



Capital

Contractual obligations and responsibilities

Assets

**Youth Training and Employment Partnership Programme (YTEPP) Limited**

Statement of financial position

**Financial statements**

Statement of profit or loss

**30 September 2016**

Statement of cash flows

Statement of changes in equity



## YOUTH TRAINING AND EMPLOYMENT PARTNERSHIP PROGRAMME (YTEPP) LIMITED

YTEPP BUILDING, WOODFORD LODGE ROAD, CHAGUANAS, TRINIDAD AND TOBAGO  
TEL.: (868) 672-5411, 671-4138 FAX: (868) 671-3831 E-MAIL: info@ytepp.edu.tt WEBSITE: www.ytepp.edu.tt

17<sup>th</sup> January, 2018

### **Management is responsible for the following:**

- Preparing and fairly presenting the accompanying financial statements of Youth Training and Employment Partnership Programme (YTEPP) Limited which comprise the statement of financial position as at 30 September 2016, the statements of comprehensive income, and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information;
- Ensuring that the company keeps proper accounting records;
- Selecting appropriate accounting policies and applying them in a consistent manner;
- Implementing, monitoring and evaluating the system of internal control that assures security of the company's assets, detection/prevention of fraud, and the achievement of the company's operational efficiencies;
- Ensuring that the system of internal controls operated effectively during the reporting period;
- Producing reliable financial reporting that complies with laws and regulations, including the Companies Act; and
- Using reasonable and prudent judgement in the determination of estimates.

In preparing these audited financial statements, management utilized the International Financial Reporting Standards. Where International Financial Reporting Standards presented alternative accounting treatments, management chose those considered most appropriate in the circumstances.

Nothing has come to the attention of management to indicate that the company will not remain a going concern for the next twelve months from the reporting date; or up to the date the accompanying financial statements have been authorized for issue, if later.

Management affirms that it has carried out its responsibilities as outlined above.

Signed

Title: Director

Date: 17/01/18

Signed

Title: DIRECTOR

Date: 17-01-2018

## **Independent Auditors' Report**

To the Directors of  
Youth Training and Employment Partnership Programme (YTEPP) Limited

### **Opinion**

We have audited the accompanying financial statements of Youth Training and Employment Partnership Programme (YTEPP) Limited, which comprise the statement of financial position as at 30 September, 2016, and the statement of comprehensive income and 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 accompanying financial statements present fairly, in all material respects, the financial position of Youth Training and Employment Partnership Programme (YTEPP) Limited as at 30 September, 2016, of its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards.

### **Basis for 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 Company in accordance with International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards, 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.

In preparing the financial statements, management is responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

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

### **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.

A handwritten signature in blue ink, appearing to read "Aegis & Co.", written over a faint circular stamp.

Chartered Accountants  
Port of Spain  
Trinidad, West Indies  
17<sup>th</sup> January, 2018




# Youth Training and Employment Partnership Programme (YTEPP) Limited

## Statement of financial position

	Notes	As at	
		30 September 2016	2015
		\$	\$
<b>ASSETS</b>			
<b>Non-current assets</b>			
Land and building	2	59,981,371	21,634,417
Plant and equipment	2	20,387,852	22,304,085
Construction work in progress	3	<u>28,069</u>	<u>33,993,406</u>
		<u>80,397,292</u>	<u>77,931,908</u>
<b>Current assets</b>			
Inventories	4	53,100	461,801
Receivables and prepayments	5	692,310	2,221,632
Cash at bank	6	<u>16,537,928</u>	<u>14,170,227</u>
		<u>17,283,338</u>	<u>16,853,660</u>
<b>Total assets</b>		<u>97,680,630</u>	<u>94,785,568</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital</b>			
Share capital	7	<u>646,313</u>	<u>646,313</u>
<b>Non-current liabilities</b>			
Government revenue grants deferred	8	22,133,700	15,940,709
Capital grants deferred	9	<u>63,406,370</u>	<u>63,770,100</u>
		<u>85,540,070</u>	<u>79,710,809</u>
<b>Current liabilities</b>			
Trade and other payables	10	11,488,566	14,409,609
Bank overdraft	6	--	3,129
Corporation tax payable		<u>5,681</u>	<u>15,708</u>
		<u>11,494,247</u>	<u>14,428,446</u>
<b>Total liabilities</b>		<u>97,034,317</u>	<u>94,139,255</u>
<b>Total equity and liabilities</b>		<u>97,680,630</u>	<u>94,785,568</u>

The accounting policies on pages 7 to 9 and the notes set out on pages 10 to 16 form an integral part of these financial statements. On 17<sup>th</sup> January 2018, the Board of Directors of Youth Training and Employment Partnership Programme (YTEPP) Limited authorised these financial statements for issue.

