



Gambia Radio and Television Services (GRTS)

Financial Statements
for the year ended 31 December 2021

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General Information

Board of Directors

Mrs Fatou Jagne Senghore
Yankuba Dibba
Mrs Jainaba Nyang Njie
Mr Seedy Jaiteh
Mr Malang A Bass
Mr Mod K Ceesay
Abdou MK Touray
Malick Jeng
Abdoulie Sey

Chairperson
Vice Chairperson
Member
Ex-Officio (MD Gamtel)
Ex-Officio (DPS-MOICI)
Ex-Officio (PS-MOFEA)
Director General (Jan to Feb 2021)
Director General (Mar to Dec 2021)
Director General (Current)

Board Secretary

Yankuba Jatta
Baboucarr Senghore

Ex board secretary in 2021
Current Board Secretary

External Auditors

DT Associates-The Gambia
Audit, Tax, Advisory
1 Paradise Beach Place
Bertil Harding Highway
Kololi

P.O.Box 268
Banjul
The Gambia
Tel: 220 4465800
Fax: 220 4465900

Banks

Trust Bank Limited
3-4 Freetown Avenue
Banjul, The Gambia

Access Bank G LTD
2 Kairaba Avenue
Serrekunda, The Gambia

Guaranty Trust Bank (Gambia) Limited
56 Kairaba Avenue
The Gambia

Eco Bank (Gambia) Limited
56 Kairaba Avenue
The Gambia

Zenith Bank Bank (Gambia) Limited
56 Kairaba Avenue
The Gambia

Reliance Financial Services
56 Kairaba Avenue
The Gambia

Arab Gambia Islam Bank
56 Kairaba Avenue
The Gambia

Registered office

Gambia Radio and Television Services
MDI Road kanifing

Directors' Report

Directors' report

The board of Directors of Gambia Radio and Television Services corporation (GRTS) presents their financial statements for the year ended 31st December 2021.

Statement of directors' responsibility

The Companies Act 2013 requires the directors to prepare the financial statements for each financial year which give a true and fair view of the state of affairs of the corporation and of its profit or loss for that period. In preparing the financial statements, the directors are required to:

1. select suitable accounting policies and then apply them consistently;
2. make judgments and estimates that are reasonable and prudent;
3. state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
4. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2013 and Generally Accepted Accounting Principles (GAAP). They are responsible for safeguarding the assets of the corporation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal business activities

The Gambia Radio and Television Services Corporation was established by Act of parliament, through the Gambia Radio and Television Services Acts, 2004 to provide broadcasting services of information, education, and entertainment within and outside the Gambia.

Results and dividends

The results of the corporation are as detailed in the accompanying financial statements. The directors did not propose dividends for the year ended 31 December 2021.

Going Concern

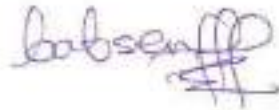
The directors confirm that, it is appropriate to adopt the going concern basis in preparing the financial statements.

Auditors

The auditors, DT Associates - The Gambia are appointed by the National Audit Office to serve for a period of five years ending 31 December 2024.

By order of the Board of Directors

Secretary



Date: 22nd february 2024

Report of the Independent Auditors

To the members of Gambia Radio and Television Services

Opinion

We have audited the accompanying financial statements of Gambia Radio and Television Services for the year ended 31st December 2021, which comprise of the income statement, balance sheet, statement of changes in equity, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial position of the corporation give a true and fair view of the financial position as at 31 December 2021, and of its financial performance and its cash flows for the year then ended in accordance with Generally Accepted Accounting Principles, and GRTS Act 2004.

Basis of Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Corporation in accordance with the requirements of the International Federation of Accountants Code of Ethics for Professional Accountants (IFAC Code) and we have fulfilled our other ethical responsibilities in accordance with IFAC Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Report of the Independent Auditors (continued)

Other Information

The directors are responsible for the other information. Our opinion on the financial statements does not cover other information and we do not express an audit opinion or any form of assurance conclusion thereon.

Responsibilities of the Directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with Generally Accepted Accounting Principles and the requirements of the Companies Act 2013 and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Corporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Corporation or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Corporation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the

Report of the Independent Auditors (continued)

Corporation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

DT Associates

DT Associates

Chartered Accountants

Registered Auditors

Aji Penda Sankareh

Partner

Date: *22nd February* 2024

Income statement

For the year ended 31 December 2021

| | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|--------------------------------|-------------|--------------------|--------------------|
| Income | | | |
| Turnover | 11.1 - 11.4 | 151,994,635 | 139,144,713 |
| Grant Received | 11.5.1 | 835,332 | - |
| Capital Grant Amortised | 11.5.2 | 9,815,499 | 9,340,875 |
| Total income | | 162,645,466 | 148,485,588 |
| Expenditure | | | |
| Administration cost | 13,15 | 121,309,047 | 108,636,975 |
| Other operating expenses | 12 | 5,830,513 | 3,850,741 |
| Depreciation | 2 | 16,563,096 | 14,717,847 |
| Impairment | 14 | 27,293,195 | - |
| Total Expenditure | | 170,995,851 | 127,205,563 |
| (Loss) before Taxation | | (8,350,385) | 21,280,025 |
| Taxation | 16 | (1,626,455) | (1,484,856) |
| Net (Loss) for the year | | (9,976,840) | 19,795,169 |

