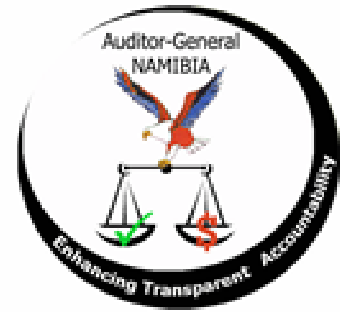




REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

AGRONOMIC BOARD

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2008

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REPUBLIC OF NAMIBIA



TO THE HONOURABLE SPEAKER OF THE NATIONAL ASSEMBLY

I have the honour to submit herewith my report on the accounts of the Agronomic Board for the financial year ended 31 March 2008, in terms of Article 127(2) of the Namibian Constitution. The report is transmitted to the Honourable Minister of Finance in terms of Section 27(1) of the State Finance Act, 1991 (Act 31 of 1991) to be laid upon the Table of the National Assembly in terms of Section 27(4) of the Act.

WINDHOEK, October 2008

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

**REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE
NAMIBIAN AGRONOMIC BOARD
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2008**

1. INTRODUCTION

The Namibian Agronomic Board was established on 1 April 1985 and presently exists in terms of Section 3(1) of the Agronomic Board Industry Act, 1992, (Act No. 20 of 1992) hereinafter referred to as the Act. The objectives of the Board are, in terms of Section 9 of the Act, to promote the agronomic industry and to facilitate the production, processing, storage and marketing of controlled products in Namibia. The Board should keep account of its transactions in achieving these objectives in terms of Section 14(5) of the Act.

The firm Mostert Landgrebe of Windhoek has been appointed in terms of Section 26 (2) of the State Finance Act, 1991, to perform the audit of the accounts of the Board on behalf of the Auditor-General.

Figures in the report are rounded off to the nearest Namibian Dollar. Deficits are indicated in brackets.

2. FINANCIAL STATEMENTS

Statements of the accounts of the Board prepared in compliance with Section 17(1) of the Act were received and duly signed. The original version of the financial statements published in this report is filed in the Office of the Auditor-General and comprises:

- Annexure A: Consolidated balance sheet at 31 March 2008
- Annexure B: Consolidated income statement for the financial year ended on 31 March 2008
- Annexure C: Notes to the consolidated financial statements
- Annexure D: Balance sheet - White maize & weat
- Annexure E: Income statement - White maize & weat
- Annexure F: Notes to the financial statements - White maize & weat
- Annexure G: Balance sheet - Horticulture
- Annexure H: Income statement - Horticulture
- Annexure I: Notes to the financial statements - Horticulture
- Annexure J: Balance sheet - Mahangu
- Annexure K: Income statement - Mahangu
- Annexure L: Notes to the financial statements - Mahangu
- Annexure M: Balance sheet - Development Project Division
- Annexure N: Income statement - Development Project Division
- Annexure O: Notes to the financial statements - Development Project Division

3. SCOPE OF THE AUDIT

Management's responsibility for the financial statements

The Accounting Officer of the Board is responsible for the preparation and fair presentation of these financial statements and for ensuring the regularity of the financial transactions. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

It is the responsibility of the Auditor-General to form an independent opinion, based on the audit, on those statements and on the regularity of the financial transactions included in them and to report the opinion of the Auditor-General to the National Assembly. The said firm conducted the audit in accordance with International Standards on Auditing. Those standards require that the firm complies with ethical requirements and plans and performs the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management as well as evaluating the overall presentation of the financial statements.

4. AUDIT OBSERVATIONS AND COMMENTS

No material control weakness and/or reportable matters were found during the audit.

5. ACKNOWLEDGEMENT

The assistance and co-operation by the staff of the Board during the audit is appreciated.

6. AUDIT OPINION

The accounts of the Namibian Agronomic Board for the financial year ended 31 March 2008, summarised in Annexures A to O, were audited in terms of Section 17(2) of the Act, read with Section 25(1)(b) of the State Finance Act, 1991 (Act 31 of 1991). In my opinion these financial statements fairly present the financial position of the Board on 31 March 2008 and the results of the operations for the year then ended.

In all material respects the income and expenditure have been applied to the purposes intended by the Board and the financial transactions conform to the authorities which govern them.

WINDHOEK, October 2008

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

**NAMIBIAN AGRONOMIC BOARD
CONSOLIDATED BALANCE SHEET AT 31 MARCH**

	Note	2008	2007
		N\$	N\$
ASSETS			
NON CURRENT ASSETS			
		17 785 711	12 658 186
Property, plant and equipment	1	552 629	502 086
Investments	2	17 233 082	12 156 100
CURRENT ASSETS			
		1 892 405	1 555 032
Trade and other receivables	3	1 641 110	1 258 839
Bank account	4	251 095	295 993
Petty cash		200	200
TOTAL ASSETS		19 678 116	14 213 218
FUNDS AND LIABILITIES			
FUNDS AND RESERVES			
		17 219 989	12 364 223
General Fund	5	16 075 106	11 219 340
General Administrative Fund	6	1 003 148	1 003 148
Commodity Reserve Fund	7	141 735	141 735
SHARES - AGRICULTURAL BOARDS' BUILDING	8	217 913	217 913
CURRENT LIABILITIES			
Trade and other payables	9	2 240 214	1 631 082
TOTAL FUNDS AND LIABILITIES		19 678 116	14 213 218

