REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF

Central Pacific Producers Ltd
For the Year Ended 31st December 2016

Kiribati Audit Office
August 2019

KIRIBATI AUDIT OFFICE

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Audit for an impact for the public

INDEPENDENT AUDITOR'S REPORT

To the Readers of Central Pacific Producers Ltd Financial Statements for the year ended 31 December 2016

The Auditor-General, Mr Eriati Tauma Manaima, is the auditor of Central Pacific Producers Ltd (CPPL). The audit covered the CPPL's compliance with the requirements of Part VII of the Public Finances (Control and Audit) Ordinance 1976, the Company Ordinance, 1979 and SOE Act, 2013 that apply to the Financial Statements of CPPL for the year ended 31 December 2016.

CPPL's Board of Director's and Management's Responsibility.

The Board and Management are responsible for the preparation and fair presentation of the Financial Statements in accordance with Generally Accepted Accounting Practice in Kiribati, and for such internal control as management determines necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

In accordance with Part VII of the Public Finance (Control and Audit), 1976, our responsibility is to express an opinion on the Financial Statements. We conducted the audit in accordance with International Standards of Supreme Audit Institutions (ISSAI).

Basis for Disclaimer Opinion

- We were unable to carry out the audit for CPPLs Financial Statements for the year ended 31 Dec, 2016 due to the following:
    - General Ledger (GL) for 2016 was not available and had been confirmed by CPPL management that they were unable to provide. The preparation of the GL is important as closing balances derived as at end of the Financial year would then feed balances of the Financial Statements therefore without the GL we would not know how balances disclosed on Financial Statements came about.

- In addition, the absence of the GL also indicated CPPL's failure to maintain proper books and records leading to a significant limitation of scope, and non-compliance with Generally Accepted Accounting Practices.

Disclaimer Opinion.

Because of the absence of General Ledger for 2016 that leads to the limitation of scope as described in the Basis for Disclaimer Opinion paragraph above, I have not been able to obtain sufficient appropriate audit evidence, and accordingly I could not express an opinion on the Financial Statements of CPPL for the year ended 31st Dec, 2016.

The audit was completed on 29 August, 2019 and was the date at which my opinion was expressed.

Report on other Legal and Regulatory Requirements

CPPL submitted its 2016 Financial Statement on 17th Aug, 2018 therefore indicating CPPL's failure to comply with section 20 of the SOE Act, 2013.

Independence.

Following the independence requirements stipulated under section 114 (4) of the Kiribati Constitution and the requirements of the International Standards of Auditing, auditors are required to sign off the Independence declaration form before carrying out their audit, to confirm that they have no independence issues with the company. Where there are independence issues, the responsibility rests with the concerned staff member to inform their superiors so that appropriate action is taken.

Other than the audit, we have no relationship with or interests in CPPL.

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Mr. Eriati Tauma Manaima.
Auditor General

Date: 29/08/2019

Consolidated Account
Central Pacific Producers Ltd
Statement of Financial Performance

