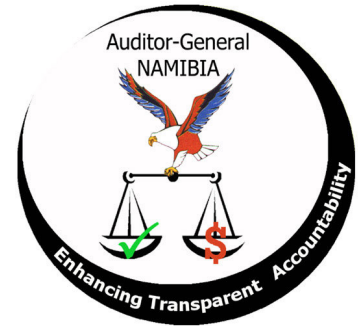




REPUBLIC OF NAMIBIA



REPORT OF THE AUDITOR-GENERAL ON THE ACCOUNTS OF THE

MEAT BOARD OF NAMIBIA

FOR THE FINANCIAL YEAR ENDED 31 MARCH 2008

Published by authority

Price (Vat excluded) N\$ 37.65
Report no 747

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 Meat Board of Namibia 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 2009

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

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

1. INTRODUCTION

The accounts of the Meat Board (the Board) for the year ended 31 March 2008 are being reported on in accordance with the provisions set out in the State Finance Act, 1991 (Act 31 of 1991) and the Meat Industry Act, 1981 (Act 12 of 1981) as amended by Amendment Act 21 of 1992.

The firm Mostert Landgrebe Chartered Accountants has been appointed by the Auditor-General under the provisions of Section 26(2) of the State Finance Act, 1991, to audit the accounts of the Board on his behalf and under his supervision.

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

2. ESTABLISHMENT

The Meat Board of Namibia was established in terms of Section 2 of the Act. Section 3 of the Act stipulates the main objective of the Board as being the promotion of the meat industry's interests. The Board has jurisdiction over the marketing of cattle, sheep, goats, pigs, meat and meat products.

3. FINANCIAL STATEMENTS

Statements of the accounts of the Board prepared in compliance with Section 16(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: Report of the Board

Annexure B: Balance sheet at 31 March 2008

Annexure C: Income statement for the financial year ended on 31 March 2008

Annexure D: Notes to the financial statements

4. 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 control 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 judgement, 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 control 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.

5. AUDIT OBSERVATIONS AND COMMENTS

5.1 RECOVERABILITY OF LOAN TO ORUTUMBO FARMERS ASSOCIATION

The recoverability of the loan to Orutumbo Farmers Association of N\$ 39 079 (2007 - N\$51 578) (see note 3) is questionable. The loan is secured against the equipment purchased and the Board is in the process of addressing the repayment of the loan.

A provision for bad debts has been made in the financial statements.

5.2 RECOVERABILITY OF THE LOAN TO OTJOMBINDE FARMERS' ASSOCIATION

The recoverability of the loan to Otjombinde Farmers' Association of N\$ 65 568 (2007 - N\$75 568) is questionable. The loan is secured over the equipment purchased. The Association has not been able to pay both the interest and the capital on time. The Board is in the process of addressing the repayment of the loan.

A provision for bad debts has been made in the financial statements.

5.3 FINALISATION OF FINANCIAL STATEMENTS

The Board failed to comply with Section 16 (3) of the Meat Industry Act, 1981, which requires that the audited financial statements be submitted to the Minister within six months of the year end.

6. ACKNOWLEDGEMENT

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

7. AUDIT OPINION

The accounts of the Board for the financial year ended 31 March 2008 were audited by me in terms of the provisions of Section 16(2) of the Act, read with Section 25(1)(b) of the State Finance Act, 1991.

I hereby certify that, in my opinion the financial statements published, fairly present the financial position of the Meat Board of Namibia and the results of the operations for the year ended 31 March 2008.

WINDHOEK, October 2009

**JUNIAS ETUNA KANDJEKE
AUDITOR-GENERAL**

**MEAT BOARD OF NAMIBIA
REPORT OF THE BOARD FOR THE FINANCIAL YEAR ENDED 31 MARCH 2008**

The Board has pleasure in presenting its report, which forms part of the audited annual financial statements, for the accounting year ended 31 March 2008.

Nature of functions of the Board

The Board is involved in the promotion of the meat industry's interests. Principally the collection of levies on livestock exported or slaughtered locally is used for various programmes to promote the marketing of livestock/meat products through ensuring Namibia's access to existing markets and the development of new premium markets.

State of affairs and results of operations

All matters material to the appreciation of the state of the Board's affairs and results of operations are accounted for in the annual financial statements and do not call for further comments in the report of the Board.