NAMIBIAN AGRONOMIC BOARD
CONSOLIDATED INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH

INCOME	2008	2007
	N\$	N\$
Permits issued	105 400	62 591
Processors registration	181 260	188 050
General producers' levy	1 113 123	1 022 042
Levied	1 731 520	1 586 354
Less: Agronomic producers' associations	(618 397)	(564 312)
Processors levy - White maize	2 200 808	1 449 376
Processors' levy on local production	832 581	852 601
Processors' levy on grain imported	1 490 482	677 196
Less: Grain processors associations	(122 255)	(80 421)
Processors levy - Wheat	1 690 615	1 203 316
Local	362 552	221 105
Import	1 421 980	1 051 011
Less: Grain processors associations	(93 917)	(68 800)
Horticulture levies	3 103 007	2 557 891
Levied	665 737	538 948
Levies to traders association	(40 000)	(40 000)
Levies to area committees	(140 000)	-
Levies on imports	2 617 270	2 058 943
6% of profit - Agricultural Boards' Building	-	8 074
Interest received	1 447 025	868 664
Internal accounting, inspection and management fees	18 144	43 875
NGPA, ATF and other accounting and administration fees	251 585	358 635
MAWF project support service fees and other	366 024	292 972
Profit on sale of equipment	1 874	86 669
Funds from Ministry	1 000 000	-
Other income	-	5 118
	11 478 865	8 147 273
EXPENSES - Per attached schedule	7 231 083	5 821 086
NET SURPLUS FOR THE YEAR	4 247 782	2 326 187

NAMIBIAN AGRONOMIC BOARD
CONSOLIDATED INCOME STATEMENT - SCHEDULE OF EXPENSES FOR THE YEAR
ENDED 31 MARCH

	2008	2007
	N\$	N\$
Advertisements	11 891	17 084
Accounting fees	-	95 004
Auditors remuneration - External	55 099	18 874
Bad debts	-	102
Bank charges	28 097	27 122
Board fees	692 599	390 048
Border control	624 230	620 435
Capturing of data	51 872	49 867
Chartered accountant - Financial management committee	5 820	-
Consultancy - "Protection abolition"	151 380	-
Cost of information centre	67 647	75 175
Depreciation - Equipment	55 995	64 112
Depreciation - Furniture	4 991	4 995
Depreciation - Motor vehicles	50 232	50 317
DPAC - Sitting allowance and subsistence allowance	105 293	-
Foreign trade negotiations	135 267	141 105
Insurance	48 816	40 486
Levy collection by trade	207 912	175 465
Liaison	4 445	4 235
Management fee	-	130 985
Motor vehicle expenses	27 309	25 913
Personnel remuneration	3 389 935	2 517 306
Postal and freight	29 037	32 764
Producer data collection	258 076	249 837
Professional services and legal costs	20 187	201 702
Promotions	58 044	38 336
Refreshments	19 852	13 570
Rent paid	256 935	197 851
Repairs and maintenance	83 503	97 040
Staff - Subsistence and travel	383 666	108 794
Stationery and printing (Including annual report)	144 094	133 999
Strategic planning	-	36 256
Subscriptions	5 358	10 658
Team building	18 706	14 502
Technical advisor	19 800	26 848
Telephone and fax	88 822	89 108
Training and personnel development	49 188	41 380
Web development and maintenance of website	76 985	79 811
	7 231 083	5 821 086

NAMIBIAN AGRONOMIC BOARD
NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 MARCH

1. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated depreciation	Carrying value
2008 YEAR	N\$	N\$	N\$
Land and buildings	219 623	-	219 623
Motor vehicles	251 160	(104 649)	146 511
Furniture and fittings	82 383	(62 806)	19 577
Equipment	440 283	(273 365)	166 918
	<u>993 449</u>	<u>(440 820)</u>	<u>552 629</u>

THE CARRYING VALUE OF PLANT AND EQUIPMENT CAN BE RECONCILED AS FOLLOWS:

	Carrying value - Beginning of year	Additions	Disposals	Depreciation	Carrying value - End of year
	N\$	N\$	N\$	N\$	N\$
Land and buildings	219 623	-	-	-	219 623
Motor vehicles	196 743	-	-	(50 232)	146 511
Furniture and fittings	13 769	10 952	(153)	(4 991)	19 577
Equipment	71 951	151 678	(713)	(55 998)	166 918
	<u>502 086</u>	<u>162 630</u>	<u>(866)</u>	<u>(111 221)</u>	<u>552 629</u>

	Cost	Accumulated depreciation	Carrying value
2007 YEAR	N\$	N\$	N\$
Land and buildings	219 623	-	219 623
Motor vehicles	251 160	(54 417)	196 743
Furniture and fittings	71 640	(57 871)	13 769
Equipment	314 048	(242 097)	71 951
	<u>856 471</u>	<u>(354 385)</u>	<u>502 086</u>

DEPRECIATION IS CALCULATED AS FOLLOWS:

Motor vehicles	5 Years
Furniture and fittings	5 Years
Equipment	3 Years

**NAMIBIAN AGRONOMIC BOARD
NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 MARCH (Continued)**

2. INVESTMENTS

	<u>2008</u>	<u>2007</u>
	N\$	N\$
At the period-end the amounts invested in terms of Section 14(5) of the Act were:		
Commercial Banks - At interest rates at year-end between 7% and 11,03%	8 744 682	285 539
Money market dealer	-	11 870 561
Nampost - At interest rates at year-end between 9,65% and 11,1%	8 488 400	-
Total	17 233 082	12 156 100

3. TRADE AND OTHER RECEIVABLES

Trade receivables	1 271 931	1 035 737
Other receivables	388 919	242 842
	1 660 850	1 278 579
Less: Provision for bad debts	(19 740)	(19 740)
	1 641 110	1 258 839

4. BANK ACCOUNT

In terms of the Act the Board has four current accounts at a commercial bank for Maize and Wheat, Horticulture, Mahangu and the Development Project Division.