for the year ended 31 December 2016	Jan,16-Dec,16 TRW	Jan,16-Dec,16 XMAS	Consolidated Account
Sales	409,939.73	17,507.10	427,446.83
Less: Cost of Sales	61,977.38	(48,479.05)	13,498.33
Gross Profit	**347,962.35**	**(30,971.95)**	**316,990.40**
Plus: Operating Revenue			
Agency	2,254,198.70	1,595,028.85	3,849,227.55
Administration fee (Crewing)	1,075,613.88	353,131.72	1,428,745.60
Charter	12,170.00		12,170.00
Freight & Handling	283,173.27	26,782.40	309,955.67
Hire	22,003.46	5,964.01	27,967.47
Seafare	31,426.42	11,646.30	43,072.72
Storage		1,618.70	1,618.70
Ice	1,133.00	15,645.30	
Interest on IBD	1,060.44	3,345.69	4,406.13
Fishing gear			
Catering & Processing			
Rental			
Sundry revenue	48,440.19	7,957.46	56,397.65
Seacucumber/Seaweed			
Canoe lease outer island			
other revenue			
	3,729,219.36	**2,021,120.43**	**5,733,561.49**
Total Revenue	**4,077,181.71**	**1,990,148.48**	**6,050,551.89**
Less: Operating Expense			
Staff salary/wages	314,857.10	101,849.58	416,706.68
stationary	22,920.54	664.70	23,585.24
telephone	18,854.25	6,603.76	25,458.01
overseas travelling	3,168.76		3,168.76
local travelling & transport	11,642.03	2,395.00	14,037.03
Fuel & Oil	209,783.93	20,099.20	229,883.13
Repair & Maintenance	140,147.61	35,475.30	175,622.91
Ration	26,787.72	500.00	27,287.72
Subsidised rent	4,733.34	383.75	5,117.09
KPF expense	45,681.63	12,503.01	58,184.64
Advertisement & Postage	3,351.42		3,351.42
Freight Expenses	476.50	24,068.23	24,544.73
Port Charges	20,087.49		20,087.49
Board of Directors Expenses	8,995.95		8,995.95
Entertainment	13,547.86	8,511.00	22,058.86
Interest & Comission exp			-
Survey expenses	2,283.50		2,283.50
Training/Consultation fee	743.80		743.80
Bank Charges	2,776.30	2,542.11	5,318.41

Custom	539.17		539.17
Insurance	401.00	3,485.00	3,886.00
Doubtful debts			-
Depreciation	259,976.83	38,076.48	298,053.31
Amortization	52,523.67		52,523.67
Overtime/Extra hour	50,414.46	1,481.42	51,895.88
Leave grant	44,480.00	9,750.00	54,230.00
License	6,657.90		6,657.90
Electricity	48,879.04	30,960.22	79,839.26
Disbursement			-
Hire expenses	18,123.62	11,342.13	29,465.75
Marine Allowances	11,455.05		11,455.05
Sundry Expenses			-
Cleaning Material	4,743.81	1,119.30	5,863.11
Subsistence allowance	18,288.51	7,005.00	25,293.51
Audit fee	5,285.00		5,285.00
Charge & shift allowance	1,554.76	2,530.76	4,085.52
Abnormal/Shift & Bonus allowances	338.49		338.49
stevedoring	11,784.71		11,784.71
Fishing gear			-
Seacucumber & Seaweed Exp	27,019.45		27,019.45
Service charges			-
Compensation of Moamoa	47,176.75		47,176.75
Moamoa expense		121,046.75	121,046.75
Legal fee	1,280.00		1,280.00
Interest on loan	10,850.00		10,850.00
Seasonal ticket	1,318.40		1,318.40
Agency expense	2,609,227.96	1,098,669.98	3,707,897.94
Casual labour	28,049.04		28,049.04
Bus fare	4,672.30		4,672.30
Total Expenses	**4,115,879.65**	**1,541,062.68**	**5,656,942.33**
Operating Profit (Loss) before tax	**(38,697.94)**	**449,085.80**	**410,387.86**
Less: Non - Operating expense			
Other expenses	47,998.35	6,834.63	54,832.98
Plus: Non - Operating Revenue			
PPI			
Government Aids released			
Net Profit (Loss) after tax	**(86,696.29)**	**442,251.17**	**355,554.88**

Chairman
Board of Directors

General Manager

4/01/2018

4/01/2018

Consolidated Account
Central Pacific Producers Ltd
Statement of Financial Position as at 31 December 2016