Going concern

The Board believes that the entity will be a going concern in the year ahead. For this reason it continues to adopt the going concern basis in preparing the annual financial statements.

Internal control

In order for the Board to discharge its responsibility, management has developed and continues to maintain a system of internal control. The Board has the ultimate responsibility for the system of internal control and reviews its operation, primarily through the executive committee.

The Board's approval of the annual financial statements

The annual financial statements of the Meat Board of Namibia are the responsibility of the Board.

The annual financial statements for the year ended 31 March 2008 set out on pages 4 to 26 were approved by the Board and signed on its behalf by the chairman and general manager:

P.J. Strydom – General Manager

J. Hengari – Chairman

Windhoek, 11 September 2009

**MEAT BOARD OF NAMIBIA
BALANCE SHEET AT 31 MARCH**

	Notes	2008 N\$	2007 N\$
ASSETS			
NON-CURRENT ASSETS		55 249 116	53 789 594
Property and equipment	1	3 976 856	3 618 333
Investments	2	50 674 647	49 513 204
Loans granted	3	597 613	658 057
CURRENT ASSETS		5 643 629	2 970 508
Cash resources	4	2 053 698	536 564
Trade and other receivables	5	3 367 572	2 232 832
Interest accrued	6	222 359	201 112
TOTAL ASSETS		60 892 745	56 760 102
FUNDS AND LIABILITIES			
FUNDS AND RESERVES		59 239 225	54 488 467
Reserve Fund	7	1 315 915	6 284 257
Cattle Stabilisation Fund	8	9 330 975	11 475 721
Small Stock Stabilisation Fund	9	1 311 072	2 971 160
Goat Fund	10	176 526	130 038
Animal Health Fund	11	9 996 474	9 396 653
Fan Meat Fund	12	-	-
Northern Communal Areas Abattoir Fund	13	217 110	198 091
Drought Admin Fund	14	466 454	467 805
Quarantine Camp Fund	15	-	71 371
Stock Brands Registration Fund	16	102 764	44 965
Feasibility Study of meat export to Angola & DRC	17	3 252 607	3 019 209
VCF Task Force Project Fund	18	20 265 693	10 843 407
NCA Marketing Incentive Fund	19	2 426 421	5 077 521

MEAT BOARD OF NAMIBIA
BALANCE SHEET AT 31 MARCH (continued)

	Notes	2008 N\$	2007 N\$
DVS Contingency Fund	20	595 894	889 936
NCA Levy Fund	21	5 804 464	-
Funds utilized for capital assets	1	3 976 856	3 618 333
CURRENT LIABILITIES			
Trade and other payables	22	1 653 520	2 271 635
TOTAL FUNDS AND LIABILITIES		60 892 745	56 760 102

MEAT BOARD OF NAMIBIA
INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH

	Notes	2008 N\$	2007 N\$
INCOME		9 159 402	9 252 600
General levies on livestock exported or slaughtered		7 750 672	8 128 100
Classification fees		1 408 730	1 124 500
OTHER INCOME		2 112 974	3 469 519
Interest received	23	884 605	1 203 551
Operational profit of Agricultural Board's building		-	-
Inspection fees		156 675	162 872
Administration fees		152 879	53 149
House rent received		13 400	13 629
Profit on investment	24	905 415	2 036 318
GROSS INCOME		11 272 376	12 722 119
EXPENSES			
CONTRIBUTIONS AND LEVIES		3 099 860	3 132 687
Budgeted contributions to agricultural unions	25	2 834 828	2 824 240
Agents' commission on levies	26	265 032	308 447
ADMINISTRATION EXPENSES		12 261 107	11 764 252
Board administration expenses	27	588 335	578 378
Personnel expenses	28	9 668 708	9 169 671
Travelling and subsistence	29	467 777	455 761
Office expenses	30	1 536 287	1 560 442

ANNEXURE C

MEAT BOARD OF NAMIBIA

INCOME STATEMENT FOR THE YEAR ENDED 31 MARCH (continued)

