



REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

GAME PRODUCTS TRUST FUND

FOR THE FINANCIAL YEARS ENDED 31 MARCH 2008 and 2009

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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 Game Products Trust Fund for the financial years ended 31 March 2008 and 2009, 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, September 2009

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

**REPORT OF THE AUDITOR-GENERAL
ON THE ACCOUNTS OF THE GAME PRODUCTS TRUST FUND
FOR THE FINANCIAL YEARS ENDED 31 MARCH 2008 AND 2009**

1. INTRODUCTION

The Game Products Trust Fund was established in terms of Section 2 (1) of the Game Products Trust Fund Act, (Act 7 of 1997), to administer moneys appropriated by Parliament for the Fund for the achievement of its objectives; domestic and foreign donations or contributions made for the benefit of the Fund; interest derived from the investment of moneys standing to the credit of the Fund; the proceeds derived from the sale of game products belonging to the State. The affairs of the Fund shall be managed and controlled by a board of trustees to be known as the Game Products Trust Fund Board, which shall exercise the powers and perform the duties and functions conferred or imposed upon the Board according to Section 4 of the Act. In terms of Section 5 of the Game Products Trust Fund Act the Board shall consist of five members appointed by the Minister of Environment and Tourism on which one staff member of the Ministry shall be the Chairperson of the Board.

The accounts of the Game Products Trust Fund for the years ended 31 March 2008 and 2009 are being reported on in accordance with the provisions of Section 27 of the State Finance Act, 1991 (Act 31 of 1991) and the Game Products Trust Fund Act, 1997.

The objectives of the Fund are stipulated in terms of Section 3 of the (Game Products Trust Fund, 1997, (Act No. 7 of 1997) as follows:

- (a) to make grants to emerging conservancies and wildlife councils for the purposes of implementing and maintaining projects and programmes, approved by the Board in consultation with the Minister, regarding wildlife conservation and management and rural development;
- (b) to allocate funds, subject to the provisions of this Act, to conservancies, wildlife councils and protected areas, and to persons, organisations and institutions approved by the Minister, to be used by those conservancies, wildlife councils, protected areas, persons, organisations and institutions in connection with projects and programmes regarding wildlife conservation and management and rural development;
- (c) to support measures aimed at improving the relationship between people and wildlife; and
- (d) to support improvements in the monitoring, management, protection, sustainable use and development of wildlife resources in rural areas.

2. SCOPE OF THE AUDIT

2.1 The Board of the Fund is responsible for the preparation of the financial statements and for ensuring the regularity of the financial transactions. 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 his opinion to the National Assembly:

The audit done included:

- (a) examination on a test basis of the evidence relevant to the amounts, disclosure and regularity of financial transactions included in the financial statements;
- (b) assessment of the significant estimates and judgements made by the Board of the Fund in the accounting of the transactions, his determination of and decision on relevance of transactions to the Fund and of whether the accounting policies are appropriate to the Fund's circumstances, consistently applied and adequately disclosed; and
- (c) evaluation of the overall adequacy of the presentation of information for its inclusion in the financial statements.

2.2 The audit was planned and performed so as to obtain all the information and explanations considered necessary to provide sufficient evidence to give reasonable assurance that:

- (a) the financial statements are free from material misstatement, whether caused by error, fraud or other irregularity;
- (b) in all material respects, the expenditure and income have been applied to the purposes intended; and
- (c) the financial transactions conform to the authorities which govern them.

3. FINANCIAL STATEMENTS

The financial statements for the years ended 31 March 2008 and 2009 published in this report as signed by the Chairperson are filed in the Office of the Auditor-General, and comprise the following:

Annexure A: Balance sheet

Annexure B: Income and expenditure account

Annexure C: Cash flow statement

Annexure D: Notes to the financial statement

Figures in the report are rounded off to the nearest Namibia Dollar.

4. AUDIT OBSERVATIONS

4.1 NON-SUBMISSION OF SUPPORTING DOCUMENTS

Receipts for the following revenue transactions could not be provided for audit purposes;

2008/2009 financial year

Date	Details	Amount
		(N\$)
08/07/2008	Oas Plaasrekening	3 335
08/07/2008	F.J Vogel	1 250

The Board is recommended to adhere to the requirements of the State Finance Act, 1991 (Act 31 of 1991), with reference to Section 26(1)(b)(i) and (ii), which stipulates that the Auditor-General or any competent person employed in the Office of the Auditor-General shall have access to all books, vouchers and other documents having face value or potential value.

4.2 INTEREST RECEIVED

2007/2008 Financial Year

The total amount accrued to the Fund according to the Certificate from the First National Bank on 31 March 2008 amounted to N\$ 689 694. The financial statements reflects this amount as N\$ 671 760.

It is recommended that the Board should ensure that accurate figures are disclosed in the financial statements.

4.3 SUBMISSION OF FINANCIAL STATEMENTS

The Board failed to comply with Section 17 (1) of the Game Product Trust Fund Act, which requires that the annual financial statements for the year in question be submitted to the Minister as soon as practicable, but not later than six months after the end of the financial year. The annual financial statements of the Board for the year ended 31 March 2008 were submitted on 14 October 2009 and for 31 March 2009 were submitted on 10 May 2010 for audit purposes.

It is recommended that the Board adheres to Section 17(1) of the Game Products Trust Fund Act and submit the annual financial statements timeously.

5. ACKNOWLEDGEMENT

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

6. AUDIT OPINION

The financial statements of the Game Products Trust Fund for the financial years ended 31 March 2008 and 2009 were audited by me in terms of Section 17 (2)(a)(b) of the Game Products Trust Fund Act, read with Section 25(1)(b) of the State Finance Act, 1991 (Act 31 of 1991).