Cash-book balance	251 095	295 993

5. GENERAL FUND

The Fund was established to finance the administration expenses of the Board. Transactions were as follows:

Balance - 1 April	11 219 340	8 893 153
Project support to mahangu, maize and mellon sheet to small scale farmers	(61 720)	-
Capital introduced in the mahangu division	669 704	
Net surplus for the year	4 247 782	2 326 187
Balance - 31 March	16 075 106	11 219 340

NAMIBIAN AGRONOMIC BOARD
NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 MARCH (Continued)

6. GENERAL ADMINISTRATIVE FUND

	2008	2007
	N\$	N\$
The Fund was instituted to act as a buffer against effects of poor crops. The Fund can be utilised in years of poor crops to finance the Board's administrative functions.		
Balance - 1 April	1 003 148	1 003 148
Balance - 31 March	1 003 148	1 003 148

7. COMMODITY RESERVE FUND

The Fund was instituted to assist schemes in drought situations, to carry price increases to producers and to be rendered as a guarantee to facilitate production loans. Transactions during the year were as follows:

Balance - 1 April	141 735	315 197
Transfer to Hardap Farmers Associaton	-	(141 734)
White Maize Caprivi Pool deficit	-	(31 728)
Balance - 31 March	141 735	141 735

8. SHARES - AGRICULTURAL BOARDS' BUILDING

The Agronomic Board holds a 6% share in a joint venture with the Karakul Board of Namibia and the Meat Board of Namibia in the Agricultural Boards' Building.

Total	217 913	217 913
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9. TRADE AND OTHER PAYABLES

Administrative expenses	55 697	125 079
Levies payable	372 728	271 057
Provisions	216 170	149 518
Other payables	1 595 619	1 085 428
	2 240 214	1 631 082

NAMIBIAN AGRONOMIC BOARD
NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 MARCH (Continued)

10. TRUST FUNDS: MINISTRY OF AGRICULTURE, WATER AND FORESTRY AND OTHER

	<u>2008</u>	<u>2007</u>
	N\$	N\$
Funds were invested via Simonis Storms Security at a weighted average rate of 9.76% p.a.		
FUNDS WERE INVESTED AS FOLLOWS:		
Nampost - Call	11 642 033	-
Bank Windhoek - Call	2 554 142	-
Nedbank - 2 Months fixed deposit	6 152 383	-
Standard Bank - Current account	8 404 650	-
To be transferred from Funds to NAB	(32 650)	-
Money Market dealer	-	12 516 516
	<hr/>	<hr/>
	28 720 558	12 516 516

NAMIBIAN AGRONOMIC BOARD
NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 MARCH (Continued)

10. TRUST FUNDS: MINISTRY OF AGRICULTURE, WATER AND FORESTRY AND OTHER

FUNDS AVAILABLE:	2008	2007
	N\$	N\$
Caprivi Region Integrated Storage	13 370 326	5 024 308
Cold Storage	102 016	93 166
Communal Development Production Fund	31 679	196 564
Contill - EU (RPRP)	220 016	-
Contill - GART	588 981	-
Cotton Campaign	385 829	353 639
Draft Animal Power Programme	586 477	599 635
Draft Animal Power Programme - EU (RPRP)	8 158 387	
Fruits & Vegetables Programme Feasibility Study	48 559	44 330
Horticulture	1 771 532	1 654 317
Indigenous Plants	238 423	618 500
Land Reform Consultancy	211 925	193 540
Mahangu Sorghum Project	92 472	181 088
Namibia Small Stock Development Project	154 515	141 110
Pump Project	-	28
SADC EU Ministers Congress	-	252 281
San - DAPAP	877 505	800 611
Tractor Training Programme	976 997	1 456 968
Tsumis Sewerage Project	78 804	-
Useful Plants Development Project	794 624	856 920
Wild Silk Fund	31 491	49 511
	28 720 558	12 516 516

11. LEVIES FOR AGRONOMIC PRODUCERS' ASSOCIATIONS

The extent of the levies received by the agronomic producers' associations depends on the size of the crop. A fixed portion of 0,5% of this levy, which is currently charged at 1,4% of the value of the sales, is earmarked for the financing of the agronomic producers' associations. The policy laid down by the Board regarding pay-outs to the associations is based on actual levies received.

12. MAWF PROJECT SUPPORT SERVICE FEES AND OTHER

The 5% admin fee on all MAWF Projects was allocated to the White Maize & Wheat Division until the end of July 2007 except for the NTPP project which will stay in the White Maize & Wheat Division because it comprises only the accounting activities that will be handled under the project by NAB. From 1 August 2007 the admin fee was allocated to the Development Projects Division.