	Notes	Jan,16-Dec,16 Tarawa	Jan,16-Dec,16 Xmas	**Consolidated Account**
Current Assets				
Cash at Bank		74,866.65	(21,447.72)	53,418.93
Petty cash		-	377.40	377.40
Cash in transit		2,166.59	1,356.20	3,522.79
Trade accounts receivable		484,622.73	1,192,562.90	1,677,185.63
Sundry accounts receivable		15,569.48	55,607.15	71,176.63
Inventory				-
Suspense Debtors		477,096.65		477,096.65
Stock of spare parts		169,152.61	9,977.90	179,130.51
Stock of fishing gears		15,255.17	25,409.55	40,664.72
Stock of Seaweed		104,000.00	52,302.40	156,302.40
Stock of Office Supply			3,500.00	3,500.00
Prepayment		802.00		802.00
		1,343,531.88	**1,319,645.78**	**2,663,177.66**
Less: Current Liabilities				
Accounts Payable		662,143.23	16,065.48	678,208.71
Sundry Accounts Payable			288,557.91	288,557.91
Accrued Expenses		122,868.47	1,920.41	124,788.88
		785,011.70	**306,543.80**	**1,091,555.50**
Working Capital		**558,520.18**	**1,013,101.98**	**1,571,622.16**
Plus Non Current Assets		1,130,705.69	351,304.27	1,482,009.96
Plus IBD		28,237.40	454,415.45	482,652.85
Less: Long term loan				
Net Assets		**1,717,463.27**	**1,818,821.70**	**3,536,284.97**
Represented by the Following				
Paid up Share		500		500.00
Retained Earnngs		(1,231,433.81)	(296,622.14)	(1,528,055.95)
Net Profit for the year		(86,696.29)	442,251.17	355,554.88
Government Aids Reserve		3,035,093.37	1,673,192.67	4,708,286.04
		1,717,463.27	**1,818,821.70**	**3,536,284.97**

The attached notes form part of this Financial Report.

Chairman
Board of Directors

4/01/2018

General Manager

04/01/2018

Consolidated Account
Central Pacific Producers Ltd
Cash Flow Statement for the year ended 31 December 2018

	Tarawa 2016	Xmas 2016	Consolidated 2016
Cash Flow from Operating Activities			
Net Income	(85,234.07)	592,579.73	507,345.66
Net Cash flow from Operaing Activities	23,139.31	(160,873.31)	(137,734.00)
	(62,094.76)	**431,706.42**	**369,611.66**
Cash Flow from Investing Activities			-
Total Cash sent on purchase of fixed assets	(250,249.97)	(37,393.67)	(287,643.64)
Cash Flow from Financing ativities			
ANZ	-	-	-
Grant	-	-	-
Net Cash decrease for the period	(323,031.78)	(102,345.86)	(425,377.64)
Cash at the beginning of the period	356,528.58	122,645.39	479,173.97
Cash at the end of the period	**33,496.80**	**20,299.53**	**53,796.33**

Chairman
Board

Date 04/01/2018

General Manager

Date 04/01/2018

Tarawa
Central Pacific Producers Ltd
Statement of Financial Performance
for the year ended 31 December 2016

	Notes	Jan, 16 - Dec, 16	Jan,15-Dec,15	Jan,14-Dec,14
		2016	2015	2014
Sales	1	409,939.73	482,340.06	672,123.00
Less: Cost of Sales	2	61,977.38	182,468.66	67,900.50
Gross Profit		**347,962.35**	**299,871.40**	**604,222.50**
Plus: Operating Revenue				
Agency	3	2,254,198.70	1,606,385.92	3,880,091.00
Administration fee (Crewing)	3	1,075,613.88	746,893.95	107,026.00
Charter		12,170.00	327,285.70	24,776.00
Freight & Handling		283,173.27	287,297.29	217,203.57
Hire		22,003.46	18,458.51	5,176.00
Seafare		31,426.42	27,551.25	11,306.50
Storage		-		
Ice		1,133.00		
Interest on IBD		1,060.44	1,260.71	71.59
Catering & Processing				
Rental				
Sundry révenue	4	48,440.19	365,489.58	44,257.70
Seacucumber/Seaweed				
Canoe lease outer island				
other revenue				
		3,729,219.36	**3,380,622.91**	**4,289,908.36**
Total Revenue		**4,077,181.71**	**3,680,494.31**	**4,894,130.86**
Less: Operating Expense				
Staff salary/wages	5	314,857.10	354,111.64	342,060.11
stationary		22,920.54	14,353.13	19,846.00
telephone		18,854.25	11,835.81	21,293.00
overseas travelling		3,168.76	13,850.00	7,881.00
local travelling & transport		11,642.03	18,739.00	14,237.00
Fuel & Oil	6	209,783.93	163,571.23	188,698.00
Repair & Maintenance	7	140,147.61	189,958.14	287,108.52
Ration		26,787.72	8,656.30	10,410.00
Subsidised rent		4,733.34	5,351.32	4,434.00
KPF expense		45,681.63	4,284.15	5,033.00
Advertisement & Postage		3,351.42	2,476.30	2,426.00
Freight Expenses		476.50	21,487.61	6,382.00
Port Charges		20,087.49	12,071.55	11,590.00
Board of Directors Expenses		8,995.95	7,185.00	6,946.00
Entertainment		13,547.86	8,510.80	2,917.00
Interest & Comission exp			355.13	567.00
Survey expenses		2,283.50	1,051.00	1,313.00
Training/Consultation fee		743.80	5,170.25	828.00
Bank Charges		2,776.30	11,616.60	4,187.00

