



REPORT OF THE AUDITOR GENERAL OF THE REPUBLIC OF TRINIDAD AND TOBAGO ON THE FINANCIAL STATEMENTS OF THE NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

OPINION

The Financial Statements of the National Agricultural Marketing and Development Corporation (the Corporation) for the year ended 30th September, 2021 have been audited. The Statements as set out on pages 1 to 15 comprise a Statement of Financial Position as at 30th September, 2021, and the Statement of Comprehensive Income, a Statement of Changes in Equity and a Statement of Cash Flows for the year ended 30th September, 2021 and Notes to the Financial Statements numbered 1 to 20, including a summary of significant accounting policies.

2. In my opinion the accompanying financial statements present fairly, in all material respects, the financial position of the Corporation as at 30th September, 2021 and of its financial performance and its cash flows for the year then ended in accordance with the basis of accounting stated at Notes 2 (a) and 2 (g) to the financial statements.

BASIS FOR OPINION

3. The audit was conducted in accordance with the principles and concepts of International Standards of Supreme Audit Institutions (ISSAIs). The Auditor General's responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of this report. The Auditor General is independent of the Corporation in accordance with the ethical requirements that are relevant to the audit of the financial statements and other ethical responsibilities have been fulfilled in accordance with these requirements. It is my view that the audit evidence obtained is sufficient and appropriate to provide a basis for the above opinion.

EMPHASIS OF MATTER

4. Without modifying the above opinion, attention is drawn to the following:

Note number 19 to the financial statements states that "The National Agricultural Marketing and Development Corporation (Northern Wholesale Market) Regulations, Chapter 63:05 established regulations and procedures for the efficient management of the Northern Wholesale Market. This Market was not vested in the Corporation and the Corporation does not have a leasehold interest in the property." As a result of the foregoing, the Corporation has not accounted for this property as an asset in these financial statements.

RESPONSIBILITIES OF MANAGEMENT AND THOSE CHARGED WITH GOVERNANCE FOR THE FINANCIAL STATEMENTS

5. Management of the Corporation is responsible for the preparation and fair presentation of these financial statements in accordance with the basis of accounting stated at Notes 2 (a) and 2 (g) to the financial statements and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

6. In preparing the financial statements, management is 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 management either intends to liquidate the Corporation or to cease operations, or has no realistic alternative but to do so.

7. Those charged with governance are responsible for overseeing the Corporation's financial reporting process.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

8. The Auditor General's responsibility is to express an opinion on these financial statements based on the audit and to report thereon in accordance with section 116 of the Constitution of the Republic of Trinidad and Tobago and section 24 (3) of the National Agricultural Marketing and Development Corporation Act, Chapter 63:05 (the Act).

9. The Auditor General's 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 audit report that includes his opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the principles and concepts of ISSAIs 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.

10. As part of an audit in accordance with the principles and concepts of ISSAIs, the Auditor General exercises professional judgment and maintains professional skepticism throughout the audit. The Auditor General also:

- Identifies and assesses the risks of material misstatement of the financial statements, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence that is sufficient and appropriate to provide a basis for an 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.

- Obtains 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.
 - Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Concludes on the appropriateness of management's 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 Corporation's ability to continue as a going concern. If the Auditor General concludes that a material uncertainty exists, the Auditor General is required to draw attention in his audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify his opinion. The Auditor General's conclusions are based on the audit evidence obtained up to the date of his audit report. However, future events or conditions may cause the Corporation to cease to continue as a going concern.
 - Evaluates 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.
11. The Auditor General communicates with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that were identified during the audit.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

PENSION PLAN

12. A Pension Plan has not been established to date as required by section 15(2) of the Act which states:

"The Corporation shall, within two years of its coming into being, establish a pension scheme by rules confirmed by the Minister, which shall be no less favourable than the scheme established for the benefit of officers and staff of the Agency."