The notes form an integral part of these financial statements

Balance sheet

as at 31 December 2021

| | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|---------------------------------------|-------|--------------------|------------------|
| Assets | | | |
| Non current assets | | | |
| Property, plant and equipment | 2 | 169,843,093 | 142,199,342 |
| | | 169,843,093 | 142,199,342 |
| Current assets | | | |
| Trade and Debtors | 3 | 32,447,684 | 50,456,744 |
| Cash at bank and in hand | 7 | 1,850,035 | 3,499,801 |
| Staff Loans | 5 | 10,266,827 | 8,684,595 |
| Stock of fuel coupons | 4 | 86,800 | 47,400 |
| Other Current Assets | 6 | 218,153 | 2,427,793 |
| | | 44,869,499 | 65,116,333 |
| Total assets | | 214,712,592 | 207,315,675 |
| Equity and liabilities | | | |
| Equity | | | |
| Capital Grant | 17 | 106,394,160 | 80,209,659 |
| Accumulated Fund | 18 | 62,237,538 | 72,214,376 |
| Total Equity | | 168,631,698 | 152,424,035 |
| Non current liabilities | | | |
| Loans | 9 | 13,820,257 | 16,865,251 |
| Total Non-Current Liabilities | | 13,820,257 | 16,865,251 |
| Current liabilities | | | |
| Trade Payables | 8 | 12,845,727 | 11,436,096 |
| Other Payables | 10 | 13,202,064 | 15,694,672 |
| Taxation | 16 | 6,212,846 | 10,895,621 |
| Total current Liabilities | | 32,260,637 | 38,026,389 |
| Total Reserves and Liabilities | | 214,712,592 | 207,315,675 |

These financial statements were approved by the Board of Directors and were signed
22/02/2024 on its behalf by:

Name : Abdoulie SEY

Signature

Name : Youssef Couffé

Signature

The notes form an integral part of these financial statements

Statement of Changes in Equity

for the year ended 31 December 2021

| | Profit and Loss | Total |
|------------------------|------------------------|-------------------|
| At 1 January 2020 | 54,845,267 | 54,845,267 |
| Profit for the year | 19,795,169 | 19,795,169 |
| Prior year adjustments | (2,426,058) | (2,426,058) |
| | <hr/> | <hr/> |
| As at 31 December 2020 | 72,214,378 | 72,214,378 |
| | <hr/> | <hr/> |
| At 1 January 2021 | 72,214,378 | 72,214,378 |
| (Loss) for the year | (9,976,840) | (9,976,840) |
| | <hr/> | <hr/> |
| As at 31 December 2021 | 62,237,538 | 62,237,538 |
| | <hr/> | <hr/> |

The notes form an integral part of these financial statements.

Statement of Cash flow

for the year ended 31 December 2021

| | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|--|--------|---------------------|--------------------|
| Operating activities | | | |
| Operating profit | | (8,350,385) | 21,280,025 |
| Depreciation | 2 | 16,563,096 | 14,717,847 |
| Overcharged DEP. Written off | 2.1 | (26,940) | - |
| Impairment | 14 | 906,473 | - |
| Capital Grant Amortised | 17 | (9,815,499) | (9,340,875) |
| Changes in inventory | | (39,400) | 159,800 |
| Changes in receivables | | 18,636,468 | (8,272,968) |
| Changes in payables | | (1,082,977) | 2,955,195 |
| Prior year adjustment | | - | (2,426,058) |
| Loss on disposal of Fixed Assets | | - | 4,138,806 |
| Cash generated from operations | | 16,790,836 | 23,211,772 |
| Corporation taxes paid Interest Paid | 16 | (6,309,230) | (4,500,000) |
| Net Cash flow from operating activities | | 10,481,606 | 18,711,772 |
| Investing activities | | | |
| Acquisition of property, plant and equipment | 2 | (45,086,378) | (8,952,064) |
| Proceeds on Disposal of Fixed Assets | | - | 462,900 |
| Net Cash used in investing activities | | (45,086,378) | (8,489,164) |
| Financing activities | | | |
| Grant received | 17.1.3 | 36,000,000 | 1,290,000 |
| Loan repaid | | (3,044,994) | (6,989,553) |
| Net Cash flow from/(used in) financing activities | | 32,955,006 | (5,699,553) |
| Net (decrease) /increase in cash and cash equivalents | | (1,649,766) | 4,523,055 |
| Cash and cash equivalents at beginning of year | | 3,499,801 | (1,023,254) |
| Cash and cash equivalents at 31 December 2021 | | 1,850,035 | 3,499,801 |

The notes form an integral part of these financial statements

Notes (forming an Integral part of these financial statements)

1. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

1.1. Basis of Accounting

The financial statements have been prepared on an accrual basis under the historical cost convention in accordance with the Generally Accepted Accounting.

