

Annual report 2017

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 2017 and the profit and loss account for the year 2017 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 2017, 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	2017		2016	
Income	2,096,786	100.0%	2,022,998	100.0%
Cost of sales	706,567	33.7%	33,107	1.6%
Gross profit	1,390,219	66.3%	1,989,891	98.4%
Operating expenses				
Personnel expenses	1,777,005	84.7%	1,605,713	79.4%
Depreciation	119,070	5.7%	174,297	8.6%
Other operating expenses	2,793,928	133.2%	2,514,669	124.3%
Total operating expenses	4,690,003	223.7%	4,294,679	212.3%
Net-result	-3,299,784	-157.4%	-2,304,788	-113.9%
Financial income and expenses	-222,930	-10.6%	151,478	7.5%
Miscellaneous income and expenses	30,791	1.5%	-	0.0%
Net-result before tax	-3,491,923	-166.5%	-2,153,310	-106.4%

Paramaribo, April 28, 2023



Terminal Manager,

Mr. L. Daniel

Financial statements 2017

Balance sheet at December 31, 2017

In SRD	Note	2017	2016
ASSETS			
Fixed assets			
Tangible fixed assets	1	587,572	706,642
Current assets			
Receivables	2	8,037,218	6,209,935
Cash and cash equivalents	3	594,586	1,424,118
Total current assets		8,631,804	7,634,053
TOTAL ASSETS		9,219,376	8,340,695
EQUITY AND LIABILITIES			
Equity	4		
Share capital		5,000	5,000
General reserve		-2,536,230	-382,920
Result for the year		-3,491,923	-2,153,310
Total equity		-6,023,153	-2,531,230
Long term liabilities	5	122,303	122,303
Short term liabilities	6	15,120,226	10,749,622
TOTAL EQUITY AND LIABILITIES		9,219,376	8,340,695



Terminal Manager

Mr. L. Daniel



Member

Mr. M. Amafo



President Commissioner

Mrs. S. Nabibaks

Comprehensive statement of income 2017

In SRD	Note	2017	2016
Income	7	2,096,786	2,022,998
Cost of sales		706,567	33,107
Gross profit		1,390,219	1,989,891
Operating expenses			
Personnel expenses	8	1,777,005	1,605,713
Depreciation	9	119,070	174,297
Other operating expenses	10	2,793,928	2,514,669
Total operating expenses		4,690,003	4,294,679
Net-result		-3,299,784	-2,304,788
Financial income and expenses	11	-222,930	151,478
Miscellaneous income and expenses	12	30,791	-
Net-result before tax		-3,491,923	-2,153,310
Income tax		-	-
Net-result after tax		-3,491,923	-2,153,310



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, 2017

In SRD	Share Capital	General reserve	Result for the year	Total
Balance at january 01, 2016	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
Addition result 2016 to general reserve	-	-2,153,310	2,153,310	-
Result 2017	-	-	-3,491,923	-3,491,923
Balance at december 31, 2017	5,000	-2,536,230	-3,491,923	-6,023,153



Terminal Manager

Mr. L. Daniel



Member

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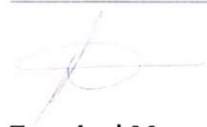


President Commissioner

Mrs. S. Nabibaks

Cash flow statement for the year ended December 31, 2017

In SRD	2017	2016
Cash flow from operating activities		
Net profit	-3,491,923	-2,153,310
Adjustments for:		
Depreciation	119,070	174,297
Provision	-	-
	119,070	174,297
Changes in working capital:		
Receivables	-1,827,283	-2,402,887
Short term liabilities	4,370,604	4,446,452
	2,543,321	2,043,565
Net cash flow from operating activities	-829,532	64,552
Cash flow from investing activities		
Investment in tangible fixed assets	-	-
Desinvestment in tangible fixed assets	-	-
Net cash flow from investing activities	-	-
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	-829,532	64,552
Cash and cash equivalents at the beginning of the year	1,424,118	1,359,566
Cash and cash equivalents at the end of the year	594,586	1,424,118



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, 2017. The exchange rates used for the Suriname Dollar (SRD) at balance sheet date are:

Currency	31-Dec-17	31-Dec-16
USD	7.520	7.485

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, 2017

1. Tangible fixed assets

In SRD	Renovation building	Inventory	Transport	Total 2017	Total 2016
Depreciation percentages	10.00%	20.0% - 33.3%	33%		
Purchase price at january, 1	985,527	489,307	562,386	2,037,220	2,037,220
Investments	-	-	-	-	-
Desinvestments	-	-	-	-	-
Purchase price at december, 31	985,527	489,307	562,386	2,037,220	2,037,220
Cumulative depreciation at januari, 1	368,835	455,596	506,147	1,330,578	1,156,281
Depreciation	88,697	30,373	-	119,070	174,297
Des-depreciation	-	-	-	-	-
Cumulative depreciation at december, 31	457,532	485,969	506,147	1,449,648	1,330,578
Bookvalue at december, 31	527,995	3,338	56,239	587,572	706,642