 Director

 Director

**Youth Training and Employment Partnership Programme (YTEPP) Limited**  
**Statement of comprehensive income**

	Notes	Year Ended 30 September	
		2016 \$	2015 \$
<b>Revenue</b>			
Enrolment fees		480,351	466,539
Direct costs of operations		(106,865,382)	(113,095,645)
Gross loss of operations		(106,385,031)	(112,629,106)
Other operating income	12	<u>2,294,100</u>	<u>4,002,944</u>
		(104,090,931)	(108,626,162)
<b>Expenses</b>			
Administrative		<u>(11,155,928)</u>	<u>(13,994,295)</u>
<b>Operating loss</b>	13	(115,246,859)	(122,620,457)
Net finance charges	14	<u>(5,556)</u>	<u>(12,028)</u>
<b>Loss before taxation</b>		(115,252,415)	(122,632,485)
Taxation charge		<u>--</u>	<u>(10,027)</u>
Loss after taxation		(115,252,415)	(122,642,512)
Government grants utilized		<u>115,252,415</u>	<u>122,642,512</u>
		<u>--</u>	<u>--</u>

The accounting policies on pages 7 to 9 and the notes set out on pages 10 to 16 form an integral part of these financial statements.

**Youth Training and Employment Partnership Programme (YTEPP) Limited**  
**Statement of cash flows**

	Note	Year Ended 30 September	
		2016 \$	2015 \$
<b>Cash flows from operating activities</b>			
Operating loss		(115,246,859)	(122,620,457)
Adjustments for items not requiring an outlay of funds:			
Depreciation	2	4,704,830	4,706,796
Gain on disposal		(24,174)	(490,421)
Non-cash item	22	<u>(27,176)</u>	<u>2,232,795</u>
Operating loss before changes in working capital		(110,593,379)	(116,171,287)
Decrease in inventories		408,701	88,663
Decrease in receivables and prepayments		1,529,322	260,561
Decrease in trade and other payables		<u>(2,921,043)</u>	<u>(2,629,077)</u>
Cash used in operations		(111,576,399)	(118,451,140)
Interest paid		(32,287)	(40,571)
Interest received		26,731	28,547
Taxation		<u>(10,027)</u>	<u>(4,232)</u>
<b>Net cash used in operating activities</b>		<b>(111,591,982)</b>	<b>(118,467,396)</b>
<b>Investing activities</b>			
Proceeds from disposals of assets		198,094	816,091
Purchase of property, plant and equipment	2, 3	<u>(7,344,151)</u>	<u>(31,001,018)</u>
<b>Net cash used in investing activities</b>		<b><u>(7,146,057)</u></b>	<b><u>(30,184,927)</u></b>
<b>Financing activities</b>			
Receipts from government grants		<u>121,108,870</u>	<u>131,262,134</u>
<b>Net cash from financing activities</b>		<b><u>121,108,870</u></b>	<b><u>131,262,134</u></b>
<b>Increase / (decrease) in cash and cash equivalents</b>		<b>2,370,831</b>	<b>(17,390,189)</b>
<b>Cash and cash equivalents at beginning of year</b>		<b><u>14,167,097</u></b>	<b><u>31,557,286</u></b>
<b>Cash and cash equivalents at end of year</b>	6	<b><u>16,537,928</u></b>	<b><u>14,167,097</u></b>

The accounting policies on pages 7 to 9 and the notes set out on pages 10 to 16 form an integral part of these financial statements.



# Youth Training and Employment Partnership Programme (YTEPP) Limited

## Accounting policies

30 September 2016

---

The principal accounting policies adopted in the preparation of these financial statements are set out below:

**a Basis of preparation**

The financial statements have been prepared in accordance with International Financial Reporting Standards and under the historical cost convention.

