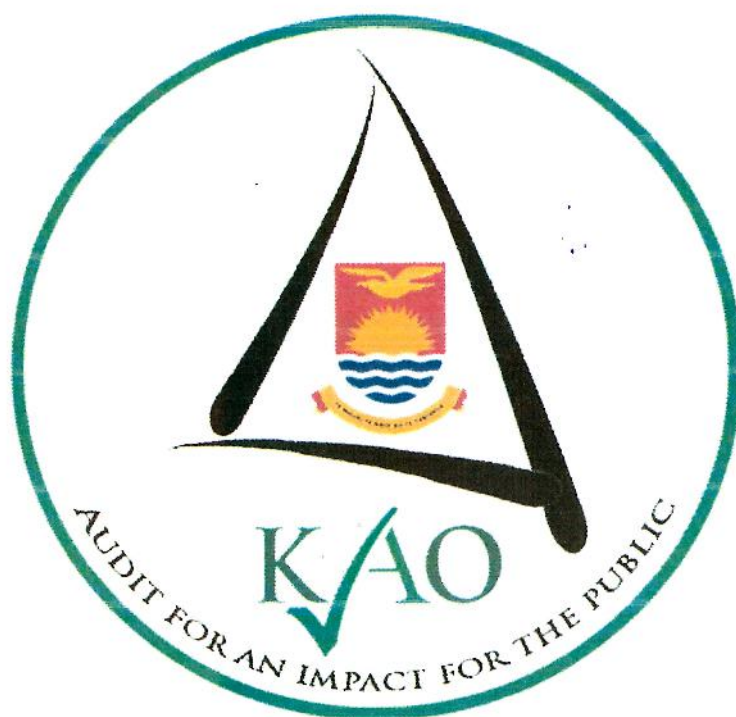


REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF



**Development Bank of Kiribati
Financial Statements
For the year ended 31st December 2019**

**Kiribati Audit Office
April 2021**

KIRIBATI AUDIT OFFICE

P.O BOX 63
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Kiribati



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Audit for an impact for the public

INDEPENDENT AUDITOR'S REPORT

To the Readers of
Development Bank of Kiribati Financial Statements
For the Year Ended 31 December 2019

I have audited the Financial Statements of Development Bank of Kiribati (DBK) for the year ended 31st December, 2019 as required under sec 114 (2) of the Constitution, Part VII, Sec 42(4) of the Public Finances (Control and Audit) 1981 and Sec 22(1) of the Kiribati Audit Act, 2017. The Financial Statements comprise of the following:

- Statement of Financial Performance
- Statement of Financial Position
- Statement of Cash Flow
- Notes to the Accounts

Qualified Opinion

In my opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, (or *give a true and fair view of*) the financial position of the Company as at December 31, 2019, and (of) its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Qualified Opinion:

- We note the following variances between the closing balance of Loans from LMS, as at the end of June (30/06/2019), and the opening balances of Loans generated from LP1, as at the beginning of July (31/07/2019).

Extract from the LMS and LP1(30/0/2019,1/07/2019)			
Name of the Accounts	Closng Balance 30/06/2019(LMS)	Opening balance 1/07/2019(LP1)	Variances
Business Loan	-	61,776.94	(61,776.94)
Commercial	6,682,989.43	6,392,574.15	290,415.28
Fisherman	2,125.76	2,010.19	115.57
Home Loan	434,587.02	420,307.42	14,279.60
IBD		(282.76)	282.76
Non Commercial	40,247.88	38,217.13	2,030.75
Rural Support Loan	-	44,683.20	(44,683.20)
Social Development Loan/Personal Loan	8,701,869.90	6,228,997.22	2,472,872.68
Staff Home	182,770.13	176,322.55	6,447.58
Staff Personal Loan	121,775.35	123,233.42	(1,458.07)
Student Loan	2,105,980.95	2,149,799.25	
Tobwaan te Rikirake Shceme	-	4,789.50	(4,789.50)
Total	18,272,346.42	15,642,428.21	2,673,736.51

- We would like to highlight that the extension fee had been charged twice to loan customers during the following months. Hence, we highlighted that revenue of the extension fees had been overstated for the following months. Refer to Table below.

Extension Fees(Extract from Control Listing)	
Month	Balances
July	4,335
August	3,195
September	1,105
October	920
November	370
December	755
Total	10,680

- We note that there were purchases of the items listed in the Table below, however, these were not stated in the Assets Register 2019. In addition, payment vouchers for most of these purchases were not readily available for audit purposes.