**NAMIBIAN AGRONOMIC BOARD
NOTES TO THE CONSOLIDATED ANNUAL FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 MARCH (Continued)**

13. ACCOUNTING AND ADMINISTRATION FEES

The Board acts as unit co-ordinator for financial controller of various Task Teams under contract of the Government of Namibia. The Board administrates all meetings of the various Task Teams on behalf of the Ministry of Agriculture, Water and Forestry.

14. BOARD MEMBERS

Expenses on members of the Board increased with 77,6% during 2007/2008 (2006/2007 - Increased with 23%).

15. STAFF

Remuneration of staff increased with 34,7% during 2007/2008 (2006/2007 - Increased with 1,2%).

ANNEXURE D

**NAMIBIAN AGRONOMIC BOARD - WHITE MAIZE & WHEAT
BALANCE SHEET AT 31 MARCH**

	Note	<u>2008</u> N\$	<u>2007</u> N\$
ASSETS			
NON CURRENT ASSETS		13 302 364	10 913 438
Property, plant and equipment	1	525 523	481 732
Investments	2	12 776 841	10 431 706
CURRENT ASSETS		1 266 053	1 035 910
Trade and other receivables	3	1 164 634	838 466
Bank account	4	101 219	197 244
Petty cash		200	200
TOTAL ASSETS		14 568 417	11 949 348
FUNDS AND LIABILITIES			
FUNDS AND RESERVES		13 783 829	10 547 200
General Fund	5	12 638 946	9 402 317
General Administration Fund	6	1 003 148	1 003 148
Commodity Reserve Fund	7	141 735	141 735
SHARES - AGRICULTURAL BOARDS' BUILDING	8	217 913	217 913
CURRENT LIABILITIES			
Trade and other payables	9	566 675	1 184 235
TOTAL FUNDS AND LIABILITIES		14 568 417	11 949 348

ANNEXURE E

**NAMIBIAN AGRONOMIC BOARD - WHITE MAIZE & WHEAT
INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH**

INCOME	Note	2008 N\$	2007 N\$
Permits issued		105 400	62 591
Processors registration		181 260	188 050
General producers' levy	10	1 113 123	1 022 042
Levied		1 731 520	1 586 354
Less: Agronomic producers' associations	11	(618 397)	(564 312)
Processors Levy - White Maize		2 200 808	1 449 376
Processors' levy on local production		832 581	852 601
Processors' levy on grain imported		1 490 482	677 196
Less: Grain processors associations		(122 255)	(80 421)
Processors Levy - Wheat		1 690 615	1 203 316
Local		362 552	221 105
Import		1 421 980	1 051 011
Less: Grain processors associations		(93 917)	(68 800)
6% of profit - Agricultural Boards' Building		-	8 074
Interest received		1 148 857	769 554
Internal accounting, inspection and management fees		550 560	358 635
NGPA, ATF and other accounting and administration fees		251 585	44 505
MAWF project support service fees and other	12	131 425	292 972
Profit on sale of equipment		1 874	86 669
		7 375 507	5 485 784
EXPENSES - Per attached schedule		4 077 158	4 030 144
NET SURPLUS FOR THE YEAR		3 298 349	1 455 640

ANNEXURE E

NAMIBIAN AGRONOMIC BOARD - WHITE MAIZE & WHEAT
INCOME STATEMENT - SCHEDULE OF EXPENSES FOR THE YEAR ENDED 31 MARCH

	2008	2007
	N\$	N\$
Advertisements	3 451	12 592
Auditors remuneration - External	20 000	8 512
Bank charges	22 208	21 945
Board fees	263 382	256 454
Border control	467 092	522 749
Chartered accountant - Financial management committee	3 326	3 764
Consultancy - "Protection abolition"	151 380	185 020
Cost of information centre	38 684	54 934
Depreciation - Equipment	40 228	48 650
Depreciation - Furniture	3 051	3 868
Depreciation - Motor vehicles	50 232	50 317
Designing and printing of annual report	22 540	33 000
DPAC - Sitting allowance and subsistence allowance	105 293	-
Foreign trade negotiations	113 962	113 269
Insurance	29 221	24 860
Liaison	4 445	4 235
Motor vehicle expenses	27 309	25 913
Personnel remuneration	2 206 792	2 047 166
Postal and freight	8 207	14 281
Professional services and legal costs	18 094	5 165
Promotions	5 806	38 336
Refreshments	11 641	10 244
Rent - Equipment	16 023	34 760
Rent - Office and parking	145 384	132 441
Rent - P.O. Box	157	281
Repairs and maintenance of computer equipment	46 837	76 409
Staff - Subsistence and travel	89 954	63 109
Stationery and printing	53 340	45 943
Strategic planning	-	36 256
Subscriptions	3 729	8 789
Team building	13 356	11 517
Technical advisor	16 830	26 848
Telephone and fax	45 652	72 472
Training and personnel interview expenses	23 012	21 502
Web development and maintenance of website	6 540	14 543
	4 077 158	4 030 144