In my opinion the financial statements fairly present the Fund's financial position and the results of its operations for the years ended 31 March 2008 and 2009 and in all material respects the income and expenditure have been applied for the purpose intended and conform to the authorities which govern them.

Windhoek, SEPTEMBER 2010

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

GAME PRODUCTS TRUST FUND

BALANCE SHEET AS AT 31 MARCH

	Notes	2009	2008	2007
		N\$	N\$	N\$
ASSETS				
Non-current assets				
Investments	2	8 712 968	7 848 621	7 176 860
Current Assets				
Cash and cash equivalents	3	41 854 222	4 279 600	15 468 779
Total assets		50 567 190	12 128 221	22 645 639
EQUITY AND LIABILITIES				
Capital and reserves				
Accumulated Funds	5	50 567 190	12 128 221	22 645 639
Total equity and liabilities		50 567 190	12 128 221	22 645 639

GAME PRODUCTS TRUST FUND

INCOME AND EXPENDITURE ACCOUNT FOR THE FINANCIAL YEAR ENDED
31 MARCH

	2009	2008	2007
	N\$	N\$	N\$
INCOME	39 428 512	1 326 025	12 463 537
Live export head levy	95 850	610 299	53 320
Ivory	11 685 515	-	-
Sale of products – Wildlife Auction	18 578 015	-	3 861 950
Park entrance fees	8 053 934	-	1 174 792
Trophy hunting	140 000	-	40 000
Interest received	864 347	671 760	538 558
Hunting concessions	-	43 966	6 794 917
Etosha road signs	10 851	-	-
EXPENDITURE	989 543	11 843 443	9 089 525
Accounting fees	42 000	-	-
Funeral assistance	40 000	70 000	65 400
Elephant monitoring	24 464	187 580	55 638
ENP centenary project	100 000	2 896 259	4 181 606
ENP centenary celebrations	230	3 664 817	-
Maintenance vehicles	280 452	1 526 300	-
NaJagna Conservancy	29 895	239 764	-
Rhino crates and trailers	170 000	-	-
Construction- Mamili Bridge	135 294	-	-
Tsumkwe development farm	-	1 237 052	509 220
Khoadi Hoas Conservancy	-	10 975	-
Sorris-Sorris Conservancy	-	88 504	-
Off Road vehicle for PRU	-	991 878	-
Malian visit	-	29 800	-
Improving elephant monitoring	-	14 765	-
Game capture camping equipments	-	119 891	-
Buffalo collars - tracking	-	74 996	-
Boats	-	445 240	-
Dora !Nawas Conservancy	-	128 640	-
Boma project	-	99 120	862 652
Bank charges	1 500	2 239	1 756
Directorate of Parks and Wildlife Management (DPWN)	-	-	2 342 136
ENP water project	-	-	855 237
Ehrovipuka project	-	(10 000)	10 000
Elephant and Rhino monitoring	139 564	-	-
Omatendeka Conservancy	-	-	20 000
Store room	-	-	7 400
Travel, accommodation and Board allowances	26 144	25 623	23 415
Wildlife auctions	-	-	155 065
(DEFICIT)/SURPLUS for the year	38 438 969	(10 517 418)	3 374 012

GAME PRODUCTS TRUST FUND**CASH FLOW STATEMENTS FOR THE YEAR ENDED 31 MARCH**

	Notes	2009	2008	2007
		N\$	N\$	N\$
Cash flows from operating activities				
Cash generated by operating activities	4	37 574 622	(11 189 178)	2 835 454
Interest received		864 347	671 760	538 558
		<u>38 438 969</u>	<u>(10 517 418)</u>	<u>3 374 012</u>
Cash flows from investing activities				
Increase in investments		<u>(864 347)</u>	<u>(671 760)</u>	<u>(538 558)</u>
Net increase in cash and cash equivalents				
		37 574 622	(11 189 178)	2 835 454
Cash and cash equivalents at the beginning of the year		<u>4 279 601</u>	<u>15 468 779</u>	<u>12 633 325</u>
Cash and cash equivalents at the end of the year		<u>41 854 223</u>	<u>4 279 601</u>	<u>15 468 779</u>

GAME PRODUCTS TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH**1. Accounting Policies****1.1 Basis of preparation**

The financial statements are prepared on the historical cost basis and in the manner prescribed in the Game Products Trust Fund Act, 1997. The following are the principal accounting policies used by the Board which are consistent with those of the previous year.

1.2 Revenue recognition

Revenue consists of hunting concessions, live export head levies, park entrance fees, wildlife auctions, trophy hunting and sale of ivory, and is recognised on receipt.

1.3 Financial assets

The financial assets consist of cash and cash equivalents.

2. Investments

	2009	2008	2007
	N\$	N\$	N\$
First National Bank call account	969 476	892 622	822 953
First National Bank investment account	7 743 492	6 955 999	6 353 907
	<u>8 712 968</u>	<u>7 848 621</u>	<u>7 176 860</u>

3. Cash and Cash equivalents

Standard Bank	41 854 222	4 279 600	15 468 779
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4. Cash generated by operating activities

	2009	2008	2007
	N\$	N\$	N\$
Net surplus/(deficit) for the year	38 438 969	(10 517 418)	3 374 012
<u>Adjustments</u>			
Interest received	(864 347)	(671 760)	(538 558)
	<u>37 574 622</u>	<u>(11 189 178)</u>	<u>2 835 454</u>

5. Accumulated Funds

Opening balance	12 128 221	22 645 639	19 271 627
Surplus/(Deficit)	38 438 969	(10 517 418)	3 374 012
Total	<u>50 567 190</u>	<u>12 128 221</u>	<u>22 645 639</u>