	2008	2007
	N\$	N\$
TOTAL EXPENSES	15 360 967	14 896 939
DEFICIT FOR THE YEAR	(4 088 591)	(2 174 820)
TRANSFERRED TO THE RESERVE FUND	4 088 591	2 174 820
NET SURPLUS FOR THE YEAR	-	-

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH

FUND ACCOUNTS

The moneys of the Board are accounted for in fourteen Fund accounts mentioned below:

- (a) General account as stipulated in Section 13(1)(a) of the Act,
- (b) Reserve account as stipulated in Section 13(1)(c) of the Act, and
- (c) Special accounts in terms of Section 13(1)(b) of the Act for each of the three special levies introduced in terms of Section 17(1)(a) of the Act, namely:
 - Cattle Stabilisation Levy account,
 - Small Stock Stabilisation Levy account and Goat Fund, and
 - Animal Health account.

The following Funds are specifically dedicated to the respective aims reflected in the names of the Funds.

- (d) Northern Communal Areas Abattoir Fund,
- (e) Drought Relief Administration Fund,
- (f) Quarantine Camp Fund,
- (g) Stock Brands Registration Fund,
- (h) Feasibility study of meat export to Angola & DRC,
- (i) VCF Task Force Project Fund,
- (j) NCA Marketing Incentive Fund,
- (k) DVS Contingency Fund,
- (l) National Traceability Scheme (Fan Meat Fund).

For practical and economical reasons, the Board operates one current account at the bank.

The balances at 31 March of the fourteen Funds are reflected in the Balance Sheet and the transactions in the Income and Expenditure statements.

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

1
. PROPERTY, PLANT AND EQUIPMENT

2008 YEAR	Cost	Accumulated depreciation	Carrying value
	N\$	N\$	N\$
Land and buildings - Agricultural Board	2 933 948	-	2 933 948
Land and buildings - Meat Board	248 757	-	248 757
Furniture and fittings - Agricultural Board	41 494	(34 913)	6 581
Furniture and fittings - Meat Board	870 953	(329 368)	541 585
Computer equipment - Meat Board	1 178 101	(966 895)	211 206
Show equipment - Meat Board	125 725	(90 948)	34 777
Motor vehicles - Meat Board	494 997	(494 995)	2
	5 893 975	(1 917 119)	3 976 856

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\$
Land and buildings - Agricultural Board	2 781 885	152 063	-	2 933 948
Land and buildings - Meat Board	248 757	-	-	248 757
Furniture and fittings - Agricultural Board	6 396	915	(730)	6 581
Furniture and fittings - Meat Board	341 434	260 387	(60 236)	541 585
Computer equipment - Meat Board	174 400	91 182	(54 376)	211 206
Show equipment - Meat Board	38 287	-	(3 510)	34 777
Motor vehicles - Meat Board	27 174	-	(27 172)	2
	3 618 333	504 547	(146 024)	3 976 856

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

2007 YEAR	Cost	Accumulated depreciation	Carrying value
	N\$	N\$	N\$
Land and buildings - Agricultural Board	2 781 885	-	2 781 885
Land and buildings - Meat Board	248 757	-	248 757
Furniture and fittings - Agricultural Board	40 579	(34 183)	6 396
Furniture and fittings - Meat Board	610 566	(269 132)	341 434
Computer equipment - Meat Board	1 086 919	(912 519)	174 400
Show equipment - Meat Board	125 725	(87 438)	38 287
Motor vehicles - Meat Board	494 997	(467 823)	27 174
	5 389 428	(1 771 095)	3 618 333

The recoverable amount of land and buildings is considered to be more than the carrying amount.

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

2. INVESTMENTS

	2008	2007
	N\$	N\$
Section 13(2) of the Act requires of the Board to invest, as determined by the Minister of Agriculture, Water and Rural Development, moneys not immediately needed.		
Balances were as follows on 31 March:		
Agricultural Bank	4 470 245	7 266 503
Agribank bills	3 898 000	5 868 000
Call deposit	572 245	1 398 503
Simonis Storm Securities:	5 712 242	5 303 353
Fixed deposit	5 500 000	5 000 000
Call deposit	212 242	303 353
Investment House of Namibia - Call deposit	217 110	198 091
First National Bank - Call deposits	16 242 748	11 106 476
Call deposits	9 746 955	11 106 476
Fixed deposit	6 495 793	-
Sanlam Namibia – Unit trusts	19 276 660	20 371 245
Namibia Equity Brokers	4 755 642	5 267 536
Fixed deposit	-	4 000 000
Call deposit	4 755 642	1 267 536
Total	50 674 647	49 513 204

All surplus moneys were regularly invested at financial institutions, in terms of section 13(2) of the Act, after provision has been made for outstanding cheques at month end.