Types	Date	Vouchers	Details	Amount
Office Furniture & Equip				\$
	29/04/2019	GJ 1332390	Ocean link being for Mobile cost	2,358.00
	03/05/2019	" 1229416	Settlement of inv#0000177 & LPO#02480 - KOES	1,665.00
	26/07/2019	" 01366524	Taotin trading	1,788.75
	11/11/2019	" 002077	Omtd # 1445354 - CEO split pmt	1,000.00
			Total additions for Office furniture & Equipment	\$ 6,811.75
Computer Upgrade				
	21/02/2019	GJ1332403	Cost of computer	3,800.00
	19/03/2019	GJ1332039	Naio IT Services	3,029.00
	18/04/2019	"1332316	Mwaneiko Kiribati Travel	4,480.00
	20/05/2019	" 1229549	Pintech laptop cost	3,328.88
	15/07/2019	"01366463	Tobwaraoi Travel	5,518.00
			Total additions for Computer Upgrade	\$20,155.88

I have conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAI). My responsibilities under those standards are described in the Auditor's Responsibilities paragraph of my report. I am independent of the **Company** in accordance with the Ethical requirements that are relevant to my audit of the financial statements of the Company and I have fulfilled my other responsibilities in accordance with these requirements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Board's and Management's responsibilities for the Financial Statements.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, 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 as required under the Public Finance (Control and Audit) Ordinance 1976 and Kiribati

Audit Act 2017. Reasonable assurance is a high level of assurance but is not guarantee that an audit conducted in accordance with ISA/ISSAI 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 & ISSAI, 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude 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 Company'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 Company 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 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 we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

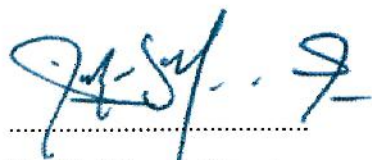
Report on other Legal and Regulatory Requirements

DBK lodged its Financial Statement on 13th May 2020 therefore indicating DBK's incompliance to Section 20 of the SOE Act 2013.

Independence

Section 114 (4) of the Kiribati Constitution stipulates that the Auditor General shall not be subject to the direction or control of any other person or authority.

Other than the audit, we have no relationship with or interest in DBK.



Mr. Eriati Tauma Manaima

Auditor General

Date:28/04/2021

DEVELOPMENT BANK OF KIRIBATI

FINANCIAL STATEMENTS

FOR YEAR ENDED 31 DECEMBER 2019.

DEVELOPMENT BANK OF KIRIBATI
BALANCE SHEET
AS AT 31 DECEMBER 2019

	NOTES	2019	2018
CURRENT ASSETS			
Bank & Cash	4	1,044,707	410,714
Current Loans	5	12,959,345	7,114,978
Debtors	6	2,634	23,826
Prepayments	6	17,922	17,922
		<u>14,024,608</u>	<u>7,567,439</u>
less CURRENT LIABILITIES			
Creditors	14	45,125	189,974
Revolving Fund - Agent's M/Cycle	15		0
Interest on ADB Loans	17	289,587	276,336
Loans Overpayments	18	473,457	245,121
ADB Loan - Current Portion	12	144,951	144,951
Unearned Interest	19	140,365	2,334,863
		<u>1,093,485</u>	<u>3,191,245</u>
WORKING CAPITAL		12,931,123	4,376,195
add NON CURRENT ASSETS			
Non Current Loans	5	1,343,377	8,443,437
Motor Vehicles, Furniture etc.	3	460,165	558,601
		<u>1,803,542</u>	<u>9,002,037</u>
less NON CURRENT LIABILITIES			
Government Loan ADB	12	1,180,070	1,180,070
KPF Investment	12	1,336,818	1,452,898
Tobwaan Teknikirake Loan Scheme	12	20,000	20,000
		<u>2,536,888</u>	<u>2,652,968</u>
NET WORTH		12,197,777	10,725,264
Represented by:			
Paid Up Capital		4,939,940	4,939,940
Assets Replacement fund reserve		152,193	139,397
Accumulated Profits	8	3,919,358	2,994,941
New Zealand Grant		66,082	66,082
Educational Loan Scheme	12	2,620,203	2,084,904
Artisinal Fisheries Project	12	500,000	500,000
		<u>12,197,777</u>	<u>10,725,264</u>

The accompany notes form part of these financial statements.