**b Use of estimates**

The preparation of financial statements in conformity with the International Financial Reporting Standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates.

**c Financial instruments**

Financial instruments carried on the balance sheet include cash and bank balances, accounts receivable and accounts payable and are stated at their approximate fair values determined in accordance with the policy statements disclosed.

**d Property, plant and equipment**

Property, plant and equipment are stated at historical cost and are depreciated on the reducing balance basis, at rates estimated to write off the cost of each asset to their residual values over their estimated useful lives as follows:

Buildings	-	2%
Furniture, fittings and equipment	-	10 - 20%
Motor vehicles	-	25%

Profits or losses on disposals of property, plant and equipment are determined by comparing proceeds with the carrying amount and are included in operating profit.

Property, plant and equipment are reviewed for impairment losses whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the carrying amount of the asset exceeds its recoverable amount which is the higher of an asset's net selling price and value in use.

**e Inventories**

Inventories are stated at cost determined using the average basis, less provisions for obsolescence.



# Youth Training and Employment Partnership Programme (YTEPP) Limited

## Accounting policies (continued)

30 September 2016

---

f **Cash and cash equivalents**

Cash and cash equivalents are carried on the balance sheet at cost and comprise cash in hand, cash at bank and funds held in the Unit Trust Corporation's Money Market Fund. Bank overdrafts are included within borrowings in current liabilities on the balance sheet. For the purposes of the cash flow statement, cash and cash equivalents also include the bank overdraft.

g **Trade receivables**

Trade receivables are carried at original invoice amount less provision made for impairment of these receivables. A provision for impairment of trade receivables is established when there is objective evidence that the company will not be able to collect all amounts due outstanding relating to the original receivable. The amount of the provision is the difference between the carrying amount and the recoverable amount.

h **Foreign currency translation**

*i) Functional and presentation currency*

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates (the 'functional currency'). The financial statements are presented in Trinidad and Tobago dollars ("TT\$"), which is the company's functional and presentation currency.

*ii) Transactions and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

i **Income taxes**

**Current tax**

Current tax assets and liabilities for the current and prior period are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the balance sheet date.

The principal temporary differences arise from depreciation on property, plant and equipment and tax losses carried forward. Deferred tax assets relating to the carry forward of unused tax losses are recognized to the extent that it is probable that future taxable profit will be available against which the unused tax losses can be utilized.

# Youth Training and Employment Partnership Programme (YTEPP) Limited

## Accounting policies (continued)

30 September 2016

---

j **Income taxes** (continued)

***Deferred tax***

Deferred income taxes are provided, using the liability method, for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Currently enacted tax rates are used to determine deferred income tax.

Under this method, a provision is made for deferred income taxes on the revaluation of certain non-current assets and, in relation to an acquisition, on the difference between the fair values of the net asset acquired and their tax bases.

k **Revenue recognition**

Enrolment fees are recognized on a cash received basis.

Other revenues earned by the company are recognized on the following bases:

Sponsorship funding and donations – on a cash received basis

Interest income – on an effective yield basis

Revenue grants are initially recognized as deferred income with revenue recognized to match operating expenditures.

Capital grants received are deferred and recognized against income to match the depreciation on the asset for which the grant was received.

l **Pensions**

The company pays contributions to a defined contribution pension scheme. A defined contribution pension scheme is a plan in which the company pays fixed contributions into a separate fund. Once the contributions have been paid, the company has no further payment obligations. The regular pension contributions are included in staff costs in the period in which they are due.

m **Provisions**

Provisions are recognised when the company has a present legal 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.

n **Impairment of financial assets**

The company assesses at each balance sheet date whether there is any objective evidence that a financial asset is impaired. A financial asset is impaired when the carrying amount is greater than the recoverable amount and there is objective evidence of impairment.

o **Comparatives**

Where necessary, comparative figures have been adjusted to conform with changes in the presentation in the current year.



**Youth Training and Employment Partnership Programme (YTEPP) Limited**  
**Notes to the financial statements**  
**30 September 2016**

**1 Incorporation and principal business activity**

The company is incorporated and domiciled in the Republic of Trinidad and Tobago. The address of the company's registered office is 13 Woodford Lodge, Chaguanas. The principal activity of the company is to provide persons between the ages of 15 and 60 years with the necessary skills through training, to become employable or self-employed.