SUBMISSION OF REPORT

13. This Report is being submitted to the Speaker of the House of Representatives, the President of the Senate and the Minister of Finance in accordance with the requirements of sections 116 and 119 of the Constitution of the Republic of Trinidad and Tobago.



23rd March, 2023
PORT OF SPAIN


LORELLY PUJADAS
AUDITOR GENERAL



**NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT
CORPORATION**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER, 2021



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

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NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION

STATEMENT OF FINANCIAL POSITION

AS AT 30TH SEPTEMBER, 2021

(with comparative figures as at 30th September, 2020)



	Notes	30.09.2021 \$	30.09.2020 \$
ASSETS			
Non-Current Assets			
Property, Plant and Equipment	3	113,244,409	112,834,309
Investments	4	306,824	302,998
		<u>113,551,233</u>	<u>113,137,307</u>
Current Assets			
Receivables and Prepayments	5	15,096,900	5,584,520
Inventory		582,190	
Advances	6	1	1
Cash in Hand and at Bank	7	4,208,492	7,295,923
		<u>19,887,583</u>	<u>12,880,444</u>
TOTAL ASSETS		<u>133,438,816</u>	<u>126,017,751</u>
EQUITY AND LIABILITIES			
Equity and Reserves			
Accumulated Fund	8	7,441,320	13,024,401
Revaluation Reserve	9	10,030,000	10,038,212
Total Equity		<u>17,471,320</u>	<u>23,062,613</u>
Non-Current Liabilities			
Deferred Government Grants	10	95,968,194	96,811,978
Current Liabilities			
	11	19,999,302	6,143,160
TOTAL EQUITY AND LIABILITIES		<u>133,438,816</u>	<u>126,017,751</u>



Janella Delaney
 Chief Executive Officer
 Dated: 7/7/22

(0)
[Signature]
 Chairman/Director
 Dated: 2/7/22

The accompanying notes form an integral part of these financial statements.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

(with comparative figures for the year ended 30th September, 2020)

	Notes	2021 \$	2020 \$
INCOME			
Government Recurrent Subventions		24,056,631	24,249,661
Other Receipts	12	81,717,615	18,194,931
Interest		7,513	121,684
		<u>105,781,758</u>	<u>42,566,276</u>
EXPENDITURE			
Goods and Services	13	90,809,251	30,941,333
Personnel	14	16,320,079	12,283,746
Current Transfers and Subsidies	15	3,839,681	4,527,320
Recurrent Grants Transferred to Capital	16	395,829	287,141
		<u>111,364,839</u>	<u>48,039,540</u>
Total Comprehensive SURPLUS/(DEFICIT) for the year		<u>(5,583,081)</u>	<u>(5,473,264)</u>

The accompanying notes form an integral part of these financial statements.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30TH SEPTEMBER, 2021
 (with comparative figures for the year ended 30th September, 2020)

	ACCUMULATED FUND	REVALUATION RESERVE	TOTAL EQUITY
Balance at September 30, 2020	13,024,401	10,038,212	23,062,613
Reversal of Revaluation Surplus	-	(188,212)	(188,212)
Other movement	-	180,000	180,000
Surplus/(Deficit) Income for the year	(5,583,081)	-	(5,583,081)
Balance at September 30, 2021	7,441,320	10,030,000	17,471,320

Revaluation Surplus on San Fernando building was reversed on assessment in March 2021 report that it has no more useful life due to its dilapidated condition.

Balance at September 30, 2019	18,497,665	10,038,212	28,535,877
Recurrent Surplus transferred to Capital	-	-	-
Surplus/(Deficit) Income for the year	(5,473,264)	-	(5,473,264)
Balance at September 30, 2020	13,024,401	10,038,212	23,062,613



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

(with comparative figures for the year ended 30th September, 2020)