Chairman

Director

**DEVELOPMENT BANK OF KIRIBATI
INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019	2018
Income	2,476,134	2,291,665
Expenditure	1,546,689	1,645,069
Net Profit/(Loss) Before Prior Period Items	929,445	646,596
Prior Period Items	5,028	20,376
Net Profit/(Loss) after Prior Period Items	924,417	626,220
Accumulated Profit/(Loss) at 1 Jan 2019	2,994,941	2,368,721
Accumulated Profit/(Loss) at 31 December 2019	<u>3,919,358</u>	<u>2,994,941</u>

The accompanying notes form parts of these Financial statements.

DEVELOPMENT BANK OF KIRIBATI
CASH FLOW STATEMENT FOR THE YEAR
ENDED 31 DECEMBER 2019

	(Notes)	2019
Cash Flow from Operations		\$
Cash received from operations		1,495,319
Operating expenses		(1,212,677)
Net Cash Flow from operations		<u>282,641</u>
Cash Flow from Investing		
Net increased in loans		0
Capital expenditure		(54,617)
Payment to KPF		(116,080)
Educational Loan Scheme		535,230
Artisanal Fishing Project		0
Unearned Interest		0
Tobwaan Terikirake Loan scheme		0
Net (Increase) in loan		0
Proceed from Long term Loans		0
Net Cash Flows from investing		<u>364,532</u>
Cash Flow from Financing		
Loan payment to KPF		0
Interest paid		(13,250)
Government Grant		0
Total cash received/(used) from financing activities		(13,250)
Net (Decrease)/Increase in cash/cash equivalent		633,923
Rounded off difference		1
Opening Cash Balance 1/1/19		410,714
Closing Cash Balance 31/12/19	(A)	<u>1,044,638</u>

(A) - Details of Cash and Cash Equivalent as at 31/12/19

Cash Float	200
Electronic Clearing Account	0
Cheque Account - Bairiki	786,362
Cheque Account - Kiribati	(17,716)
Interest Bearing Deposit	19,392
Electronic Clearing Account	0
Bank account number 3	231,098
Cash in Transit	25,302
	<u>1,044,638</u>

(B) - Reconciliation of cash flow from operating activities to net profit

Net Profit for the year	924,417
Depreciation	153,053
Government grant	(72,876)
Interest paid	86,126
Prior period items	
Gain on Disposal	0
Closing fees	
Provision Current Doubtful loan	(15,327)
(Increase)/Decrease Prepayment	0
(Increase)/Decrease in Debtors	20,566
(Increase)/Decrease in Lterm loan	0
(Increase)/Decrease in provision	0
(Increase)/Decrease in current loan	1,271,020
(Decrease)/Increase in Creditors	97,362
(Decrease)/Increase in Unearned Interest	(2,194,498)
(Decrease)/Increase in Revolving fund	0
(Decrease)/Increase in Sinking fund	12,796
(Decrease)/Increase in KPF Investment	
	<u>282,641</u>

DEVELOPMENT BANK OF KIRIBATI
DETAILED INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2019