Custom		539.17	6,533.85	-
Insurance		401.00		-
Doubtful debts			861,091.07	841,923.56
Depreciation		259,976.83	85,760.62	22,827.30
Amortization		52,523.67	30,161.36	37,594.58
Overtime/Extra hour		50,414.46	41,491.73	63,903.90
Leave grant		44,480.00	42,350.00	25,519.00
License		6,657.90	16,778.19	5,248.00
Electricity		48,879.04	49,732.09	53,861.00
Disbursement				
Hire expenses		18,123.62	7,068.93	24,702.00
Marine Allowances		11,455.05	26,917.06	9,427.00
Other expenses	8	47,998.35	46,794.15	13,196.98
Cleaning Material		4,743.81	411.58	3,498.00
Subsistence allowance		18,288.51	4,835.81	18,456.00
Audit fee		5,285.00		
Charge & shift allowance		1,554.76	7,067.43	2,330.00
Abnormal/Shift & Bonus allowances		338.49	696.88	
stevedoring		11,784.71		6,489.00
Seacucumber & Seaweed Exp	9	27,019.45		
Service charges				
Compensation of Moamoa		47,176.75	13,960.17	16,843.00
Hiring & processing exp				
Legal fee		1,280.00	4,000.00	4,000.00
Interest on loan		10,850.00	5,778.70	
Seasonal ticket		1,318.40	1,188.00	6,802.00
Agency expense	3	2,609,227.96	1,850,718.31	2,251,358.00
Casual labour		28,049.04	50,224.11	46,563.00
Bus fare		4,672.30		
Total Expenses		**4,163,878.00**	**4,008,195.00**	**4,392,698.95**
Operating Profit (Loss) before tax		(86,696.29)	(327,700.69)	501,431.91
Less: Non - Operating expense				
Plus: Non - Operating Revenue				
PPI				27,634.46
Government Aids released				
Net Profit (Loss) after tax		**(86,696.29)**	**(327,700.69)**	**529,066.37**