**2 Property, plant and equipment**

	Land, building & leasehold property \$	Equipment \$	Furniture & Fixtures \$	Motor vehicles \$	Total \$
<b>Year ended 30 September 2015</b>					
Opening net book amount	24,656,074	12,994,788	5,983,858	2,260,801	45,895,521
Additions	(2,410,012)	1,624,629	545,386	3,315,446	3,075,449
Transfers	-	48,305	3,807	-	52,112
Disposals	-	(150,881)	(24,793)	(202,110)	(377,784)
Depreciation charge	(611,645)	(2,152,889)	(624,102)	(1,318,160)	(4,706,796)
Closing net book amount	<u>21,634,417</u>	<u>12,363,952</u>	<u>5,884,156</u>	<u>4,055,977</u>	<u>43,938,502</u>
<b>At 30 September 2015</b>					
Cost	25,542,245	30,568,230	11,010,739	7,108,051	74,229,265
Accumulated depreciation	(3,907,828)	(18,204,278)	(5,126,583)	(3,052,074)	(30,290,763)
Net book amount	<u>21,634,417</u>	<u>12,363,952</u>	<u>5,884,156</u>	<u>4,055,977</u>	<u>43,938,502</u>
<b>Year ended 30 September 2016</b>					
Opening net book amount	21,634,417	12,363,952	5,884,156	4,055,977	43,938,502
Additions	39,463,416	787,759	395,098	663,215	41,309,488
Disposals	-	(112,353)	(45,730)	(15,854)	(173,937)
Depreciation charge	(1,116,462)	(1,919,273)	(597,114)	(1,071,981)	(4,704,830)
Closing net book amount	<u>59,981,371</u>	<u>11,120,085</u>	<u>5,636,410</u>	<u>3,631,357</u>	<u>80,369,223</u>
<b>At 30 September 2016</b>					
Cost	65,005,661	31,243,636	11,360,107	7,755,412	115,364,816
Accumulated depreciation	(5,024,290)	(20,123,551)	(5,723,697)	(4,124,055)	(34,995,593)
Net book amount	<u>59,981,371</u>	<u>11,120,085</u>	<u>5,636,410</u>	<u>3,631,357</u>	<u>80,369,223</u>



**Youth Training and Employment Partnership Programme (YTEPP) Limited**  
**Notes to the financial statements (continued)**  
**30 September 2016**

<b>3</b>	<b>Construction work in progress</b>	<b>2016</b>	<b>2015</b>
		<b>\$</b>	<b>\$</b>
	Balance brought forward	33,993,406	6,067,837
	Expenses during the year	28,069	27,925,569
	Transferred to fixed assets	<u>(33,993,406)</u>	<u>--</u>
		<u>28,069</u>	<u>33,993,406</u>
<b>4</b>	<b>Inventories</b>		
	Inventories at cost	1,027,750	1,436,451
	Provision for obsolete inventory	<u>(974,650)</u>	<u>(974,650)</u>
		<u>53,100</u>	<u>461,801</u>
<b>5</b>	<b>Receivables and prepayments</b>		
	Prepayments and deposits	1,052,581	1,735,558
	Trade receivables	(29,745)	769,103
	Employee loans and advances	274,650	341,081
	Other receivables	<u>72,904</u>	<u>53,970</u>
		1,370,390	2,899,712
	Less: Provision for doubtful debts	<u>(678,080)</u>	<u>(678,080)</u>
		<u>692,310</u>	<u>2,221,632</u>

Trade receivables are non-interest bearing and are due upon receipt of invoice or 30 day terms.