INCOME	NOTES	2019	2018
Interest - Commercial Loans		538,856.66	484,756.11
Interest - Housing Loan		49,160.86	47,056.54
Interest - Personal Loan		1,251,085.16	1,200,976.51
Interest - Bank Deposit		220.50	129.04
Interest - Staff House Loan		11,213.62	14,683.45
Interest - Staff Personal Loan		6,161.20	5,571.83
Interest - Penalty		0.00	0.00
Interest - Rural Support Loan		3,368.66	0.00
Interest - Tobwaan Tenikirake Loan Scheme		69.21	0.00
Loan Fees		157,208.58	151,590.89
Application Fees		41,272.00	31,662.57
Registration Fees		27,540.00	6,170.00
KPF Pledge Fees		18,990.00	12,070.00
Refinancing Fees		70,862.10	69,220.00
Student loan commission		33,536.75	39,286.50
Loan Administration Fees		126,047.00	101,300.00
Arrears Fees		54,302.78	33,927.42
Recovery Cost		681.40	3,841.25
Government Grant		72,876.12	72,876.12
Gain on Disposal		3.00	0.00
Closing fees		6,400.00	11,900.00
Sundry Income		6,278.50	4,646.50
		<u>2,476,134.10</u>	<u>2,291,664.73</u>
EXPENDITURE			
Salaries & Staff Expense	9	794,104.33	812,032.05
Workmens Compensation		8,499.96	8,499.96
Leave Grant		64,100.00	65,350.00
Directors		63,812.06	51,496.30
Entertainment		2,247.00	2,619.40
Repair & Maintenance - Motor Vehicle		8,854.00	6,392.76
Repair & Maintenance - Office Equipment		2,128.63	3,625.65
Repair & Maintenance - Computer		188.80	408.80
Transportation		20,484.79	19,583.84
Office Rent	16	33,968.80	47,306.32
Electricity		29,064.40	30,136.27
Telephone, Fax and Emails		36,575.96	32,067.93
Postage & Telegram		5,417.93	3,461.00
Printing and Stationery		13,482.66	11,421.84
Overseas Travel		0.00	28,957.00
Subscriptions		8,450.53	3,208.94
Advertising		4,177.60	598.00
Bank Charges		5,718.60	5,582.74
Provision for Loans Specific	11	(15,347.08)	50,520.58
Depreciation	3	153,052.81	143,551.40
Outer Island Travel		65,484.91	66,421.72
Operating Cost - Outer Is, Agencies		0.00	539.30
Interest on Borrowing	12	86,126.40	85,946.40
Loan Adjustments		125,306.36	114,912.14
Audit Fees		0.00	2,500.00
Rebate Interest expense		0.00	0.00
Research and development		8,100.00	11,315.95
Silver Jubilee		0.00	0.00
Insurance Coverage		4,296.00	4,297.32
Sundry Expense	13	18,393.70	32,315.00
Total Expenditure		<u>1,546,689.15</u>	<u>1,645,068.61</u>
Operating Profit/(Loss) before Prior Period Items		929,444.95	646,596.12
Prior Period Items	10	5,028.02	20,375.78
Net Profits / (Loss) after Prior Period Items		<u>924,416.93</u>	<u>626,220.34</u>

DEVELOPMENT BANK OF KIRIBATI
NOTES TO THE FINANCIAL STATEMENTS

1 The Development Bank of Kiribati was established by the Development Bank Act 1986 for the provision of long, medium and short term loans as well as the required technical assistance to promote the efficient organization and conduct of business undertakings.

2 Principal Accounting Policies

2.1 ACCOUNTING CONVENTION

The Financial Statements have been prepared under the historical cost convention.

2.2 CURRENCY

The Financial statements are expressed in Australian Dollars.

2.3 DEPRECIATION

Depreciation is calculated to write down fixed assets value in equal installments using the following rates:

Furniture & Fittings	20%
Computer Upgrade	20%
Office Improvement	33.33%
Motor Vehicle	20.00%
Fence security Area	33.33%
Land and Buildings	5%

2.4 INTEREST AND INVESTMENT INCOME

Interest on loans and income from investments are included in the income and expenditure statement in the accounting period in which they are due.

2.5 TURNOVER

Turnover comprises interests, fees and sundry income.

3 Fixed Assets

	Motor Vehicle	Office Furniture & Equip.	Fence Security Area	Computer Upgrade	Containers	Land Buildings	Office Improvement	Total
Cost at 1 Jan 2019	261,451	478,561	44,715	556,351	4,546	165,903	11,653	1,523,180
Additions	625	10,961	0	43,031		0		54,617
Disposal / Adjustments	0							0
	262,076	489,522	44,715	599,382	4,546	165,903	11,653	1,577,797
Depreciation								
At 1 January 2019	188,496	417,657	42,826	291,175	4,546	8,227	11,653	964,579
Charge	45,217	19,102	802	79,636		8,295		153,053
Disposal / Adjustments	0							0
	233,713	436,759	43,628	370,811	4,546	16,522	11,653	1,117,632
Book Value								
At 31 Dec 2019	28,363	52,763	1,087	228,571	0	149,381	0	460,165
At 01 Jan 2019	72,955	60,904	1,889	265,176	0	157,676	0	558,600