Notes

CASH FLOWS FROM OPERATING ACTIVITIES

Comprehensive Surplus/(Deficit)	(5,583,081)	(5,473,264)
Adjustments for:		
Depreciation	1,860,496	1,986,303
Revaluation Reserve Reversal	(188,212)	-
Deferred Grant Income	(1,657,882)	(1,537,536)
(Gain)/Loss on disposal of property, plant and equipment	(175,967)	15,731
Bad Debt provisioning	1,000	-
Interest income	(7,513)	(121,684)
Recurrent Subvention Utilised as Capital grants	395,829	287,141
Transfer of Capital Grant to Recurrent Subvention	-	(5,586,127)
Decrease/(Increase) in inventory	(582,190)	-
Decrease/(Increase) in receivables and prepayments	(9,513,452)	(5,332,820)
Increase/(Decrease) in payables and accruals	14,880,118	(2,522,491)
Net Cash from/(used in) operating activities	<u>(570,853)</u>	<u>(18,284,747)</u>

INVESTING ACTIVITIES

Additions to property, plant and equipment	(3,132,649)	(2,724,770)
Proceeds from disposal of property, plant and equipment	194,044	-
Decrease/(Increase) in Money Market investment	(3,826)	9,874,061
Interest Income received	7,585	125,938
Net cash used in investing activities	<u>(2,934,847)</u>	<u>7,275,229</u>

FINANCING ACTIVITIES

Capital Grants received	418,269	-
Net cash from financing activities	<u>418,269</u>	<u>-</u>

Net increase/(decrease) in cash	<u>(3,087,431)</u>	<u>(11,009,518)</u>
Net cash at beginning of year	<u>7,295,923</u>	<u>18,305,441</u>
Net cash at end of year	<u><u>4,208,492</u></u>	<u><u>7,295,923</u></u>
	(0)	

The accompanying notes form an integral part of these financial statements.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30TH SEPTEMBER, 2021
 (with comparative figures for the year ended 30th September, 2020)

	ACCUMULATED FUND	REVALUATION RESERVE	TOTAL EQUITY
	\$	\$	\$
Balance at September 30, 2020	13,024,401	10,038,212	23,062,613
Reversal of Revaluation Surplus	-	(188,212)	(188,212)
Other movement	-	180,000	180,000
Surplus/(Deficit) Income for the year	(5,583,081)	-	(5,583,081)
Balance at September 30, 2021	7,441,320	10,030,000	17,471,320

Revaluation Surplus on San Fernando building was reversed on assessment in March 2021 report that it has no more useful life due to its dilapidated condition.

Balance at September 30, 2019	18,497,665	10,038,212	28,535,877
Recurrent Surplus transferred to Capital (-	-	-
Surplus/(Deficit) Income for the year	(5,473,264)	-	(5,473,264)
Balance at September 30, 2020	13,024,401	10,038,212	23,062,613



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

(with comparative figures for the year ended 30th September, 2020)

Notes	2021 \$	2020 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Comprehensive Surplus/(Deficit)	(5,583,081)	(5,473,264)
Adjustments for:		
Depreciation	1,860,496	1,986,303
Revaluation Reserve Reversal	(188,212)	-
Deferred Grant Income	(1,657,882)	(1,537,536)
(Gain)/Loss on disposal of property, plant and equipment	(175,967)	15,731
Bad Debt provisioning	1,000	-
Interest income	(7,513)	(121,684)
Recurrent Subvention Utilised as Capital grants	395,829	287,141
Transfer of Capital Grant to Recurrent Subvention	-	(5,586,127)
Decrease/(Increase) in inventory	(582,190)	-
Decrease/(Increase) in receivables and prepayments	(9,513,452)	(5,332,820)
Increase/(Decrease) in payables and accruals	14,880,118	(2,522,491)
Net Cash from/(used in) operating activities	<u>(570,853)</u>	<u>(18,284,747)</u>
INVESTING ACTIVITIES		
Additions to property, plant and equipment	(3,132,649)	(2,724,770)
Proceeds from disposal of property, plant and equipment	194,044	-
Decrease/(Increase) in Money Market investment	(3,826)	9,874,061
Interest Income received	7,585	125,938
Net cash used in investing activities	<u>(2,934,847)</u>	<u>7,275,229</u>
FINANCING ACTIVITIES		
Capital Grants received	418,269	-
Net cash from financing activities	<u>418,269</u>	<u>-</u>
Net increase/(decrease) in cash	<u>(3,087,431)</u>	<u>(11,009,518)</u>
Net cash at beginning of year	<u>7,295,923</u>	<u>18,305,441</u>
Net cash at end of year	<u><u>4,208,492</u></u>	<u><u>7,295,923</u></u>