MEAT BOARD OF NAMIBIA

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH

(Continued)

3. LOANS GRANTED

	2008	2007
	N\$	N\$
The balances of loans granted in terms of Section 10(1)(I)(ii) of the Act were as follows on 31 March:		
Orutumbo Farmer's Association	-	-
A loan of N\$ 106 000 was given to the Orutumbo Farmer's Association at an interest rate of 2% higher than the best 12 months fixed interest rate from any registered financial institution which the Meat Board can obtain. The loan is for the purchase and commissioning of two six ton scales at Ongongoro and Okatjoruu and is to be repaid in 7 equal yearly intallments of N\$ 8 295.14. The scales serve as security for the loan.	39 079	51 579
Provision for loan granted to Orutombo Farmer's Association	(39 079)	(51 579)
Vehicle scheme loans to management	597 613	666 441
Six motor vehicle scheme loans were given to management in terms of the directions referred to in Section 10(I)(a) of the Act. The loans are repayable in combined monthly instalments of N\$ 28 225 at an interest rate of 8% p.a. compounded.		
Aminuis Farmer's Association	-	31 574
Otjinene Farmers Association	-	(39 958)
Otjombinde Farmers Association	-	-
An unsecured loan was given to the Otjombinde Farmers Association for N\$ 132 500, to be repaid in equal instalments of N\$ 26 500.00 every 12 months, with the first instalment due 12 months after loan capital advancement, and interest levied at 2% above the highest 12 month fixed interest rate which the Meat Board can obtain from any financial institution. The interest is payable every 6 months, commencing six months from the date of capital advancement.		75 568
Provision for loan granted to Otjombinde Farmers' Association.	(65 568)	(75 568)
	597 613	658 057

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

4. CASH RESOURCES

	2008	2007
	N\$	N\$
Favourable balance at the bank	2 230 215	894 150
Less: Cheques uncashed at 31 March	(176 517)	(357 586)
	2 053 698	536 564

5. TRADE AND OTHER RECEIVABLES

Arrear income (Net Value Added Tax on accruals)	239 481	228 489
Trade debtors (Levies)	1 430 500	293 223
Fees accrued (Classification/Information/Medical)	18 216	15 162
Levies accrued (Less agents commission)	1 617 081	1 553 544
Agricultural Board's building	59 784	139 904
Nampower (Electricity deposit)	2 510	2 510
	3 367 572	2 232 832

6. INTEREST ACCRUED

Interest receivable	222 359	201 112
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MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

7. RESERVE FUND

	2008	2007
	N\$	N\$
INCOME	(4 120 165)	(2 139 310)
Proceed on sale of assets	-	3 936
Deficit from General Fund - Income statement (Annexure C)	(4 088 591)	(2 174 820)
Bad debt provision	(31 574)	31 574
EXPENSES	848 177	680 822
Adjustment - Agricultural Board's Building	-	364
Agri-Inspect Border Services	-	145 174
Capital expenditure	351 569	48 982
Competitiveness study	47 006	55 924
Computer Data Bases upgrade	114 590	71 100
Maintenance Border Personnel Houses	27 725	25 727
PAYE Penalties	5 555	-
Provision for leave accrued (Nett)	166 683	163 551
Study bursaries	135 049	170 000
DEFICIT FOR THE YEAR	(4 968 342)	(2 820 132)
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	6 284 257	9 104 389
ACCUMULATED FUNDS AT THE END OF THE YEAR	1 315 915	6 284 257

