager financial year

Mr. L. Daniel