The accompanying notes form an integral part of these financial statements.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER, 2021
(with comparative figures for the year ended 30th September, 2020)

1 INCORPORATION AND PRINCIPAL ACTIVITIES

National Agricultural Marketing and Development Corporation (NAMDEVCO) was established by an Act of the Parliament of Trinidad and Tobago which was assented to on 16th August, 1991. By this Act, the assets, liabilities and operations of the Central Marketing Agency was transferred to the Corporation which is primarily engaged in the marketing of agricultural produce and the operation of wholesale markets in the Trinidad and Tobago.

2 SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

These financial statements have been prepared under the historical cost convention and with reference to International Financial Reporting Standards (IFRSs). The Corporation has not adopted early any new and revised IFRSs and IFRIC interpretations that have been issued but not yet effective. These are not expected to have a material impact on the Corporation's financial position or comprehensive income.

(b) Property, Plant and Equipment

Certain Properties are stated at valuation whilst all other Property Plant and Equipment are stated at cost and are depreciated on a reducing balance basis, from the month following acquisition, at the following rates:

Building and Building Improvements	2%	2%
Plant and Machinery	20%-25%	20%-25%
Furniture and Fittings	10%-25%	10%-25%
Implements and Tools	10%	10%
Motor Vehicles	25%	25%

(c) Taxation

The Corporation is exempted from Income Tax by virtue of its incorporation Act.

(d) Foreign Currencies

Transactions in foreign currencies are initially recorded in Trinidad and Tobago dollars at the rate ruling at the transaction date. Monetary assets and liabilities denominated in foreign currencies are translated at the foreign currency spot rate of exchange ruling at the report date. Exchange differences on foreign currency transaction are recognized in the Statement of Comprehensive Income.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

(with comparative figures for the year ended 30th September, 2020)

(e) Investments

The classification of Investments is dependent on the purpose for which they were acquired at the time of purchase and re-evaluated on a regular basis. As at the balance sheet date, the Corporation has classified its investments as available-for-sale investments which are intended to be held for an indefinite period but may be sold to meet short term liquidity needs or as a result of changes in rates of return.

(f) Use of Estimates and Judgements

The preparation of these financial statements in conformity with IFRSs requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the report amount of assets, liabilities, income and expenditure.

(g) Revenue Recognition

Revenue (rents and dues) from the rental of NAMDEVCO's market spaces and facilities under informal arrangements, without written contracts, are accounted for on a cash basis. Revenue from other rental arrangements under written contracts which are normally for periods more than one year is accounted for on an accrual basis.

(h) Government Grants

Grants from the government are recognized at fair value when there is reasonable assurance that they will be received and the Corporation will comply with all attached conditions. Grants received to cover recurring expenditure are recognized in the Statement of Comprehensive Income at the same time the recurring expenditures are recognized. Grants received to fund capital expenditure are accumulated in the 'Deferred Government Grants' account and amortized into the Statement of Comprehensive Income over the lives of the related assets.