2. Receivables

In SRD	2017	2016
Management fee to be received	6,553,916	5,149,116
Prepayments	75,332	40,000
Loans staff	-	57,256
Loan u/g	92,675	92,675
Other receivables	1,315,295	870,888
Balance at december, 31	8,037,218	6,209,935

3. Cash and cash equivalents

In SRD	2017	2016
Cash and Bank SRD	320,148	1,303,568
Cash and Bank USD	274,438	120,550
Balance at december, 31	594,586	1,424,118

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	2017	2016
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	2017	2016
Pensions payable	291,899	241,492
Payroll tax & AOV payable	-	29,908
Accrued liabilities	148,044	105,540
Canawaima Ferry Services Inc.	14,669,839	10,362,235
Wages to be paid	10,444	10,447
Balance at december, 31	15,120,226	10,749,622

Notes to the comprehensive statement of income 2017

7. Income

In SRD	2017	%	2016	%
Management fee	1,804,800	86.1%	1,796,400	88.8%
Canteen	10,413	0.5%	35,428	1.8%
Energy	111,122	5.3%	126,560	6.3%
Rent King's Enterprises	88,306	4.2%	64,610	3.2%
Rent Simextra International N.V.	82,145	3.9%	-	0.0%
Total income	2,096,786	100.0%	2,022,998	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	2017	2016
Wages and salaries	1,632,558	1,498,604
Social costs	52,521	23,220
Other personnel expenses	91,926	83,889
Total personnel expenses	1,777,005	1,605,713

Wages and salaries

In SRD	2017	2016
Salaries	1,390,109	1,186,470
Allowances	1,500	3,599
Overtime	91,664	157,944
Holiday allowance and bonuses	149,285	150,591
Total wages and salaries	1,632,558	1,498,604

Social costs

In SRD	2017	2016
Suriname accident regulation premium	1,744	1,779
Medical insurance	50,777	21,388
Medical expenses	-	53
Total social costs	52,521	23,220

Other personnel expenses

In SRD	2017	2016
Canteen costs	14,810	57,582
Workwear & footwear	24,988	1,500
Maintenance manager's house	5,105	7,883
Third-party costs	2,400	12,390
Other	44,623	4,534
Total other personnel expenses	91,926	83,889

9. Depreciation

In SRD	2017	2016
Depreciation renovation building	88,697	88,697
Depreciation inventory	30,373	85,600
Total depreciation	119,070	174,297

10. Other operating expenses

In SRD	2017	2016
Ferry costs	851,924	808,610
Housing expenses	835,690	597,489
Sales expenses	249,501	78,031
Transport expenses	186,998	239,425
Office expenses	94,840	85,840
Machine expenses	46,410	131,244
General expenses	528,565	574,030
Total other operating expenses	2,793,928	2,514,669

Ferry costs

In SRD	2017	2016
Rent boat	706,567	24,500
Maintenance Ferry	811,924	499,169
Dock costs	40,000	284,941
Total ferry costs	851,924	808,610

Housing expenses

In SRD	2017	2016
Water	8,300	36,597
Maintenance buildings, terrain & jetty	153,817	97,354
Fuel for generators	660,424	461,016
Other housing expenses	13,149	2,522
Total housing expenses	835,690	597,489

Sales expenses

In SRD	2017	2016
Marketing & advertising	2,890	21,657
Travelling expenses	67,126	38,831
Representations expenses	55,200	12,286
Donations and gifts	11,513	5,047
Other sales expenses	112,772	210
Total sales expenses	249,501	78,031

Transport expenses

In SRD	2017	2016
Fuel expenses	39,010	31,540
Insurance	21,046	12,720
Maintenance and repair	83,153	128,113
Transport crew	43,539	66,589
Other transport expenses	250	463
Total transport expenses	186,998	239,425

Office expenses

In SRD	2017	2016
Office supplies	40,210	14,824
Purchase of small inventory	11,048	18,486
Maintenance inventory	15,547	18,623
Telephone expenses	14,051	33,489
Other office expenses	13,984	418
Total office expenses	94,840	85,840

Machine expenses

In SRD	2017	2016
Repair and maintenance machines	46,410	131,244
Total machine expenses	46,410	131,244

General expenses

In SRD	2017	2016
Bankcharges	2,868	1,178
Accountants expenses	66,412	98,344
Consultancy expenses	61,031	59,214
Remuneration	382,882	404,524
Contributions	3,500	6,100
Business asset insurance	2,524	-
Other general expenses	9,348	4,670
Total general expenses	528,565	574,030

11. Financial income and expenses

In SRD	2017	2016
Interest received	-5,630	-7,854
Differences in rate of exchange	228,560	-143,624
Total financial income and expenses	222,930	-151,478

12. Miscellaneous income and expenses

In SRD	2017	2016
Various income	-30,791	-
Total miscellaneous income and expenses	-30,791	-

Other information

Terminal manager financial year

Mr. L. Daniel