1.2. Property Plant & Equipment

Items of Property, Plant and Equipment are stated at cost less accumulated depreciation less impairment loss and amount of any subsequent revaluation. It is the corporation's policy to charge full year's depreciation in the year of acquisition and no charged in the year of disposal.

Depreciation is calculated to write-off the cost of fixed assets over their estimated useful lives using the reducing Balance Method at the following rate:

| | |
|------------------------------|-----|
| Motor Vehicles | 25% |
| Buildings | 5% |
| TV & Radio Equipment | 10% |
| Office Machines FF/Equipment | 10% |
| Generators | 10% |
| Other Fixed Assets | 10% |

Subsequent measurement

Expenditure incurred to replace a component of an item of property, plant and equipment and that is accounted for separately, including major inspections and overhaul expenditure, is capitalized. Other subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the item of property, plant, and equipment. All other expenditures is recognized in the income statement as incurred.

Development Expenditure

Capitalized development expenditure is stated at cost less accumulated amortization and impairment loss

1.3. Grants

Capital grants is credited to income and expenditure account over the life of the assets to which it relates. Non capital grant is recognized as income, when received. These represent grants from The Gambia Government, Japan, China, Turkey and RFI in respect of motor vehicles and equipment.

1.4. Foreign Currency translation

The transactions in foreign currencies are converted into Dalasis at the rate of exchange ruling at the date of transaction. Monetary assets and liabilities denominated in the foreign currency are converted in to Dalasis at rate of exchange ruling at the Balance sheet date. All gains and losses are transferred to the income statement.

1.5. Taxation

Corporate Income Tax charged in the income statement is calculated in accordance with the income tax laws of the Gambia. This is based on the higher of 1% of turnover and or 27% of taxable profits. Tax Charged is the expected tax payable on the taxable income for the year and is recognized in the income statement.

1.6. Provisions

A provision is recognized in the balance sheet when the Corporation has a legal or constructive obligation as a result of a past event, and which is probable that resources embodying economic benefits will be required to settle the obligation.

1.7. Trade and other receivables

Trade and Other receivables are stated at cost less provisions for doubtful debts.

1.8. Revenue recognition

Revenues are recognized when realized and earned-not when cash is received. TV and Radio Revenue is recognized when an invoice is raised by the finance department upon a request from a customer either by CRS, email request and MoU. Revenue or Receipts is recognized on full accrual basis after deducting Value added Tax of 15%. The GSM Levy (User fees) is recognized less 5% of administrative cost deducted by Gambia revenue Authority (the collecting agency).

2. Property, Plant, and Equipment

| | Motor cycle | Building- | Ty-radio equipment - | OFFICE MACHINES & FF/EQUIPME NT | Generator - cost | Motor vehicles | |
|------------------------------------|----------------|-------------------|-------------------------|---|---------------------|-------------------|--------------------|
| | cost GMD | cost GMD | Cost GMD | cost GMD | GMD | cost GMD | Cost GMD |
| Cost | | | | | | | |
| As at 01-01-2021 | 385,000 | 40,368,867 | 221,637,798 | 28,306,326 | 3,732,167 | 22,285,988 | 316,716,146 |
| Impairment | - | - | (808,089) | (38,481) | - | (59,903) | (906,473) |
| Additions | 150,000 | - | 28,082,334 | 4,453,609 | - | 12,400,435 | 45,086,378 |
| As at 31-12-2021 | 535,000 | 40,368,867 | 248,912,043 | 32,721,454 | 3,732,167 | 34,626,520 | 360,896,091 |
| Depreciation | | | | | | | |
| As at 01-01-2021 | 209,285 | 16,882,480 | 129,440,554 | 13,285,924 | 1,812,959 | 12,916,202 | 174,516,804 |
| Overcharged DEP. Written off (2.1) | - | - | - | (26,942) | - | - | (26,942) |
| Charges for the year | 67,737 | 1,147,778 | 9,541,166 | 1,646,525 | 183,422 | 3,976,498 | 16,553,096 |
| As at 31-12-2021 | 276,992 | 18,030,258 | 138,981,720 | 14,875,507 | 1,995,781 | 16,892,700 | 191,052,958 |
| NBV | | | | | | | |
| As at 31-12-2021 | 258,008 | 22,338,609 | 109,930,323 | 17,845,947 | 1,736,386 | 17,733,820 | 169,843,093 |
| As at 31-12-2020 | 175,715 | 23,486,387 | 92,197,241 | 15,053,402 | 1,919,808 | 9,369,786 | 142,199,342 |

2.1. Overcharged DEP written off:

This represents value of depreciation on written off assets wrongly posted in the year 2020, now adjusted accordingly.

3. Trade and other receivables

| | | 31-Dec-21 GMD | 31-Dec-20 GMD |
|--|------|---------------------|-------------------|
| TV-Radio Debtors | 3.1. | 23,670,398 | 20,729,871 |
| Sundry Debtors | 3.2. | 1,557,712 | 285,420 |
| GRTS Levy Fee | 3.3. | 25,986,798 | 25,095,377 |
| RFI Retransmission | 3.4. | - | 2,385,182 |
| DGL (G) LTD | 3.5. | 6,393,260 | 1,960,694 |
| | | 57,608,168 | 50,456,744 |
| Provision for impairment on non-moving debts | 14.1 | (18,767,224) | - |
| Provision for impairment on DGL | 14.3 | (6,393,260) | - |
| | | 32,447,684 | 50,456,744 |

3.1. **TV-Radio Debtors:** Amount owed by Customers on TV and Radio airtime and advertisement services as at 31 Dec. 2021.