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

8

. CATTLE STABILISATION FUND

	2008	2007
	N\$	N\$
INCOME	2 186 158	973 841
Bush Eradication Project Income	2 123 744	918 271
Refund of previous years overpayments	8 340	12 570
Bad debts recovered	54 074	43 000
EXPENSES	4 330 904	2 910 237
Agricultural Show	108 435	104 976
Bush Eradication Project Expenses	2 202 849	967 282
Cattle Marketing Scheme	148 170	-
Contribution to Veterinary Services (Laboratory)	232 164	328 283
Electronic classification	260 375	346 005
International Markets & Trade Relations	209 818	195 767
Livestock Improvement Project	-	44 097
Loss on loan granted (Farmers associations)	-	51 646
Market development communal areas	768 715	392 340
Marketing Facilities	96 859	28 381
National Traceability and Labeling Scheme (FanMeat)	-	175 041
Promotions and advertising	297 415	258 859
Seal of Quality	6 104	17 560
DEFICIT FOR THE YEAR	(2 144 746)	(1 936 396)
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	11 475 721	13 412 117
ACCUMULATED FUNDS AT THE END OF THE YEAR	9 330 975	11 475 721

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

9. SMALL STOCK STABILISATION FUND

	2008	2007
	N\$	N\$
INCOME	8 340	6 120
Refund of previous years overpayments	8 340	6 120
EXPENSES	1 668 428	1 797 704
Advertising and promotions	801 389	1 287 447
Agricultural show	92 370	89 424
International markets and trade relations	178 734	166 765
National traceability and labeling scheme	-	149 109
Seal of quality	5 200	14 959
Small stock marketing scheme	545 735	-
Transfer to Goat Fund	45 000	90 000
DEFICIT FOR THE YEAR	(1 660 088)	(1 791 584)
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	2 971 160	4 762 744
ACCUMULATED FUNDS AT THE END OF THE YEAR	1 311 072	2 971 160

10. GOAT FUND

INCOME	46 488	117 007
Transfer from Stabilisation Fund Small Stock	45 000	90 000
Revenue from goat recipe book	1 488	2 100
Revenue from goat skin project	-	24 907
EXPENSES	-	25 800
Goat marketing expenses	-	25 800
SURPLUS FOR THE YEAR	46 488	91 207
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	130 038	38 831
ACCUMULATED FUNDS AT THE END OF THE YEAR	176 526	130 038

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

11. ANIMAL HEALTH FUND

	2008	2007
	N\$	N\$
INCOME	599 821	658 668
Special levies	599 821	658 668
EXPENSES	-	-
SURPLUS FOR THE YEAR	599 821	658 668
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	9 396 653	8 737 985
ACCUMULATED FUNDS AT THE END OF THE YEAR	9 996 474	9 396 653

12. FAN MEAT FUND

INCOME	1 781 839	1 342 714
Special levies	1 487 796	1 018 564
Contribution from Cattle Stabilisation Fund	-	175 041
Contribution from Small Stock Stabilisation Fund	-	149 109
Contribution from the Contingency Fund	294 043	-
EXPENSES	1 781 839	1 342 714
Admin and stationery	90 838	-
Communication	128 095	-
Database	1 088 716	-
Extension and training	44 522	-
Office rent	50 369	-
Staff salaries	379 299	-
Sundry expenses	-	1 342 714
SURPLUS FOR THE YEAR	-	-
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	-	-
ACCUMULATED FUNDS AT THE END OF THE YEAR	-	-

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

13. NORTHERN COMMUNAL AREAS ABATTOIR FUND

	2008	2007
	N\$	N\$
INCOME	19 019	14 152
Interest received	19 019	14 152
EXPENSES	-	-
SURPLUS FOR THE YEAR	19 019	14 152
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	198 091	183 939
ACCUMULATED FUNDS AT THE END OF THE YEAR	217 110	198 091

14. DROUGHT RELIEF ADMINISTRATION FUND

INCOME	37 128	533 443
Contribution from the Government	-	500 000
Interest received	37 128	33 443
EXPENSES	38 479	65 638
Drought administration expenses	38 479	65 638
(DEFICIT)/SURPLUS FOR THE YEAR	(1 351)	467 805
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	467 805	-
ACCUMULATED FUNDS AT THE END OF THE YEAR	466 454	467 805

MEAT BOARD OF NAMIBIA

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH

(Continued)

15. QUARANTINE CAMP FUND

	2008	2007
	N\$	N\$
INCOME	5 428	4 750
Interest received	5 428	4 750
EXPENSES	76 799	-
Quarantine camps upgrade	33 925	-
Transfer to VCF account	42 874	-
(DEFICIT)/SURPLUS FOR THE YEAR	(71 371)	4 750
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	71 371	66 621
ACCUMULATED FUNDS AT THE END OF THE YEAR	-	71 371