Chairman
Board of Directors

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Dates 04/01/18

General Manager

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Dates 04/01/18

Notes

	Jan, 16 - Dec, 2016 2016	Jan, 15 - Dec, 2015 2015 $	Jan, 14 - Dec,14 2014 $
1 Sales			
Sales fish	9,872.86	208.79	6,409.00
Discarded fish	391,582.47	188,457.39	447,657.50
Lobsters		216.00	2,312.00
Fisghing gear	8,484.40	738.80	1,110.00
Seaweed sales		287,723.08	203,483.00
Fish processing & catering		4,996.00	11,151.00
	409,939.73	482,340.06	672,122.50
2 Cost of Sales			
Inventory (1 Jan 2016	15,774.35	11,320.74	11,320.74
Plus Purchase	165,458.20	**182,468.66**	**67,900.50**
	181,232.55	193,789.40	79,221.24
Less: Inventory (31/12/16	119,255.17	**11,320.74**	**11,320.74**
	61,977.38	182,468.66	67,900.50
3 Agency Revenue			
Agency Service	2,128,715.52	1,453,598.75	3,624,552.00
Agenyc fee	125,483.18	152,787.17	255,539.00
Total Agency Revenue	**2,254,198.70**	**1,606,385.92**	**3,880,091.00**
Crewing income	969,283.68	687,884.34	
Administration Income	106,330.20	59,009.00	107,026.00
Crewing income	**1,075,613.88**	**746,893.34**	**3,880,091.00**
Add Crewing Wages	1,046,599.15	640,488.85	447,737.00
Less Agency expense	1,562,628.81	1,210,229.46	1,803,621.00
Total Agency Expense	**2,609,227.96**	**1,850,718.31**	**2,251,358.00**
Actual income	720,584.62	502,560.95	5,508,824.00
4 Sundry Revenue			
Sundry revenue	48,440.19	361,689.58	44,142.70
Assets resales		3,800.00	115
Repair & services			
Gain on Exchange rate			
	48,440.19	**365,489.58**	**44,257.70**
5 Salary Wages & Expense			
Staff wages	301,801.21	322,333.48	319,975.11
Temporary	13,055.89	31,778.16	22085
Casuals			
	314,857.10	354,111.64	342,060.11
6 Fuel & Oil			
Fuel & Oil for transport	83,490.95	49,831.19	31,520.00
Fuel & Oil for Moa, Bene2	126,292.98	113,740.04	157,178.00
Fuel & Oil for Terien/Generator/Boat			
Outer island fuel			
	209,783.93	**163,571.23**	**188,698.00**
7 Repair and Maintenance			
Building	47,699.72	33,604.99	3,762.89
Moamoa	53,133.20	**146,213.22**	262,466.63
Tebenebene/ Tiaroa			
Terlena			

Tarawa
Central Pacific Producers Ltd
Statement of Financial Position
as at 31 December 2016

	Notes	Jan, 16 - Dec, 16 2016	Jan,15-Dec,15 2015	Jan,14-Dec,14 2014
Current Assets				
Cash at Bank	10	74,866.65	275,591.74	184,919.08
Petty cash			755.94	846.00
Cash in transit		2,166.59	1,949.98	
Trade accounts receivable	11	484,622.73	966,076.89	1,768,506.26
Sundry accounts receivable	12	15,569.48	12,175.13	27,187.84
Inventory				
Suspense Debtors		477,096.65		186,211.59
Stock of spare parts		169,152.61	169,152.61	169,152.61
Stock of fishing gears		15,255.17	15,774.35	
Stock of Seaweed		104,000.00		
Prepayment		802.00		
		1,343,531.88	**1,441,476.64**	**2,336,823.38**
Less: Current Liabilities				
Accounts Payable	13	662,143.23	386,537.43	553,358.52
Sundry Accounts Payable	14		79,377.75	49,775.13
Accrued Expenses	15	122,868.47	61,897.19	44,934.11
Suspense Creditors			392,840.33	
		785,011.70	**920,652.70**	**648,067.76**
Working Capital		**558,520.18**	**520,823.94**	**1,688,755.62**
Plus Non Current Assets	16	1,130,705.69	1,173,272.77	288,924.00
Plus IBD		28,237.40	214,797.80	13,557.86
Less: Long term loan			104734.95	
Net Assets		**1,717,463.27**	**1,804,159.56**	**1,991,237.48**
Represented by the Following				
Paid up Share		500	500	500.00
Retained Earnngs		(1,231,433.81)	(903,733.12)	(1,432,799.49)
Net Profit for the year		(86,696.29)	(327,700.69)	529,066.37
Government Aids Reserve		3,035,093.37	3,035,093.37	2,894,470.60
		1,717,463.27	**1,804,159.56**	**1,991,237.48**