NAMIBIAN AGRONOMIC BOARD - WHITE MAIZE & WHEAT
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH

1. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated depreciation	Carrying value
2008 YEAR	N\$	N\$	N\$
Land and buildings	219 623	-	219 623
Motor vehicles	251 160	(104 649)	146 511
Furniture and fittings	69 045	(59 739)	9 306
Equipment	377 783	(227 700)	150 083
	917 611	(392 088)	525 523

THE CARRYING VALUE OF PLANT AND EQUIPMENT CAN BE RECONCILED AS FOLLOWS:

	Carrying value - Beginning of year	Additions	Disposals	Depreciation	Carrying value - End of year
	N\$	N\$	N\$	N\$	N\$
Land and buildings	219 623	-	-	-	219 623
Motor vehicles	196 743	-	-	(50 232)	146 511
Furniture and fittings	9 127	3 383	(153)	(3 051)	9 306
Equipment	56 239	134 706	(634)	(40 228)	150 083
	481 732	138 089	(787)	(93 511)	525 523

	Cost	Accumulated depreciation	Carrying value
2007 YEAR	N\$	N\$	N\$
Land and buildings	219 623	-	219 623
Motor vehicles	251 160	(54 417)	196 743
Furniture and fittings	65 871	(56 744)	9 127
Equipment	267 645	(211 406)	56 239
	804 299	(322 567)	481 732

DEPRECIATION IS CALCULATED AS FOLLOWS:

Motor vehicles	5 Years
Furniture and fittings	5 Years
Equipment	3 Years

NAMIBIAN AGRONOMIC BOARD - WHITE MAIZE & WHEAT
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

2. INVESTMENTS

	2008	2007
	N\$	N\$
At the year-end the amounts invested in terms of Section 14(5) of the Act were:		
Commercial Banks - At interest rates at year-end between 7% and 11,03%	6 203 750	144 703
Money market dealer	-	10 287 003
Nampost - At interest rates at year-end between 9,65% and 11,1%	6 573 091	-
	<hr/>	<hr/>
Total	12 776 841	10 431 706
	<hr/> <hr/>	<hr/> <hr/>

3. TRADE AND OTHER RECEIVABLES

Trade receivables	710 115	631 697
Refunds	142 268	-
Other receivables	331 991	226 509
	<hr/>	<hr/>
	1 184 374	858 206
Less: Provision for bad debts	(19 740)	(19 740)
	<hr/>	<hr/>
	1 164 634	838 466
	<hr/> <hr/>	<hr/> <hr/>

4. BANK ACCOUNT

Balance per bank statement	159 994	199 114
Outstanding cheques	(58 775)	(1 870)
	<hr/>	<hr/>
Cash-book balance	101 219	197 244
	<hr/> <hr/>	<hr/> <hr/>

5. GENERAL FUND

The Fund was established to finance the administrative expenses of the Board. Transactions were as follows:

Balance - 1 April	9 402 317	7 946 677
Project support to mahangu, maize and mellon sheet to small scale farmers	(61 720)	-
Net surplus for the year	3 298 349	1 455 640
	<hr/>	<hr/>
Balance - 31 March	12 638 946	9 402 317
	<hr/> <hr/>	<hr/> <hr/>

NAMIBIAN AGRONOMIC BOARD - WHITE MAIZE & WHEAT
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

6. GENERAL ADMINISTRATIVE FUND

	2008	2007
	N\$	N\$
The Fund was instituted to act as a buffer against effects of poor crops. The Fund can be utilised in years of poor crops to finance the Board's administrative functions.		
Balance - 1 April	1 003 148	1 003 148
Balance - 31 March	1 003 148	1 003 148

7. COMMODITY RESERVE FUND

The Fund was instituted to assist schemes in drought situations, to carry price increases to producers and to be rendered as a guarantee to facilitate production loans. Transactions during the year were as follows:

Balance - 1 April	141 735	315 197
Transfer to Hardap Farmers Associaton	-	(141 734)
White Maize Caprivi Pool deficit	-	(31 728)
Balance - 31 March	141 735	141 735

8. SHARES - AGRICULTURAL BOARDS' BUILDING

The Agronomic Board holds a 6% share in a joint venture with the Karakul Board of Namibia and the Meat Board of Namibia in the Agricultural Boards' Building.

Total	217 913	217 913
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9. TRADE AND OTHER PAYABLES

Administrative expenses	39 369	27 098
Levies payable	114 885	48 202
Provisions	105 853	102 166
Other payables	306 568	1 006 769
	566 675	1 184 235

**NAMIBIAN AGRONOMIC BOARD - WHITE MAIZE & WHEAT
NOTES TO THE ANNUAL FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 MARCH**

10. GENERAL PRODUCERS' & PROCESSORS LEVY

	2008	2007
	N\$	N\$
White maize	781 712	802 321
Wheat	331 411	219 721
	<hr/>	<hr/>
	1 113 123	1 022 042
	<hr/> <hr/>	<hr/> <hr/>

A general producers' levy of 1,4% of landed cost is payable by all producers who sell white maize or wheat for his/her own benefit.

11. LEVIES FOR AGRONOMIC PRODUCERS' ASSOCIATIONS

The extent of the levies received by the agronomic producers' associations depends on the size of the crop. A fixed portion of 0,5% of this levy, which is currently charged at 1,4% of the value of the sales, is earmarked for the financing of the agronomic producers' associations. The policy laid down by the Board regarding pay-outs to the associations is based on actual levies received.