(i) Accounts Receivable

Accounts receivable is carried at realizable value after allowance for any specific doubtful elements.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER, 2021
(with comparative figures for the year ended 30th September, 2020)

(j) Provisions

Provisions are recorded when the Corporation has a present or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and a reliable estimate of the amount can be made.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

(with comparative figures for the year ended 30th September, 2020)

3 PROPERTY PLANT AND EQUIPMENT

	COST/REVALUATION				ACCUMULATED DEPRECIATION					
	Balance 30.09.20	Revaluation & Additions	Transfers/ Disposals	Balance 30.09.21	Balance 30.09.20	Charge for Year	Transfers/ Disposals	Balance 30.09.21	NBV 30.09.21	NBV 30.09.20
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Land	9,850,000	180,000	-	10,030,000	-	-	-	10,030,000	9,850,000	9,850,000
Buildings & Building Improvements	66,682,603	446,294	(1,023,976)	66,104,921	11,820,655	1,069,509	-	12,890,163	53,214,758	54,861,948
Office Furniture & Equipment	7,118,421	213,494	(12,797)	7,319,117	5,363,788	322,632	-	5,686,420	1,632,698	1,754,633
Plant & Machinery	7,889,854	-	-	7,889,854	6,217,108	280,635	6,497,743	1,392,111	1,672,746	1,672,746
Implements & Tools	1,071,804	169,518	-	1,241,322	654,391	69,698	724,089	517,233	417,413	417,413
Motor Vehicle	5,043,773	-	(298,176)	4,745,597	4,606,337	118,022	(292,896)	4,431,463	314,134	437,436
Capital Work In Progress	43,840,133	2,303,343	-	46,143,476	-	-	-	46,143,476	43,840,133	43,840,133
	141,496,588	3,312,649	(1,334,949)	143,474,288	28,662,279	1,860,496	(292,896)	30,229,879	113,244,409	112,834,309

Lands stated at valuation of \$10,030,000, rather than at cost, are included in the total carrying value for Property, Plant and Equipment. All other Property Plant and Equipment is carried at cost less accumulated depreciation. The value of Lands at San Fernando and Toco was increased by \$180,000 based on revaluations done in March 2021.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

(with comparative figures for the year ended 30th September, 2020)

	2021	2020
	\$	\$
4 INVESTMENTS		
Money Market Fund investments	<u>306,824</u>	<u>302,998</u>

These investments generate interest income in the range of 1% to 2% per annum.

5 RECEIVABLES AND PREPAYMENTS

Receivables	37,951,102	18,549,667
Less: Provision for Doubtful Debts	<u>(23,096,220)</u>	<u>(13,194,994)</u>
	14,854,882	5,354,673
Prepayments	242,018	229,847
	<u>15,096,900</u>	<u>5,584,520</u>

6 ADVANCES

Paddy	8,787,673	8,787,673
Livestock	1,113,553	1,113,553
Less: Provision for Doubtful Recovery	<u>(9,901,225)</u>	<u>(9,901,225)</u>
	<u>1</u>	<u>1</u>

This balance represents amounts owing by the Ministry of Agriculture Land and Marine Resources to the Corporation for paddy and livestock feeds supplied.

7 CASH IN HAND AND AT BANK

Cash in hand	238	238
Cash at Bank	<u>4,208,254</u>	<u>7,295,685</u>
Balance at September 30	<u>4,208,492</u>	<u>7,295,923</u>

Cash at Bank comprises the cash held in operating accounts that bear interest income of approximately 1% per annum. All funds held are in Trinidad and Tobago Dollars



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER, 2021
 (with comparative figures for the year ended 30th September, 2020)

	2021	2020
	\$	\$
8 ACCUMULATED FUND		
Balance brought forward	13,024,401	18,497,665
Surplus/(Deficit) Income for the year	(5,583,081)	(5,473,264)
Balance at September 30	<u>7,441,320</u>	<u>13,024,401</u>

The balance represents the accumulation of annual recurrent surpluses and deficits.

9 REVALUATION RESERVE

Balance at September 30	<u>10,030,000</u>	<u>10,038,212</u>
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This balance represents the revaluation surplus on the Corporation's lands (\$10,030,000) located in Debe, San Fernando and Toco. The properties in San Fernando and Toco were revalued in March 2021 by an independent appraiser. These revaluations resulted in an increase in the value of lands at San Fernando and Toco by \$180,000 but a decrease in the valuation reserve for the San Fernando building by the full \$188,212 as the building was assessed to have no more useful life.