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

16. STOCK BRANDS REGISTRATION FUND

	2008	2007
	N\$	N\$
INCOME	210 241	21 599
Brand registration fee	194 237	11 164
Interest received	16 004	10 435
EXPENSES	152 442	196 435
Bank charges	4 728	-
Brand registration expenditure	70 295	196 435
Staff salaries	77 419	-
SURPLUS/(DEFICIT) FOR THE YEAR	57 799	(174 836)
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	44 965	219 801
ACCUMULATED FUNDS AT THE END OF THE YEAR	102 764	44 965

17. FEASIBILITY STUDY OF MEAT EXPORT ANGOLA AND DRC

INCOME	290 398	225 482
Interest received	290 398	225 482
EXPENSES	57 000	-
Sundry expenses	57 000	-
SURPLUS FOR THE YEAR	233 398	225 482
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	3 019 209	2 793 727
ACCUMULATED FUNDS AT THE END OF THE YEAR	3 252 607	3 019 209

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

18. VCF TASK FORCE PROJECT FUND

	2008	2007
	N\$	N\$
INCOME	11 132 356	7 381 764
Money received from Government	10 000 000	7 000 000
Transfer from Quarantine Fund	42 874	
Interest received	1 089 482	381 764
EXPENSES	1 710 070	877 690
Project administration expenditures	1 710 070	877 690
SURPLUS FOR THE YEAR	9 422 286	6 504 074
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	10 843 407	4 339 333
ACCUMULATED FUNDS AT THE END OF THE YEAR	20 265 693	10 843 407

19. NCA MARKETING INCENTIVE FUND

INCOME	260 577	5 108 180
Money received from Government	-	5 000 000
Interest received	260 577	108 180
EXPENSES	2 911 677	2 963 014
Marketing incentive claims	2 911 677	2 963 014
(DEFICIT)/SURPLUS FOR THE YEAR	(2 651 100)	2 145 166
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	5 077 521	2 932 355
ACCUMULATED FUNDS AT THE END OF THE YEAR	2 426 421	5 077 521

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

20. DVS CONTINGENCY FUND

	2008	2007
	N\$	N\$
INCOME	-	-
EXPENSES	294 042	38 074
Transfer to FAN meat account	294 042	38 074
DEFICIT FOR THE YEAR	(294 042)	(38 074)
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	889 936	928 010
ACCUMULATED FUNDS AT THE END OF THE YEAR	595 894	889 936

21. NCA LEVY FUND

INCOME	5 811 744	-
NCA Levy income	5 811 744	-
EXPENSES	7 280	-
Advertising expenses	7 280	-
SURPLUS FOR THE YEAR	5 804 464	-
ACCUMULATED FUNDS AT THE BEGINNING OF THE YEAR	-	-
ACCUMULATED FUNDS AT THE END OF THE YEAR	5 804 464	-

22. TRADE AND OTHER PAYABLES

GAP French Project	47 241	47 241
GRN Projects Income not used	-	311 835
Outstanding Value Added Tax Payable	336 138	350 379
Provision for leave accrued	597 458	548 047
Sundry accruals	672 683	1 014 133
	1 653 520	2 271 635

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

23. INTEREST EARNED	2008	2007
	N\$	N\$
Interest received on loans paid, on investments and on monies in the current bank account were credited to:		
General Fund	884 605	1 203 551
Drought Administration Fund	37 128	33 443
Quarantine Camp Fund	5 428	4 750
Stock Brand Registration Fund	16 004	10 435
Northern Communal Area Abattoir Project Fund	19 019	14 152
Feasibility Study of Meat Export Angola DRC	290 398	225 482
VCF Task Force Project Fund	1 089 482	381 764
NCA Marketing incentives	260 577	108 180
	2 602 641	1 981 757

24. PROFIT ON INVESTMENT

Profit on Sanlam Unit Trust Investment	905 415	2 036 318
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25. CONTRIBUTIONS TO AGRICULTURAL UNIONS

Budgeted funding from the General Fund:

Namibian Agricultural Union	1 417 414	1 412 120
Namibian National Farmers' union	1 417 414	1 412 120
	2 834 828	2 824 240

Budgetary approval for contributions to their running expenditure was on condition that the amount of N\$ 2 834 828 (2007 - N\$ 2 824 240) budgeted be paid to the Namibian National Farmers' Union (NNFU) and the Namibian Agricultural Union (NAU) in the ratio of 50:50 (2007: 50:50) respectively.