12. MAWF PROJECT SUPPORT SERVICE FEES AND OTHER

The 5% admin fee on all MAWF Projects was allocated to the White Maize & Wheat Division until the end of July 2007 except for the NTPP project which will stay in the White Maize & Wheat Division because only the accounting activities will be handled under the project by NAB. From 1 August 2007 the admin fee was allocated to the Development Projects Division.

NAMIBIAN AGRONOMIC BOARD - WHITE MAIZE & WHEAT
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

13. TRUST FUNDS: MINISTRY OF AGRICULTURE, WATER AND FORESTRY AND OTHER

	2008	2007
	N\$	N\$
Funds were invested via Simonis Storms Security at a weighted average rate of 9.76% p.a.		
FUNDS WERE INVESTED AS FOLLOWS:		
Nampost - Call	11 642 033	-
Bank Windhoek - Call	2 554 142	-
Nedbank - 2 Months fixed deposit	6 152 383	-
Standard Bank - Current account	8 404 650	-
To be transferred from Funds to NAB	(32 650)	-
Money Market dealer	-	12 516 516
	28 720 558	12 516 516

FUNDS AVAILABLE:

Caprivi Region Integrated Storage	13 370 326	5 024 308
Cold Storage	102 016	93 166
Communal Development Production Fund	31 679	196 564
Contill - EU (RPRP)	220 016	-
Contill - GART	588 981	-
Cotton Campaign	385 829	353 639
Draft Animal Power Programme	586 477	599 635
Draft Animal Power Programme - EU (RPRP)	8 158 387	
Fruits & Vegetables Programme Feasibility Study	48 559	44 330
Horticulture	1 771 532	1 654 317
Indigenous Plants	238 423	618 500
Land Reform Consultancy	211 925	193 540
Mahangu Sorghum Project	92 472	181 088
Namibia Small Stock Development Project	154 515	141 110
Pump Project	-	28
SADC EU Ministers Congress	-	252 281
San - DAPAP	877 505	800 611
Tractor Training Programme	976 997	1 456 968
Tsumis Sewerage Project	78 804	-
Useful Plants Development Project	794 624	856 920
Wild Silk Fund	31 491	49 511
	28 720 558	12 516 516

**NAMIBIAN AGRONOMIC BOARD - WHITE MAIZE & WHEAT
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)**

14. ACCOUNTING AND ADMINISTRATION FEES

The Board acts as unit co-ordinator for financial controller of various Task Teams under contract of the Government of Namibia. The Board administrates all meetings of the various Task Teams on behalf of the Ministry of Agriculture, Water and Forestry.

15. BOARD MEMBERS

Expenses on members of the Board increased with 2,7% during 2007/2008 (2006/2007 - Increased with 0,24%).

16. STAFF

Remuneration of staff increased with 7,8% during 2007/2008 (2006/2007 - Increased with 9,5%).

**NAMIBIAN AGRONOMIC BOARD - HORTICULTURE
BALANCE SHEET AT 31 MARCH 2008**

	Note	2008 N\$	2007 N\$
ASSETS			
NON CURRENT ASSETS			
		2 939 800	1 744 748
Property, plant and equipment	1	13 120	20 354
Investments	2	2 926 680	1 724 394
CURRENT ASSETS			
		612 085	519 122
Trade and other receivables	3	565 724	420 373
Bank account	4	46 361	98 749
TOTAL ASSETS		3 551 885	2 263 870
FUNDS AND LIABILITIES			
FUNDS AND RESERVES			
General Fund	5	3 102 941	1 817 023
CURRENT LIABILITIES			
Trade and other payables	6	448 944	446 847
TOTAL FUNDS AND LIABILITIES		3 551 885	2 263 870

NAMIBIAN AGRONOMIC BOARD
HORTICULTURE INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH

	2008	2007
	N\$	N\$
INCOME		
Levies	3 103 007	2 557 892
Levied	665 737	538 948
Levies to Traders Association	(40 000)	(40 000)
Levies to Area Committees	(140 000)	-
Levies on Imports	2 617 270	2 058 944
Project support service and accounting fees	18 143	4 488
Interest received	213 626	99 110
	3 334 776	2 661 490
EXPENSES - Per attached schedule	2 048 858	1 790 943
NET SURPLUS FOR THE YEAR	1 285 918	870 547

NAMIBIAN AGRONOMIC BOARD – HORTICULTURE
INCOME STATEMENT - SCHEDULE OF EXPENSES FOR THE YEAR ENDED 31 MARCH

	2008	2007
	N\$	N\$
Advertisements	6 501	4 492
Auditors remuneration - External	6 487	6 598
Bad debts	-	102
Bank charges	3 944	5 177
Board member expenses	188 371	133 594
Border control	157 138	97 686
Capturing of data	51 872	49 867
Chartered Accountant - Financial management committee	1 663	-
Cost of accounting (NAB)	108 619	95 004
Cost of information centre	17 099	20 241
Depreciation - Equipment	12 712	15 462
Depreciation - Furniture	1 154	1 127
Designing and printing of annual report	6 111	28 000
Foreign trade negotiations	16 651	27 836
Insurance	11 783	15 626
Levy collection by Trade	207 912	175 465
Management fee (NAB)	147 892	130 985
Personnel remuneration	530 955	470 140
Postal and freight	18 484	18 483
Producer data collection	258 076	249 837
Professional services and legal costs	2 093	11 517
Refreshments	3 081	3 326
Rent - Equipment	13 661	-
Rent - Office and parking	40 232	30 370
Repairs and maintenance of computer equipment	24 685	20 631
Stationery and printing	23 427	27 056
Subscriptions	1 121	1 869
Subsistence and transport	85 682	45 685
Team building	2 710	2 985
Technical advisor	1 980	-
Telephone and fax	15 453	16 636
Training and personnel development	14 024	19 878
Web development and maintenance of website	67 285	65 268
	<hr/>	<hr/>
	2 048 858	1 790 943