	2019	2018
4 Cash & Bank		
Cash on Hand - Petty Cash	200.00	200.00
Bank Account - No. 1	786,361.6	2,283.9
Bank Account - Kiritimati	-17,716.1	-1,250.5
Bank Account - IBI	19,392.2	18,772.7
Bank Account - No 3	231,098.4	363,734.5
Electronic Clearing account	0.0	5,754.2
Cash in Transit	25,370.5	21,218.7
	<u>1,044,707</u>	<u>410,714</u>
<u>Cash in transit Break down</u>		
Abaiang agency	4,297	3,258
Abemama agency	4,337	3,775
Beru agency	(3,411)	1,472
Nikunau agency	(800)	830
Onotoa agency	(2,209)	0
Marakei agency	52	56
Panning agency	5,302	1,054
Tabnorth agency	2,112	2,759
Butaritari agency	2,759	2,524
Tamana agency	0	0
Nonouti agency	692	1,324
Maiana agency	3,626	1,283
Arorae agency	990	873
Kuria agency	655	466
Aranuka agency	3,918	185
Makin Agency	3,086	1,456
Teraina Agency	(35)	(96)
	<u>25,370</u>	<u>21,219</u>
5 Current Loans (maturity beyond 12 months)		
Commercial	4,645,414	4,375,857
Staff House	153,674	140,643
Staff Personal	114,673	58,239
Social Development Loan	5,996,247	3,200,560
Housing	316,971	261,062
Student Loan	2,160,131	968,887
Non Commercial Loan	4,229	
Business Loan	83,343	
Fisherman Loan Scheme	1,860	
Rural Support Loan Scheme	111,329	
Tobwaan Terikikirake Loan Scheme	4,460	0
Total Loans - Non Current Portion	13,592,332	9,005,249
less: Provision for Doubtful Loans	(632,987)	(1,890,271)
	<u>12,959,345</u>	<u>7,114,978</u>
<u>Non Current Loans</u>		
Commercial	2,477,165	2,545,408
Staff House	1,189	78,408
Staff Personal	7,668	68,484
Personal	29,682	4,821,048
Housing	39,677	243,696
Student loan		686,394
Non Commercial Loan	29,952	0
Total Loans - Current Portion	2,585,334	0
less: Provision for Pastdue & Harcore Loans	(1,241,957)	0
	<u>1,343,377</u>	<u>8,443,437</u>
Total Loans - Current and Non Current Portion	<u>14,302,722</u>	<u>15,558,415</u>

	2019	2018
6 Debtors		
Vinster	0	0
Loan Deposit	0	0
Unresolved Receivables	0	0
	0	0
<i>less: Provision for Doubtful Debts</i>	0	0
	0	0
<u>Suspense & Clearing a/c</u>		
Salary clearing	5	5
Staff Imprest	4,268	5,028
Others	(19,754)	327
Interest on TDs	66	66
Renovation	3,071	3,071
Bounce cheque	1,708	2,058
Staff Training	13,270	13,270
<i>less: Provision for doubtful debts</i>	0	0
	2,634	23,826
<u>Prepayments</u>		
Deffered Expenditure - Xmas Office Extension	17,922	17,922
Office Rent	0	0
	17,922	17,922
Trade Debtors	20,556	41,747
7 Long Term Loans to Subsidiaries		
OHL	0	0
	0	0
8 Accumulated Profits/(loss)		
Balance at 1 Jan 2019	2,994,941	2,368,721
Plus Profit/(loss) for the year	924,417	626,220
	3,919,358	2,994,941
9 Salaries & Staff Benefits		
Salaries & wages	643,852	663,412
Overtime	24,191	20,859
Staff allowances	58,247	62,963
Provident fund	44,887	46,038
Staff expense	1,000	2,000
House Rent subsidy	21,927	16,760
	794,104	812,032

Prior Period Items

Staff imprest adjustment

	2019	2018
	5,028.02	353.57
		(2,032.57)
		19,097.47
		(14,528.00)
		17,485.31
	<u>5,028</u>	<u>20,376</u>

Provision for Doubtful LoansProvision for Doubtful Loans**Active Loans**

			2019	2018
Commercial, Personal, Home Loan	11,280,371 @ 5%		564,019	643,982
Student Loan	2,160,131 @ 2%		43,203	2,381
Non-commercial Loan	34,181 @ 2%		684	0
Fisherman Loan Scheme	1,860 @ 2%		37	
Rural Support	111,329 @ 2%		2,227	
Tobwaan Terikirake	4,460 @ 2%		89	4,357
	13,592,333			

Total Provision Required

610,258

650,720

less Provision already provided

625,605

604,236

Write off

additional provision required/(write back)

(15,347)