Chairman
Board of Directors

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Dates 04/01/18

General Manager

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Dates 04/01/18

Vehicles	34,731.10	4,679.92	12,103.00
Cold store & Par access & Generator			
Office Equipment	4,583.59	5,460.01	8,776.00
Seaweed Generator Repair			
Boat Repair			
	140,147.61	189,958.14	**287,108.52**
8 Other Expense			
Cash refund/Sales reimbursement		581.20	1,223.00
Cargo recovery/Seafare refund		6,496.30	9,113.00
Others	47,998.35	39,716.65	2,860.98
	47,998.35	**46,794.15**	**13,196.98**
PPI			
Adjustment for creditors			
Adjustment balance related to previous			
Adjustment balance of debtors			
Stock adjustment			27,634.46
Cargo recovery			
Hiring truck dated			
		-	27,634.46
9 Seaweed expense			
Seaweed purchase		151,214.51	53,966.00
Seaweed expense	27019.45		
	27019.45		
10 Cheque			
188832 account (cppl)	72,674.64	224,600.30	84,359.05
Seaweed revolvin fund	2192.01	50,991.44	100,560.03
	74,866.65	275,591.74	184,919.08
11 Trade Accounts receivable			
Debtors Contrl (Local)	1,123,311.44	872,084.05	861,121.26
Debtors Control (Overseas)	222,402.36	955,083.91	1,749,308.56
	1,345,713.80	1,827,167.96	2,610,429.82
Less: Provision for Doubtful debts	861,091.07	861,091.07	841,923.56
	484,622.73	966,076.89	1,768,506.26
12 Sundry Accounts Receivable			
Staff imprest control			
Staff fish adv & salary advance and othe	15,569.48	12,175.13	27,187.84
Other debtors			
	15,569.48	12,175.13	27,187.84
13 Account Payable			
Accounts Payable	543,367.55	267,761.76	434,582.84
Long term account payable	118,775.68	118,775.68	118,775.68
	662,143.23	386,537.44	553,358.52
14 Sundry Account payable			
Overseas Creditors	0	79,377.75	49,775.13
Sundry creditors	0		
	0	79,377.75	49,775.13
15 Accrued Expense			
Payable Tax	4032.82	2,078.37	2,668.94
Payable DBK			

Payable KPF Contribution	25,312.00	4,504.15	3,591.88
Payable KPF Subsidy			
Payable KPF Loan			
Payable staff & Crew wages	93523.65	55,314.67	38,223.29
Payable staff BOK loan			
House rent payable			
Internet Arrears			450.00
	122,868.47	61,897.19	44,934.11

Non Current Assets	Office Furniture & Equipment	Plant & Machinery	Fittings	Coolers	Motor Vehicle	Buildings	Vessel	Boats & Canoe	Engine	Total
Cost Valuation										
Bal as at 1/1/2016	577,768.10	75,514.74	20,804.64	65,322.27	437,248.41	294,900.90	42,638.15	229,523.08	115,243.75	1,858,964.04
Added during the Period	12,822.88	43,252.15	395.00	675.60	9,000.00			203,787.78		269,933.41
Adjustment										
Bal as at 31/12/2015	**590,590.98**	**118,766.89**	**21,199.64**	**65,997.87**	**446,248.41**	**294,900.90**	**42,638.15**	**433,310.86**	**115,243.75**	**2,128,897.45**
Depreciation										
Bal as at 31/12/2016	558,113.71	24,548.06	7,096.68	64,884.02	339,671.28	36,862.61	12,791.45	68,789.00	34,185.26	1,146,942.07
Charge during the period	2,160.45	7,638.65	41.15	168.88	562.50			24,818.36	10,083.82	45,473.81
Adjustment										-
Bal as at 31/12/2015	**560,274.16**	**32,186.71**	**7,137.83**	**65,052.90**	**340,233.78**	**36,862.61**	**12,791.45**	**93,607.36**	**44,269.08**	**1,192,415.87**
Net Book Value (NBV)										
As at 31/12/2016	**30,316.82**	**86,580.18**	**14,061.81**	**944.97**	**106,014.63**	**258,038.29**	**29,846.71**	**339,703.50**	**70,974.67**	**936,481.58**
As at 31/12/2015	41,923.81	63,240.71	18,909.12	893.82	172,754.62	287,528.38	36,242.43	195,162.54	109,869.43	926,524.86
										$194,224.25
										1,130,705.83
										0