26. AGENTS COMMISSION ON LEVIES

Agents commission excluding 15% Value Added Tax	265 032	308 447
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MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

27. BOARD MEMBERS' ADMINISTRATIVE EXPENSES

	2008	2007
	N\$	N\$
Allowance	169 208	198 097
Entertainment	87 650	80 754
Insurance	2 338	2 281
Traveling and subsistence expenses	296 808	287 166
Workshops	32 331	10 080
	588 335	578 378

28. PERSONNEL EXPENSES

Housing allowances	1 225 388	1 064 861
Medical association contributions	1 163 604	103 100
Other allowances (cell phone and leave travel)	96 150	1 063 689
Pension contributions	1 043 358	1 031 140
Salaries	5 286 133	5 065 216
Service bonuses	402 347	432 152
Social security	24 271	22 594
Training	66 544	30 320
Vehicle allowances	360 913	356 599
	9 668 708	9 169 671

29. TRAVELING AND SUBSISTENCE

Head office	68 738	132 048
Classification	355 956	275 720
Inspectors	43 083	47 993
	467 777	455 761

MEAT BOARD OF NAMIBIA

NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH

(Continued)

30. OFFICE EXPENSES

	2008	2007
	N\$	N\$
Annual report	33 844	10 957
Audit fees	24 856	1 592
Bank charges	27 664	26 227
Classification services expenses	236 402	200 145
General office administration expenses	86 634	87 498
Human resources services expenses	82 093	102 854
Information systems services expenses	220 329	218 855
Inspection services expenses	68 804	84 654
Insurance	52 930	59 015
Legal costs	67 362	97 623
Maintenance - Vehicles	55 283	33 386
Office rent	234 286	252 928
Postage and stamps	20 353	18 075
Printing	18 957	41 362
Rent of office equipment	28 721	30 399
Subscriptions	2 375	2 912
Telecommunications	275 394	291 960
	1 536 287	1 560 442

31. THE CONTROLLING BODY OF AGRICULTURAL BOARDS' BUILDINGS

The property and building complex of the Meat Board, Karakul Board and Namibian Agronomic Board is controlled and managed by the Controlling Body of the Agricultural Boards' Buildings in terms of an agreement made in December 1987 between the three joint owners. The controlling body pays for the improvement, maintenance and operating costs and recovers costs and rent from the owners and other tenants. It also pays to or collects from the three owners mainly on the distribution basis of 76%, 18% and 6%, respectively, but allowing in respect of some expenditure items for the size of floor space not proportionally occupied, the net operating profit or loss (whichever the case) for each financial year.

MEAT BOARD OF NAMIBIA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH
(Continued)

The Meat Board keeps the accounts on behalf of the controlling body. According to the books of accounts, revenue and expenditure for the financial years ended 31 March 2008 and 2007 were:

	2008	2007
	N\$	N\$
REVENUE:		
RENTAL INCOME	1 070 777	922 002
Office complex	775 591	585 024
Flats	279 546	318 538
Parking bays	15 640	18 440
OTHER INCOME	3 257	18 582
Interest received	3 257	9 698
Bad debt recovered	-	8 884
TOTAL INCOME	1 074 034	940 584
EXPENSES	1 031 895	1 039 438
Administrative costs	32 123	27 660
Agents commission	28 572	24 646
Audit fees	196	5 692
Bad debts	42 585	-
Bank charges	3 411	1 628
Capital expenses	201 286	11 243
Cleaning and consumables	12 120	10 177
Insurance	32 855	29 127
Interest and penalties	-	235 767
Legal expenses	993	184
Maintenance	143 105	233 512
Municipal charges	471 193	421 792
Security services	63 456	38 010
OPERATING SURPLUS/(DEFICIT) FOR THE YEAR	42 139	(98 854)