3.2. **Sundry Debtors:** Amount owed by Antenna Italia for undelivered assets as at 31 Dec 2021.

3.3. **GRTS LEVY FEE-** GSM levy Amount accrued as at 31 Dec.2021, Collected through GRA from GSM operators.

3.4. **RFI Retransmission-** RFI Retransmission- This is the unpaid balance owed by Radio France International (RFI) to GRTS for the monitoring of RFI transmitter as at 31 Dec 2020.The said amount was settled accordingly alongside the 2021 fees.

3.5. **DGL(G) LTD-** This is the balance owed to GRTS by DGL for the amount incurred on behalf of DGL in setting up the operation of Digital Terrestrial Transmission.

4. Inventory

| | 31-Dec-21 GMD | 31-Dec-20 GMD |
|--------------------|------------------|------------------|
| Fuel stock coupons | 86,800 | 47,400 |
| | 86,800 | 47,400 |

5. Staff Loans and Advances

| | 31-Dec-21 GMD | 31-Dec-20 GMD |
|--|-------------------|------------------|
| Staff Revolving Loans | 5,553,701 | 2,881,988 |
| 1x6 Advance | 2,990,283 | 3,289,390 |
| Vehicle and Housing Loan | 2,949,081 | 2,513,217 |
| | <u>11,493,065</u> | <u>8,684,595</u> |
| Provision impairment loss inactive(Ex) Staff Loans | (1,226,238) | - |
| | <u>10,266,827</u> | <u>8,684,595</u> |

6. Other assets

| | 31-Dec-21 GMD | 31-Dec-20 GMD |
|-----------------|------------------|------------------|
| Withholding Tax | - | 199,522 |
| Prepayments | <u>218,153</u> | <u>2,228,271</u> |
| | <u>218,153</u> | <u>2,427,793</u> |

7. Cash and cash equivalent

| | 31-Dec-21 GMD | 31-Dec-20 GMD |
|-----------------------------|------------------|------------------|
| Bank | 1,843,926 | 3,365,543 |
| Cash and Cheques in transit | 6,109 | 16,969 |
| Imprest | - | 117,289 |
| | <u>1,850,035</u> | <u>3,499,801</u> |

8. Trade payables

| | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|------------------|-------|-------------------|-------------------|
| Audit fees | | 266,512 | 258,750 |
| Sundry Creditors | 8.1 | <u>12,579,215</u> | <u>11,177,346</u> |
| | | <u>12,845,727</u> | <u>11,436,096</u> |

8.1 Sundry creditors: This is the amount owed by GRTS to various suppliers of Goods and Services as at 31st December 2021.

9. Loan

| | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|--|-------|-------------------|-------------------|
| SSHFC Afcon Loan | 9.1 | 9,151,500 | 9,151,500 |
| Gamcel Postpaid Bill Arrears due After 12 Months | 9.2 | 1,210,448 | 2,110,447 |
| Gamtel Internet Bill Arrears due After 12 Months | 9.3 | 555,005 | - |
| SSHFC Pensions/ICF Cont. Arrears due after 12 Months | 9.4 | 2,903,304 | 5,603,304 |
| | | <u>13,820,257</u> | <u>16,865,251</u> |

9.1 SSHFC AFCON LOAN: Amount Paid by SSHFC in 2013 for AFCON 2013 TV rights through the Directive of the Office of the President for GRTS to broadcast the games. GRTS was asked to negotiate an agreement with SSHFC, however negotiation is ongoing for possibility of the government taking over the liability.

9.2 GAMCEL TELEPHONE BILLS: Reclassified Arrear due to Gamcel after 12 months based on agreed monthly payment plan.

9.3 GAMTEL INTERNET BILLS: Reclassified Arrear due to Gamtel after 12 months based on agreed monthly payment plan.

9.4 SSHFC PENSIONS/ICF: Reclassified Pension arrears accrued for the period 2007-2015 based on agreed payment plan, this is the amount due after 12 months

10. Other payables

| | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|------------------------------------|-------|-------------------|-------------------|
| Sales/Value Added Tax | 10.1 | 2,457,742 | 4,821,964 |
| Income/Environmental Tax Arrears | 10.2 | 2,901,914 | 2,899,456 |
| Gamcel Credit Union | 10.3 | - | 206,379 |
| SSHFC (Pensions/ICF) | 10.4 | 1,974,564 | 2,664,237 |
| Other Liabilities | 10.5 | 602,284 | 602,636 |
| SSHFC arrears due within 12 months | 10.6 | 3,500,000 | 4,500,000 |
| SuperSonic loan | | 1,665,560 | - |
| | | <u>13,202,064</u> | <u>15,694,672</u> |

10.1 Sales/Value Added Tax: This is the arrears of Sales tax and VAT owed to GRA since 2009.

10.2 Income/Environmental Tax Arrears: This is the arrears of PAYE and Environmental Tax owed to GRA since 2009.

10.3 Gamtel Credit Union: This is the amount owed by GRTS to the Staff credit union as at December 2020, the amount was fully settled during the year under review.