As at 30 September, the aging analysis of trade receivables is as follows:

	Total \$'000	Neither past due nor impaired \$'000	Past due but not impaired			
			<30 days \$'000	30-60 days \$'000	60-90 days \$'000	>90 days \$'000
2016	(30)	--	--	--	--	(30)
2015	769	--	4	--	--	765

**Youth Training and Employment Partnership Programme (YTEPP) Limited**  
**Notes to the financial statements (continued)**  
**30 September 2016**

**6 Cash at bank**

For the purposes of the cash flow statement, cash and cash equivalents consist of:

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Cash at bank	13,830,724	11,484,580
Money market fund	2,670,024	2,645,515
Cash in hand	<u>37,180</u>	<u>40,132</u>
Cash at bank	16,537,928	14,170,227
Bank overdraft	<u>--</u>	<u>(3,129)</u>
Cash at bank	<u>16,537,928</u>	<u>14,167,098</u>

**7 Share capital**

Authorised:

Unlimited number of ordinary shares of no par value Unlimited Unlimited

Issued and fully paid:

646,313 ordinary shares of no par value 646,313 646,313

**8 Government revenue grants deferred**

Balance as at 1 October 2015	15,940,709	4,350,423
Grants received from Government of Trinidad and Tobago	121,472,600	132,000,000
Adjustment to trade and other payables	(27,194)	2,232,798
Amounts utilized during the year	<u>(115,252,415)</u>	<u>(122,642,512)</u>
Balance as at 30 September 2016	<u>22,133,700</u>	<u>15,940,709</u>

**9 Capital grants deferred**

Balance as at 1 October 2015	63,770,100	64,507,966
Grants received from Government of Trinidad and Tobago	1,500,000	1,500,000
Amounts utilized during the year	<u>(1,863,730)</u>	<u>(2,237,866)</u>
Balance as at 30 September 2016	<u>63,406,370</u>	<u>63,770,100</u>

**Youth Training and Employment Partnership Programme (YTEPP) Limited**  
**Notes to the financial statements (continued)**  
**30 September 2016**

**10 Trade and other payables**

	<b>2016</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Due to Ministry of Science, Technology and Tertiary Education	7,363,886	7,363,886
Trade payables	1,920,687	4,203,046
Payroll	1,483,117	1,482,056
Accrued liabilities	<u>720,876</u>	<u>1,360,621</u>
	<u><b>11,488,566</b></u>	<u><b>14,409,609</b></u>

Trade and other payables are non-interest bearing.

**11 Maturity profile**

At 30 September the maturity profile of the company's financial liabilities are as follows:

<b>2016</b>	<b>Less than 3 months</b>	<b>3-12 months</b>	<b>Total</b>
Due to Ministry of Science, Technology & Tertiary Education	--	7,363,886	7,363,886
Trade payables	1,610,593	310,094	1,920,687
Payroll	784,977	698,140	1,483,117
Accrued liabilities	<u>1,095,760</u>	<u>(374,884)</u>	<u>720,876</u>
	<u><b>3,491,330</b></u>	<u><b>7,997,236</b></u>	<u><b>11,488,566</b></u>
<b>2015</b>	<b>Less than 3 months</b>	<b>3-12 months</b>	<b>Total</b>
Due to Ministry of Science, Technology & Tertiary Education	--	7,363,886	7,363,886
Trade payables	3,487,606	715,440	4,203,046
Payroll	904,024	578,032	1,482,056
Accrued liabilities	<u>847,400</u>	<u>513,221</u>	<u>1,360,621</u>
	<u><b>5,239,030</b></u>	<u><b>9,170,579</b></u>	<u><b>14,409,609</b></u>



**Youth Training and Employment Partnership Programme (YTEPP) Limited**  
**Notes to the financial statements (continued)**  
**30 September 2016**

12	<b>Other operating income</b>		
	Amortisation of government capital grants (note 9)	1,863,730	2,237,866
	Sundry income	<u>430,370</u>	<u>1,765,078</u>
		<u>2,294,100</u>	<u>4,002,944</u>
13	<b>Operating loss</b>	<b>2016</b>	<b>2015</b>
		\$	\$
	The company's operating loss includes the following items:		
	Staff costs (note 16)	52,912,283	56,221,065
	Rental of properties	10,006,775	10,864,593
	Security	6,315,929	6,647,167
	Cost of inventories recognized as expense (Included in 'Direct costs of operations')	2,298,621	2,988,476
	Depreciation	4,704,830	4,706,796
	Amortisation of government capital grants (note 8)	1,863,730	2,237,866
	Repairs and maintenance	1,807,229	2,218,847
	Directors' fees and expenses	577,125	720,000
14	<b>Net finance charge</b>		
	Interest expense:		
	- Bank charges	(32,287)	(40,571)
	- Interest income earned	<u>26,731</u>	<u>28,543</u>
		<u>(5,556)</u>	<u>(12,028)</u>
15	<b>Taxation</b>		
	Business levy	6,669	6,669
	Green fund levy	<u>3,358</u>	<u>3,358</u>
	Total taxation credit for the year	<u>10,027</u>	<u>10,027</u>
16	<b>Staff costs</b>		
	Wages and salaries	46,591,749	49,869,304
	National insurance	4,183,452	4,290,653
	Pension contributions	<u>2,137,082</u>	<u>2,061,108</u>
		<u>52,912,283</u>	<u>56,221,065</u>