NAMIBIAN AGRONOMIC BOARD - HORTICULTURE
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH

1. PROPERTY, PLANT AND EQUIPMENT

	Cost	Accumulated depreciation	Carrying value
2008 YEAR	N\$	N\$	N\$
Furniture and fittings	5 769	(2 281)	3 488
Equipment	52 239	(42 607)	9 632
	58 008	(44 888)	13 120
	58 008	(44 888)	13 120

THE CARRYING VALUE OF PLANT AND EQUIPMENT CAN BE RECONCILED AS FOLLOWS:

	Carrying value - Beginning of year	Additions	Disposals	Depreciation	Carrying value - End of year
	N\$	N\$	N\$	N\$	N\$
Furniture and fittings	4 642	-	-	(1 154)	3 488
Equipment	15 712	6 711	(79)	(12 712)	9 632
	20 354	6 711	(79)	(13 866)	13 120
	20 354	6 711	(79)	(13 866)	13 120

	Cost	Accumulated depreciation	Carrying value
2007 YEAR	N\$	N\$	N\$
Furniture and fittings	5 769	(1 127)	4 642
Equipment	46 403	(30 691)	15 712
	52 172	(31 818)	20 354
	52 172	(31 818)	20 354

DEPRECIATION IS CALCULATED AS FOLLOWS:

Furniture and fittings 5 Years
 Equipment 3 Years

NAMIBIAN AGRONOMIC BOARD - HORTICULTURE
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

2. INVESTMENTS

	<u>2008</u>	<u>2007</u>
	N\$	N\$
At the period-end the amounts invested in terms of Section 14(5) of the Act were:		
Commercial Banks - At interest rates at year-end between 7% and 10,95%	1 853 588	140 836
Money market dealer	-	1 583 558
Nampost - At interest rates at year-end between 11,05% and 11,1%	1 073 092	-
	<hr/>	<hr/>
Total	2 926 680	1 724 394
	<hr/> <hr/>	<hr/> <hr/>

3. TRADE AND OTHER RECEIVABLES

Trade receivables	542 822	404 040
Sundry receivables	22 902	16 333
	<hr/>	<hr/>
	565 724	420 373
	<hr/> <hr/>	<hr/> <hr/>

4. BANK ACCOUNT

Balance per bank statement	46 761	100 259
Outstanding cheques	(400)	(1 510)
	<hr/>	<hr/>
Cash-book balance	46 361	98 749
	<hr/> <hr/>	<hr/> <hr/>

5. GENERAL FUND

The Fund was established to finance the administration expenses of the Board.
Transactions were as follows:

Balance - 1 April	1 817 023	946 476
Net surplus for the year	1 285 918	870 547
	<hr/>	<hr/>
Balance - 31 March	3 102 941	1 817 023
	<hr/> <hr/>	<hr/> <hr/>

NAMIBIAN AGRONOMIC BOARD - HORTICULTURE
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

6. TRADE AND OTHER PAYABLES

	2008	2007
	N\$	N\$
Administration expenses	12 635	97 981
Levies payable	257 843	222 855
Provisions	45 398	47 352
Sundry payables	105 878	78 659
Refunds	27 190	-
	<hr/>	<hr/>
	448 944	446 847

**NAMIBIAN AGRONOMIC BOARD - MAHANGU
BALANCE SHEET AT 31 MARCH**

	Note	<u>2008</u> N\$
ASSETS		
NON CURRENT ASSETS		
		913 995
Equipment		3 095
Investments	1	910 900
CURRENT ASSETS		
		55 432
Trade and other receivables		13 184
Bank account	2	42 248
TOTAL ASSETS		
		<u>969 427</u>
FUNDS AND LIABILITIES		
FUNDS AND RESERVES		
General Fund	3	826 995
CURRENT LIABILITIES		
Trade and other payables	4	142 432
TOTAL FUNDS AND LIABILITIES		
		<u>969 427</u>

NAMIBIAN AGRONOMIC BOARD - MAHANGU
INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH

	2008
	N\$
INCOME	1 062 751
Interest received	62 751
Funds from Ministry	1 000 000
EXPENSES	905 460
Advertisements	1 939
Auditors remuneration - External	18 612
Bank charges	1 408
Board fees	155 861
Chartered Accountant - Financial management committee	831
Cost of Accounting (NAB)	59 262
Cost of information centre (Internet, email)	6 591
Depreciation - Equipment	2 063
Designing and printing of annual report	7 350
Foreign trade negotiations	4 654
Insurance	7 674
Management fee (NAB)	73 946
Personnel remuneration	254 279
Postal and freight	1 824
Promotions	52 238
Refreshments	2 503
Rent - Office and parking	21 197
Repairs and maintenance of computer equipment	5 095
Stationery and printing	8 388
Subscriptions	117
Subsistence and transport	190 583
Team building	1 320
Technical advisor	990
Telephone and fax	15 417
Training and personnel interview expenses	10 348
Web development and maintenance of website	970
NET SURPLUS FOR THE YEAR	157 291