- 10.4 **SSHFC (Pensions/ICF):** Arrears of SSHFC contribution for staff as a result of three months unpaid contribution between 2019 and 2020. Arrangement has now being made for its settlement.
- 10.5 **Other liabilities:** Other liabilities represents gratuity accrued and to be paid in subsequent year, and unrepresented stated cheques.
- 10.6 **SSHFC arrears due within 12 months:** This is the reclassification of SSHFC arrears between 2009 to 2015. This balance originated as a result of the payment plan between GRTS and SSHFC.

11. Income

| | 31-Dec-21 GMD | 31-Dec-20 GMD |
|----------------------------------|-------------------|-------------------|
| 11.1. TV and Radio Income | | |
| Total TV and Radio Income | 20,367,243 | 21,730,461 |
| Discount allowed | (308,198) | (177,016) |
| | <u>20,059,045</u> | <u>21,553,445</u> |

| 11.1.1 TV Income | 31-Dec-21 GMD | 31-Dec-20 GMD |
|------------------------------|-------------------|-------------------|
| TV, Advertisement | 5,904,195 | 7,948,197 |
| TV Sponsored Programs | 12,264,503 | 10,931,325 |
| Other TV Income | - | 6,000 |
| income from sale of cassette | - | 15,000 |
| | <u>18,168,688</u> | <u>18,900,522</u> |

| 11.1.2. Radio Income | 31-Dec-21 GMD | 31-Dec-20 GMD |
|-----------------------------|------------------|------------------|
| Radio Adverts/Announcement | 1,366,078 | 2,113,703 |
| Radio Basse Income | 832,477 | 715,936 |
| Total Radio Income | <u>2,198,555</u> | <u>2,829,639</u> |

| 11.3. User Fees | 31-Dec-21 GMD | 31-Dec-20 GMD |
|------------------------|--------------------|--------------------|
| Gambel | 1,000,000 | 1,100,000 |
| Gamcel | 6,201,420 | 7,565,613 |
| Africell | 85,574,316 | 72,304,563 |
| Comium | 1,886,368 | 3,143,234 |
| Qcell | 32,208,595 | 29,151,968 |
| | <u>126,870,699</u> | <u>113,265,378</u> |

11.3.1. User fees: Is a GSM levy of 2.5% on all Telephone/mobile airtime cost that is instituted as a financing mechanism for GRTS. It is charged by all GSM operators and collected through GRA less 5% administrative cost. The figure is the amount collected for the year under review.

| 11.4. Other Income | 31-Dec-21 GMD | 31-Dec-20 GMD |
|---------------------------|--------------------------|--------------------------|
| Africell Cell Site | 270,000 | 270,000 |
| Comium Cell site | 216,000 | 216,000 |
| Gamcell Cell Site | 360,000 | 360,000 |
| Qcell Cell Site | 310,000 | 310,000 |
| Donation Received | 16,500 | 10,000 |
| Interest on Loan | 204,932 | 158,862 |
| Miscellaneous (11.4.1) | 1,226,259 | 561,028 |
| RFI Retransmission | 2,461,200 | 2,440,000 |
| | 5,064,891 | 4,325,890 |

11.4.1. Miscellaneous: Included in this figure is the difference for overstated and under stated expenses in previous years of D444,154 and contribution from MOICI towards utility services.

| 11.5. Grants | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|-------------------------|--------------|--------------------------|--------------------------|
| Grant Received | 11.5.1 | 835,332 | - |
| Capital Grant amortised | 11.5.2 | 9,815,499 | 9,340,875 |
| Total Grants | | 10,650,831 | 9,340,875 |

11.5.1. Grant Received -This is the amount provided by the Gambia Government as support in order to take care of initial subscription and expenses require for GRTS to be on Satelite.

11.5.2. Capital Grant amortised: This is the amount amortised for the year 2021, on Property Plant and equipment classified as grant received in 2021 and previous year. Capital Grant assets are amortised and credited to the Income Statement over the useful life of the asset to which it relates to.

12. Other Operating expenses

| | 31-Dec-21 | 31-Dec-20 |
|-------------------------------|------------------|------------------|
| | GMD | GMD |
| TV Studio Maintenance | 140,816 | 145,296 |
| Radio Studio Mile 7 | 258,294 | 1,500 |
| Motor Vehicle Maintenance | 2,538,769 | 2,488,341 |
| Generator Maint Mile 7 | 31,500 | 28,800 |
| Generator Maint H/Office | 61,550 | 61,440 |
| Repairs Office Mach/Equ | 159,817 | 164,955 |
| Repair Off Furniture & FT | 9,375 | 80,001 |
| Repairs Office Building | 2,508,217 | 745,408 |
| Radio Transmitter Maint. | 14,375 | - |
| Generator Maintenance Basse | 46,350 | 59,100 |
| Generator Maintenance Bansang | 42,850 | 34,550 |
| Generator Maintenance MKK | 21,600 | 27,850 |
| Estate Development | - | 13,500 |
| | 5,830,513 | 3,850,741 |