At 30 September 2016, the company had 932 employees (2015 – 1,365).

# Youth Training and Employment Partnership Programme (YTEPP) Limited

Notes to the financial statements (continued)  
30 September 2016

## 17 Related party transactions

The company's key management compensation earned total remuneration of \$965,994 (2015 – \$688,500) and directors' fees and costs totalled \$577,125 (2015 – \$720,000).

## 18 Capital reserves

This relates to 2 parcels of land situated in Valencia given to YTEPP by the Government for the construction of a training centre:

	\$
1 parcel -21,000 sq ft	495,000
1 parcel -17,227 sq ft	<u>405,000</u>
	<u>900,000</u>

## 19 Capital commitments

Total capital commitments as at 30th September 2016 pertaining to contracts not yet completed are as follows:

Total contract costs	10,877,034
Total payments	<u>(5,198,531)</u>
	<u>5,678,503</u>

## 20 Leases

The company was engaged in eight (8) leases as at the financial year end. The future aggregate minimum lease payments of operating leases are as follows:

	\$	\$	\$	\$
	12 months	1-5 years	Over 5 years	Total
September 30th 2016	60,000	39,502,480	--	39,562,480
September 30th 2015	9,085,155	14,260,155	--	23,345,310

## 21 Transactions undertaken on behalf of the Ministry of Science, Technology & Tertiary Education (MSTTE)

YTEPP Limited processed the payment of stipends of \$18,268,320 for On the Job Trainees (OJT's) on behalf of the Ministry of Science, Technology & Tertiary Education (MSTTE) during the financial year 2012. This was discontinued in December 2011.

As at September 2016, there was an amount due to MSTTE of \$7,363,886.

# Youth Training and Employment Partnership Programme (YTEPP) Limited

## Notes to the financial statements (continued)

30 September 2016

---

22 **Prior period adjustment**

The adjustment is due to the clearing of un-reconciled items in the payables sub ledger relating to prior period expenses. This had no effect on the statement of comprehensive income however; it did lead to an adjustment in retained earnings.



# Youth Training and Employment Partnership Programme (YTEPP) Limited

## Schedules to the financial statements For the year ended 30 September 2016

	2016 \$	2015 \$
<b>1 Direct costs of operations</b>		
Salaries and wages	52,912,283	56,221,065
Stipends	20,465,435	19,654,582
Rent	10,006,775	10,864,593
Security	6,315,929	6,647,167
Depreciation	4,704,830	4,706,796
Utilities and telephone	3,160,549	3,342,461
Materials and inventories consumed	2,298,621	2,988,476
Repairs and maintenance	1,807,229	2,218,827
Insurance	1,587,485	1,616,603
Travelling	913,144	1,796,059
Meetings, conferences & workshops	701,619	852,480
Validators' fees	458,800	517,200
Advertising and promotion	433,807	1,006,923
Graduation expenses	304,984	183,465
Motor vehicle costs	291,678	468,316
Bad debts	502,214	10,632
	<u>106,865,382</u>	<u>113,095,645</u>
<b>2 Administrative expenses</b>		
Legal, professional & consultancy fees	8,497,516	9,580,877
Office expenses	998,715	1,267,982
Directors' fees and expenses	577,125	720,000
Printing and stationery	406,182	810,114
Accounting and audit fees	200,000	137,000
Entertainment	129,881	796,003
Loss on disposals	126,673	120,992
Subscriptions	85,046	62,689
Staff benefits	75,205	385,185
Computer costs	49,985	69,553
Donations	9,600	43,900
	<u>11,155,928</u>	<u>13,994,295</u>