NAMIBIAN AGRONOMIC BOARD - MAHANGU
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2008

	2008
	N\$
1. INVESTMENTS	
At the period-end the amounts invested in terms of Section 14(5) of the Act were:	
Commercial banks - At interest rates at year-end between 3,5% and 9,65%	68 683
Nampost – At an interest rate at year-end of 9,55%	842 217
	<hr/>
Total	910 900
	<hr/> <hr/>
2. BANK ACCOUNT	
Balance per bank statement	42 248
Outstanding cheques	-
	<hr/>
Cash-book balance	42 248
	<hr/> <hr/>
3. GENERAL FUND	
The Fund was established to finance the administration expenses of the Board. Transactions were as follows:	
Capital introduced	669 704
Net surplus for the year	157 291
	<hr/>
Balance – 31 March	826 995
	<hr/> <hr/>
4. TRADE AND OTHER PAYABLES	
Administration expenses	2 492
Provisions	30 567
Sundry payables	210
Refunds	109 163
	<hr/>
	142 432
	<hr/> <hr/>

**NAMIBIAN AGRONOMIC BOARD - DEVELOPMENT PROJECT DIVISION
BALANCE SHEET AT 31 MARCH**

	Note	<u>2008</u> N\$
ASSETS		
NON CURRENT ASSETS		
		629 552
Equipment	1	10 891
Investments	2	618 661
CURRENT ASSETS		
		101 103
Trade and other receivables	3	39 836
Bank account	4	61 267
TOTAL ASSETS		<u>730 655</u>
FUNDS AND LIABILITIES		
FUNDS AND RESERVES		
General Fund	5	(493 776)
CURRENT LIABILITIES		
Trade and other payables	6	1 224 431
TOTAL FUNDS AND LIABILITIES		<u>730 655</u>

**NAMIBIAN AGRONOMIC BOARD - DEVELOPMENT PROJECT DIVISION
INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH**

	Note	<u>2008</u>
		N\$
INCOME		256 390
Interest received		21 791
MAWF project support service fees		234 599
EXPENSES		750 166
Auditors remuneration - External		10 000
Bank charges		537
Board fees		84 985
Cost of Accounting (NAB)		86 895
Cost of information centre (Internet, email)		5 273
Depreciation - Equipment		992
Depreciation - Furniture		786
Designing and printing of Annual Report		10 971
Insurance		138
Management Fee (NAB)		73 945
Personnel remuneration		397 909
Postal and freight		522
Refreshments		2 627
Rent - Equipment		6 567
Rent - Office and parking		13 675
Rent - P.O. Box		39
Repairs and maintenance of computer equipment		6 886
Stationary and printing		11 967
Subscriptions		391
Subsistence and transport		17 447
Team building		1 320
Telephone and fax		12 300
Training and personnel interview expenses		1 804
Web development and maintenance of website		2 190
NET DEFICIT FOR THE YEAR		<u>(493 776)</u>

**NAMIBIAN AGRONOMIC BOARD - DEVELOPMENT PROJECT DIVISION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH**

1. PROPERTY, PLANT AND EQUIPMENT

2008 YEAR	Cost	Accumulated depreciation	Carrying value
	N\$	N\$	N\$
Furniture and fittings	7 569	(786)	6 783
Equipment	5 100	(992)	4 108
	12 669	(1 778)	10 891

THE CARRYING VALUE OF PLANT AND EQUIPMENT CAN BE RECONCILED AS FOLLOWS:

	Carrying value - Beginning of year	Additions	Depreciation	Carrying value - End of year
	N\$	N\$	N\$	N\$
Furniture and fittings	-	7 569	(786)	6 783
Equipment	-	5 100	(992)	4 108
	-	12 669	(1 778)	10 891

DEPRECIATION IS CALCULATED AS FOLLOWS:

Furniture and fittings	5 Years
Equipment	3 Years

2. INVESTMENTS

At the period-end the amounts invested in terms of Section 14(5) of the Act were:

Commercial banks - At an interest rate at year-end of 9,65%	618 661
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3. TRADE AND OTHER RECEIVABLES

Trade debtors	18 994
Sundry debtors	20 842
	39 836

NAMIBIAN AGRONOMIC BOARD - DEVELOPMENT PROJECT DIVISION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

	2008
	N\$
4. BANK ACCOUNT	
Balance per bank statement	61 267
Outstanding cheques	-
	<hr/>
Cash-book balance	61 267
	<hr/> <hr/>
5. GENERAL FUND	
The Fund was established to finance the administration expenses of the Board. Transactions were as follows:	
Balance - 1 April	-
Net deficit for the year	(493 776)
	<hr/>
Balance - 31 March	(493 776)
	<hr/> <hr/>
6. TRADE AND OTHER PAYABLES	
Administration expenses	1 201
Levies payable	-
Provisions	34 352
Sundry payables	1 182 963
Refunds	5 915
	<hr/>
	1 224 431
	<hr/> <hr/>