13. Admin expense

| | 31-Dec-21 | 31-Dec-20 |
|-------------------------------|------------------|------------------|
| | GMD | GMD |
| Stationery | 1,146,207 | 789,136 |
| Refreshment/Enter/Fundrai | 2,022,147 | 1,226,216 |
| Consumable Items | 122,383 | 626,403 |
| Publications & Journals | 257,617 | 384,511 |
| Transport Fuel Cost | 9,064,707 | 8,286,256 |
| Office Expenses | 1,224,725 | 669,054 |
| Electrical materials | 953,155 | 671,746 |
| Electricity and Water | 8,112,161 | 8,086,192 |
| Telecommunication Expenses | 5,076,341 | 5,812,273 |
| Licenses and Insurance | 603,784 | 490,495 |
| Freight & Handling Charges | 28,325 | 7,485 |
| Postage | 3,000 | 3,000 |
| Rent and Rates | 62,900 | 156,800 |
| Medical Expenses | 1,448,355 | 1,011,324 |
| Financial Charges | 1,081,780 | 1,375,193 |
| Directors Fees | 671,000 | 511,315 |
| Misc Expenses | 1,204,415 | 602,495 |
| International Programme cost | 987,500 | 534,980 |
| Local Programme Cost | 1,743,082 | 731,131 |
| Cleansing Services | 498,355 | 582,093 |
| Honorarium | 1,188,000 | 194,800 |
| Hiring | 249,500 | - |
| Condolence | 165,150 | 123,000 |
| GRTS Contribution on M/V Loan | 1,650,000 | 1,550,000 |

| | | |
|---|-------------------|-------------------|
| Training Expenses | 2,978,070 | 1,190,477 |
| Travelling-Overseas Expense | 4,484,435 | 707,890 |
| Travel- National Expense | 2,296,181 | 1,043,000 |
| Uniforms & Laundry Charg | 402,698 | 34,487 |
| Loss on disposal of Fixed Assets | - | 4,138,806 |
| Membership/registration to local/Inter. Org | 258,500 | 10,000 |
| Legal Fees | 100,000 | 51,820 |
| Exchange Gain/Loss | 165,337 | - |
| Satellite Transmission Cost | 1,903,585 | - |
| Audit fees | 231,750 | 225,000 |
| | 52,303,125 | 41,827,378 |

14. Impairment

| | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|---|-------|-------------------|------------------|
| TV-Radio Debtors | 14.1 | 18,787,224 | - |
| Staff Loans and Advances-Inactive staff | 14.2 | 1,226,238 | - |
| DGL Receivable | 14.3 | 6,393,260 | - |
| Fixed assets | 14.4 | 906,473 | - |
| | | 27,293,195 | - |

- 14.1 TV-Radio Debtors:** This relates to Non-Moving TV and Radio receivables that has not moved for several years. The possibility of receiving them is very slim considering the fact that some were accumulated since 2005. Included in this amount is a non-moving receivable of D5.2million from Gamtel.
- 14.2 Staff Loans and Advances-In active staff:** This relates to inactive staff who either passed away , resigned, or terminated. The provided balances have not been moving since 2018.
- 14.3 DGL Receivable:** This is the amount incurred as operational expenses in setting up of Digital Gambia Limited from 2019. The MOU between DGL and Excaf telecom Gambia (the technical Partner for the DTT) got terminated and the future of DGL is uncertain, as a result this receivable amount from DGL is uncertain, hence warranting a 100% impairment provision.
- 14.4 Fixed Assets:** Following a review of the corporation's fixed assets, a total asset of D1,208,631 were found faulty, the corporation therefore recognised an impairment provision of 75% on the total assets.

15. Staff cost

| | 31-Dec-21 GMD | 31-Dec-20 GMD |
|----------------------------|--------------------------------|--------------------------------|
| Salaries | 16,793,100 | 16,159,593 |
| Staff Pension Cost | 8,571,583 | 9,014,055 |
| Resident Allowance | 8,422,000 | 8,013,043 |
| Responsibilities allowance | 2,833,500 | 2,702,710 |
| Telephone Allowance | 650,250 | 621,992 |
| Clothing Allowance | 5,903,500 | 5,596,022 |
| Vehicle/Transport Allow | 11,490,255 | 10,917,353 |
| Staff Injury Comp. cost | 63,420 | 65,970 |
| Cont./Casual Empl. Wages | 2,912,060 | 2,787,000 |
| Acting Charge Allowance | 330,342 | 277,951 |
| Provincial Allowance | 285,750 | 310,742 |
| Duty Allowance | 5,429,212 | 5,466,365 |
| Professional Allowance | 2,112,750 | 1,830,500 |
| Longevity Allowance | 67,950 | 73,620 |
| Cash Allowance | 70,500 | 54,000 |
| Monitoring Allowance | 3,069,750 | 2,918,641 |
| | 69,005,921 | 66,809,597 |