46,484

Past Due Loans

Pastdue

2,442,504 @ 45%

1,099,127

1,094,160

Total Provision Required

1,099,127

1,094,160

less Provision already provided

1,099,127

1,090,147

Write off

0

0

additional provision required/(write back)

0.00

4,012.51

Hard Core Loans

Hard Core

142,831 @ 100%

142,831

Total Provision Required

142,830

142,830

less Provision already provided

142,830

Write off

0

0

additional provision required/(write back)

0.00

25.00

Total Provision Required for the Year

1,852,215

1,890,270

less Provision already provided

1,867,562

1,839,749

Additional Provision Required/(write back)

(15,347)

50,521

	2019	2018
12 Long Term Loans		
Government Loan - ADB		
Balance 1 st January 2019	1,325,021	1,352,021
Payment to Government	(86,126)	(86,126)
Interest Due - 2019 (6.5%)	86,126	86,126
	<u>1,325,021</u>	<u>1,352,021</u>
Current Portion	144,951	144,951
	<u>1,180,070</u>	<u>1,207,070</u>
 EIB Loan		
Balance at 1 st January 2015	(0)	(0)
Disbursement from EIB	0	0
Payment to EIB	0	0
Adjustments (Gain on Exrate write off to PPI)	0	0
Interest Due - 2015 (1% p.a)	0	0
	<u>(0)</u>	<u>(0)</u>
 * EIB loan fully repaid in January 2015		
 Fund Held in Trust		
KPF Investment		
Balance at 1 st January 2019	1,452,898	1,746,930
Disbursement from KPF	0	0
Payment to KPF	(116,080)	(292,000)
Interest charged cancelled	0	(2,032)
	<u>1,336,818</u>	<u>1,452,898</u>
Ending Balance 31 Dec 2019		
* No further interest on KPF Investment,		
 Educational Loan Scheme	2,620,203	2,084,904
Artisanal Fisherman Loan Scheme	500,000	500,000
Tobwaan Tenikirake Loan Scheme	20,000	20,000
 13 Sundry Expense		
Training	6,194	16,181
Promotions	6,000	5,950
Janitorial	604	657
Loan adjustments-sundry expense	0	0
Bill of Sale	50	90
Pledge Expense	5,000	7,250
Sundry Expenses	511	268
Legal and Lawyer fees	35.00	1,920.00
	<u>18,394</u>	<u>32,315</u>

	2019	2018
14 Creditors		
Creditors	7,121	7,121
Term Deposits	549	549
Payroll Accruals Payable	0	11,318
DBK Staff Deduction Clearing	0	77
Audit fees Payable	0	0
	<u>7,670</u>	<u>19,065</u>
<u>Suspense & Clearing a/c</u>		
Suspense Re: H/Rent Clearance	0	0
Suspense Re: Xmas Branch H	8,948	8,948
Suspense Re: Bank errors	(92,294)	(9,926)
Suspense Re: Staff fund	(29,062)	(6,102)
Suspense Re: Unclaimed cheques	159,494	159,494
Suspense Re: Phone Clearance	0	0
Suspense Re: Loan Refund	14	14
Suspense Re: Missing Telmo	0	0
Suspense Re: Vinstar Expenses	0	0
Suspense Re: Commercialisation Project	7,647	7,647
Suspense Re: Project development	0	0
Suspense Re: Loan Adjustments	(15,541)	12,586
Suspense Re: Unknown	(1,753)	(1,753)
	<u>37,455</u>	<u>170,908</u>
Total Creditors	<u>45,125</u>	<u>189,974</u>

15 Revolving Fund - Agent's M/cycle

Abaiang agent	0	0
Abemama agent	0	0
Beru agent	0	0
Nikunau agent	0	0
Onotoa agent	0	0
Marakei agent	0	0
Fanning agent	0	0
Tabnorth agent	0	0
Butaritari agent	0	0
Tamana agent	0	0
Nonouti agent	0	0
Arorae Agent-	0	0
Aranuka Agent-	0	0
Maiana agent	0	0
Marakei agent	0	0
Nikunau agent	0	0
	<u>0</u>	<u>0</u>

16 Office Rent

2019 2018

Head Office & TabNorth (\$50 Monthly)
Notional Rent - Xmas Branch

33,969	47,306
0	0
<u>33,969</u>	<u>47,306</u>

17 Interest on ADB Loans

289,587 276,336

18 Loans Over Payments

473,457 245,121

19 Unearned Interest

140,365 2,334,863