10 DEFERRED GOVERNMENT GRANTS

Balance brought forward	96,811,978	103,648,500
Deferred Grant Income	(1,657,882)	(1,537,536)
Capital Grants Received	418,269	
Transfer of Capital Grant to Recurrent Subvention	-	(5,586,127)
Recurrent Subventions utilized for Capital expenditure	395,829	287,141
Balance at September 30	<u>95,968,194</u>	<u>96,811,978</u>

The balance represents the accumulation capital grants received net of amounts amortized as deferred grants income.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER, 2021
 (with comparative figures for the year ended 30th September, 2020)

	2021	2020
	\$	\$
11 CURRENT LIABILITIES		
Payables and accruals	19,640,958	5,302,383
VAT Payable	358,344	840,777
	<u>19,999,302</u>	<u>6,143,160</u>
12 OTHER RECEIPTS		
Wholesale Produce Market	5,160,056	4,953,210
Deferred Grant Income	1,657,882	1,537,536
Rents	612,969	624,729
Wholesale Fish Market	46,178	49,511
Processing and sale of packaged produce	143,306	244,208
Market Box Income	73,921,257	5,128,166
Gain on Disposal of Fixed Assets	175,967	-
Miscellaneous	-	71,444
Transfer from Capital Grants to Recurrent	-	5,586,127
	<u>81,717,615</u>	<u>18,194,931</u>

Cabinet approved the recommendation of the Ministry of Agriculture, Land and Fisheries (line ministry) for the Market Box Initiative by which the Corporation was mandated to provide fresh produce to vulnerable citizens who were adversely affected by 2019 Novel Corona virus (COVID- 19) pandemic. Fresh produce/food hampers at a rate of approximately 25,000 per month were distributed to families in need during the COVID-19 lockdowns. The Corporation was reimbursed by subventions at a specified rate per hamper generating revenue of \$73.9m (2020-\$5.1m) whilst direct costs amounted to \$66.9m (2020-\$5.1m) (Note 13 refers).



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

(with comparative figures for the year ended 30th September, 2020)

	2021	2020
	\$	\$
13 GOODS AND SERVICES		
Market Box Hampers	66,944,327	5,128,166
Contract employment	9,126,824	9,796,954
Security	7,063,788	7,227,062
Promotion, Publicity and Printing	36,433	56,647
Rent Motor vehicles and equipment	2,121,654	2,079,244
Repairs and maintenance of buildings	1,143,398	1,247,579
Short term employment	1,388,028	1,067,238
Fees	421,709	897,824
Electricity	699,785	675,030
Other Contracted services	692,379	523,436
Insurance	514,271	495,500
Materials and Supplies	349,024	451,094
Telephones	364,234	403,837
Maintenance of Vehicles	260,703	244,173
Repairs and maintenance of equipment	100,890	196,378
Office Stationery and Supplies	157,820	172,841
Uniforms	85,239	162,387
Rent Accommodation	-	115,675
Water and Sewerage Rates	73,292	82,153
Travelling	46,633	58,424
Overseas travel	-	56,433
Employee Assistance Programme	37,463	36,619
Hosting Conferences	-	26,121
Bank Charges	27,343	17,633
Loss on Disposal of Asset	-	15,731
Other Minor Equipment	-	11,133
Training	21,435	3,883
Books and Periodicals	2,013	2,446
Postage	740	1,227
Medical expenses	64,843	942
Bad Debt Expense	1,000	-
(Recovery)/Non-recoverable of VAT	(936,016)	(312,477)
	<u>90,809,251</u>	<u>30,941,333</u>



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH SEPTEMBER, 2021

(with comparative figures for the year ended 30th September, 2020)