16. Corporate Income Tax provision for the year

| | 31-Dec-21 GMD | 31-Dec-20 GMD |
|--------------------------------------|--------------------------------|--------------------------------|
| Profit before taxation | (8,350,385) | 21,780,025 |
| Add Depreciation | 16,563,096 | 14,717,847 |
| Adjusted profit | 8,212,711 | 35,997,872 |
| Less-16. Capital allowances utilized | (31,752,396) | (35,081,766) |
| Taxable profit | 23,539,685 | 916,106 |
| Taxation (27% of profit) | 1,013,447 | 257,349 |
| Taxation (1% of turnover) | 1,626,455 | 1,484,856 |
| Opening balance | 10,895,621 | 13,910,765 |
| Withholding Tax | (309,230) | - |
| Tax paid | (6,000,000) | (4,500,000) |
| Charge for the year | 1,626,455 | 1,484,856 |
| Closing Balance | 6,212,846 | 10,895,621 |

17. Capital grant

| | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|--|---------|--------------------|--------------------|
| Opening balance | 17.1.1. | 80,209,659 | 88,526,984 |
| Overstated-written Off | 17.1.2. | - | (266,450) |
| Addition | 17.1.3. | 36,000,000 | 1,290,000 |
| | | 116,209,659 | 89,550,534 |
| Amortised and released to income Statement | | (9,815,499) | (9,340,875) |
| Closing balance | | 106,394,160 | 80,209,659 |

17.1.1. **Opening balance:** This represents grants from the government of the Gambia, Turkish, Dept of Water Resources, and China.

17.1.2. **Overstated written-off:** This amount represents the value of assets wrongfully recognized as capital grant (office machines and equipment) from Turkey in previous years but were not received. It is inclusive of the cost of D365,000 and total amortization of (D99,050).

17.1.3. **Additions:** (a) 2021- Being Amount Provided by Gambia Government for the purchased of equipments to boost transmission and coverage capacity of GRTS in 2021.

(b) 2020-The Additions represents the value of vehicles received from the Chinese Embassy in 2020 adjusted as capital grant.

17.2. Capital grant

| | BUILDING | MOTOR VEHICLE | MOTOR CYCLE | OFFICE MACHINE S & FF/EQUIP MENT | TV AND RADIO EQUIPME NT | GENERAT OR | TOTAL | 2020 |
|---|------------|------------------|----------------|--|----------------------------------|---------------|-------------|-------------|
| | D | D | | D | | D | D | D |
| Opening | 11,987,548 | 5,007,788 | 75,938 | 743,049 | 61,464,152 | 932,187 | 80,209,659 | 88,526,984 |
| Overstated- written Off (17.1.2.) | | | | | | | | (365,500) |
| Additions (17.1.3.) | | 7,130,435 | - | 1089130 | 27810435 | - | 36,000,000 | 1,290,000 |
| | 11,987,548 | 12,138,223 | 75,938 | 1,801,179 | 89,274,587 | 932,187 | 116,209,659 | 89,451,484 |
| Amortised- written Off (17.2.2.) | | | | | | | | 99,050 |
| Amortised amount | (585,831) | (2,471,708) | (11,230) | (89,441) | (6,585,057) | (72,232) | (9,815,499) | (9,340,875) |
| Closing | 11,401,714 | 9,666,515 | 64,708 | 1,711,738 | 82,689,530 | 859,955 | 106,394,160 | 80,209,659 |

18. Retained Earnings

| | Notes | 31-Dec-21 GMD | 31-Dec-20 GMD |
|-----------------------|-------|--------------------|------------------|
| Opening balance | | 72,214,378 | 54,845,267 |
| Prior year adjustment | 18.1 | - | (2,426,058) |
| | | 72,214,378 | 52,419,209 |
| Profit for the year | | (9,976,840) | 19,795,160 |
| Closing balance | | 62,237,538 | 72,214,378 |

18.1. **Prior year adjustments** relate to omitted information (invoices, contract) that arose through reconciliations with suppliers and customers, and wrongfully recognized grant which affect closed periods (prior periods).

18.1.1. Prior year adjustments (2020)

| | |
|---|-------------------------|
| Omitted expenses in previous years (studio, decorations, Internet and electricity bills) | 646,310 |
| Overstated revenue in previous years (TV/Radio advertisement and amortised capital grant) | <u>1,779,748</u> |
| TOTAL | <u>2,426,058</u> |

19. Related Party Transaction

GRTS is a 100% state owned corporation and the following transactions occurred with other state-owned companies which are considered as related party transactions. Transactions for these balances occurred at arm's length.