	2021	2020
	\$	\$
14 PERSONNEL EXPENDITURE		
Wages, allowances and overtime	9,071,159	5,677,709
Salaries and allowances	5,626,063	5,249,585
Government contribution to NIS	1,216,622	933,452
Directors' fees	406,234	423,000
	<u>16,320,079</u>	<u>12,283,746</u>
15 CURRENT TRANSFERS AND SUBSIDIES		
Depreciation	1,860,496	1,986,303
Revaluation Surplus Reversal	(188,212)	-
Pensions	2,015,274	1,947,819
Gratuities	152,123	593,198
	<u>3,839,681</u>	<u>4,527,320</u>
16 RE-CURRENT GRANTS TRANSFERRED TO CAPITAL		
Building Improvement	17,175	-
Furniture and Furnishings	1,949	24,215
Other Minor Equipment	73,156	131,844
Office Equipment	303,549	131,082
	<u>395,829</u>	<u>287,141</u>
17 DEVELOPMENT PROGRAMME		
Building Improvement - SWM	620,049	218,895
Building Improvement - OVWFM	267,308	-
Building Improvement - PPH	317,863	-
Building Improvement - New Packing Houses	804,150	2,214,009
Building Improvement - OTHERS	161,811	-
Building Improvement - POSFM	578,456	4,725
Addition to property, plant and equipment	<u>2,749,637</u>	<u>2,437,629</u>



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION
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18 CONTINGENT LIABILITIES

There exists a number of claims and legal action made against the Corporation which are being defended for which no provision has been made in these financial statements as the outcome of those matters are uncertain at this time.

19 OPERATING LEASE ARRANGEMENTS

The Corporation has lease agreements with government authorities for certain lands that it occupies. The Corporation does not have the option to purchase any of the lands and due to this and other terms, the leases are accounted for as operating leases. Where lease agreements have expired, the Corporation is in the process of executing new agreements.

For the current year, payments of nil (2020: \$108,675) relating to these leases are recognized as expenses under 'Rent Accommodation'. The lease for the Port of Spain Fish Market requires relatively small annual payments of \$108,675 that increases up to \$166,000 over the lease term. This lease is being accounted for as an operating lease as it can be terminated by either party with 6 months notice. There are no payments for the other leases.

Lands Occupied Under Operating Leases:	Expiry Date
Southern Wholesale Market	June 2104
Port of Spain Wholesale Fish Market	December 2039
Orange Valley Fish Market	Expired
Piarco Packing House	July 2043
Chacon Street and South Quay	Expired

The National Agricultural Marketing and Development Corporation (Northern Wholesale Market) Regulations, Chapter 63:05 established regulations and procedures for the efficient management of the Northern Wholesale Market. This Market was not vested in the Corporation and the Corporation does not have a leasehold interest in the property.



NATIONAL AGRICULTURAL MARKETING AND DEVELOPMENT CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH SEPTEMBER, 2021
(with comparative figures for the year ended 30th September, 2020)

20 RISKS MANAGEMENT

The activities of the Corporation expose it to a number of financial risk, namely, credit risks, interest rate risks, foreign currency exchange rate risks and liquidity.

The Board of Directors is responsible for overall risk management policies and strategies within the framework of the National Agricultural Marketing and Development Corporation Act and other Government regulations whilst executive management is responsible for implementing the strategies and adhering to the said policies.

Credit risks arise from trade receivables and deposits and cash investments with financial institutions. This risk is principally managed by vetting of the parties who are allowed trade credit and with whom the Corporation places its cash deposits. With respect to interest rate risk, the Corporation is exposed mainly on its cash deposits which attract interest income that, however, constitute less than 1% of the Corporation's total income.

The Corporation does not have any debt capital and as such is not exposed to interest rate risk on the expense side.

The Corporation is exposed to foreign currency exchange rate risk to a minimal extent as only a very few of its transactions, mainly purchases of equipment and supplies, are conducted directly in foreign currencies. This risk is managed by having very short settlement periods. The Corporation manages its liquidity risk, that is, its ability to meet payment obligations as they fall due, by strictly adhering to the approved limits on expenditure which is largely covered by Government subventions.