| GRANT-GAMBIA GOVERNMENT | 31-Dec-21 GMD | 31-Dec-20 GMD |
|--|--------------------------|--------------------------|
| (a) For the Purchase of Equipments to enable GRTS uplist its Signals and coverage equipment capacity | 36,000,000 | - |
| (b) For suscription to Satellite | <u>835,332</u> | - |
| | <u>36,835,332</u> | - |

| User fees, Cellsite rentals and TV airtime received from related party transaction | 31-Dec-21 GMD | 31-Dec-20 GMD |
|---|--------------------------|--------------------------|
| Gamcel | 6,561,420 | 7,925,513 |
| Gambel | <u>1,044,630</u> | <u>1,139,280</u> |
| | <u>7,606,050</u> | <u>9,064,893</u> |

| | | |
|--|-------------------|-------------------|
| Telephone , internet expenses and co location power charges | 31-Dec-21 | 31-Dec-20 |
| | GMD | GMD |
| Gamcel | 2,003,721 | 1,786,694 |
| Gamtel | <u>1,479,249</u> | <u>1,557,500</u> |
| | 3,482,970 | 3,344,194 |
| Electricity and Water expenses | 31-Dec-21 | 31-Dec-20 |
| Nawec | GMD | GMD |
| | <u>7,406,142</u> | <u>7,473,555</u> |
| | 7,406,142 | 7,473,555 |
| Purchase of fuel | 31-Dec-21 | 31-Dec-20 |
| | GMD | GMD |
| GNPC | <u>8,996,800</u> | <u>8,276,811</u> |
| | 8,996,800 | 8,276,811 |
| Management Salaries related expenses | 31-Dec-21 | 31-Dec-20 |
| | GMD | GMD |
| Senior Staff Salary & Allowances | 13,511,412 | 13,383,132 |
| Support Staff Salary & Allowances | <u>46,922,927</u> | <u>44,412,410</u> |
| | 60,434,339 | 57,795,542 |
| Boad of Directors fees and related expenses | 31-Dec-21 | 31-Dec-20 |
| Boad of Directors fees | GMD | GMD |
| | <u>671,000</u> | <u>511,315</u> |
| SSHFC | 31-Dec-21 | 31-Dec-20 |
| | GMD | GMD |
| Pensions | 8,411,257 | 8,664,885 |
| Injury compensation | <u>63,420</u> | <u>65,970</u> |
| | 8,474,677 | 8,730,855 |

Digital Gambia Limited

DGL is a company register to manage the Digital Terrestrial Transmission in the Gambia. As at December 2021, GRTS incurred on its behalf an amount of D6.4 to care for its operational expenses. This is expected to be net off when the DGL starts transmitting digitally and when GRTS current analogue transmission faced out.

20. Contingent liabilities

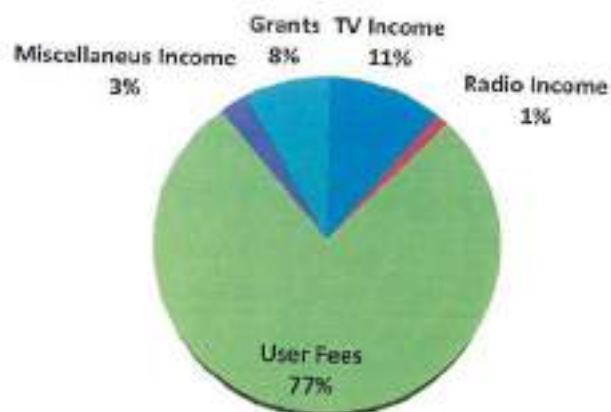
The SSHFC has instituted a civil suite against The corporation for an amount of \$1,845,500 (D37,792,100.34), incurred as guarantor for the Satellite project in 2009. The said project was financed by Government of The Gambia through the ministry of Finance and Economic Affairs (MOFEA) an amount of 200,000 Euros (D9,151,500) which was as a directive from office of The president in 2013, for the purchase of A-CON 2013. Both parties are currently presenting their case at the High Court.

21. Subsequent event

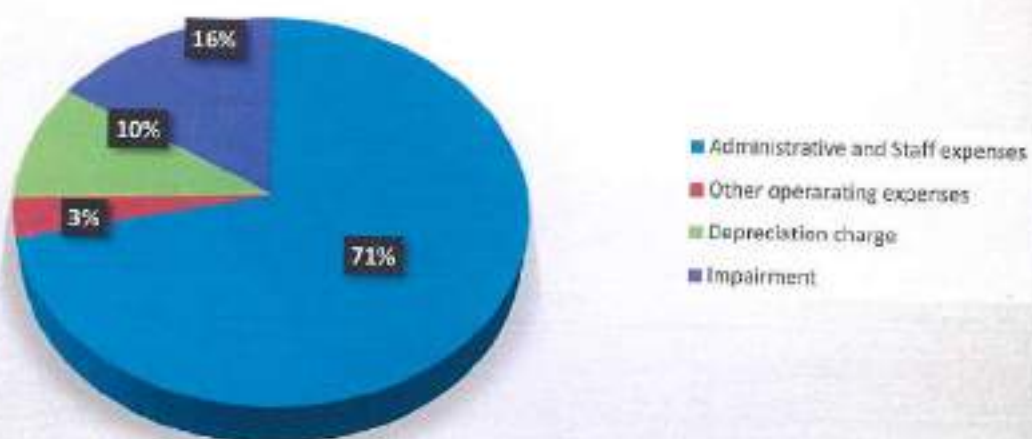
There was no material event subsequent to the preparation of the financial statements to disclose.

FINANCIAL HIGHLIGHTS

REVENUE SUMMARY 2021



EXPENDITURE SUMMARY 2021



Net Profit, Revenue, and Expenditure from 2019 to 2021