Note 16

Date	Donated Assets	Rate	NBV 1-1-2016	Bought	Sold	Total	Amortisation	NBV 31-12-2016
2016	3 Ice making Machine	15.00%	$60,303.59			60,303.59	$9,045.54	$51,258.05
	3 Outboard engine	25.00%	$66,741.93			66,741.93	$16,685.48	$50,056.45
	Kuria spare parts on engine	25.00%	$638.76			638.76	$159.69	$479.07
	3 Fibre Glass Boat	15.00%	$31,329.48			31,329.48	$4,699.42	$26,630.06
	Truck for CPPL HQ	25.00%	$61,982.66			61,982.66	$15,495.66	$46,486.99
	6 Truck spare tire	25.00%	$123.39			123.39	$30.85	$92.54
	Outer Islands spare parts	25.00%	$25,628.12			25,628.12	$6,407.03	$19,221.09
	Total		$246,747.92			246,747.92	$52,523.67	$194,224.25

Kiritimati Branch
Central Pacific Producers Ltd
Statement of Financial Performance
for the year ended 31 December 2016

	Notes	Jan, 16-Dec,16 2016	Jan,15-Dec,15 2015	Jan,14-Dec,14 2014
Sales	1	17,507.10	67,334.65	22,562.56
Less: Cost of Sales	2	(48,479.05)	74,326.95	8,919.53
Gross Profit		**(30,971.95)**	**(6,992.30)**	**13,643.03**
Plus: Operating Revenue				
Agency	3	1,595,028.85	1,298,949.20	781,867.29
Administration fee (Crewing)	3	353,131.72	84,675.64	
Charter				
Freight & Handling		26,782.40	91,102.13	37,804.52
Hire	4	5,964.01	81,269.16	12,311.55
Seafare		11,646.30	75,321.68	
Storage		1,618.70	17,618.46	3,422.85
Ice		15,645.30		20,151.20
Interest on IBD		3,345.69	1,257.53	51.75
Fishing gear				815.40
Catering & Processing				
Rental				
Sundry revenue				
Other income	5	7,957.46	10,213.04	2,195.89
Seacucumber/Seaweed				
Canoe lease outer island				
other revenue & audit adjustment				
		2,021,120.43	**1,660,406.84**	**858,620.45**
Total Revenue		**1,990,148.48**	**1,653,414.54**	**872,263.48**
Less: Operating Expense				
Staff salary/wages	6	101,849.58	46,123.57	56,957.70
stationary		664.7		75.00
telephone		6,603.76	587.93	4,068.81
overseas travelling				
local travelling & transport		2,395.00	2,357.20	1,681.30
Fuel & Oil	7	20,099.20	28,005.97	5,405.72
Repair & Maintenance	8	35,475.30	11,589.46	4,259.73
Ration		500.00	10,233.90	
Subsidised rent		383.75	225.80	1,459.89
KPF expense		12,503.01	11,393.26	6,862.70
Advertisement & Postage			388.40	
Freight Expenses		24,068.23		
Port Charges				
Board of Directors Expenses				
Entertainment		8,511.00	4,254.20	2,806.30
Interest & Comission exp				
Survey expenses				
Training/Consultation fee			1,450.00	
Bank Charges		2,542.11	885.88	540.00
Custom				
Insurance		3,485.00	3,603.12	
Doubtful debts				
Depreciation		38,076.48	37,335.26	37,335.26
Overtime/Extra hour		1,481.42	594.11	
Leave grant		9,750.00	6,000.00	5,250.00
License			78.00	1,492.60
Electricity		30,960.22	19,134.97	24,634.77
Disbursement				

Hire expenses		11,342.13	2,604.10	7,170.00
Marine Allowances				
Sundry Expenses				
Materials				
Subsistence allowance		7,005.00	7,130.00	1,350.00
Audit fee				
Charge & shift allowance		2,530.76	355.00	
stevedoring				
Donation				
Seacucumber & Seaweed Exp				
Service charges				
Other expenses				339.45
Moamoa expense	9	121,046.75		
Cleaning expense		1,119.30		223.25
Legal fee				
Debtors adjustment				
Stock adjustment				
Export Fee				35.00
Vessel Compensation			234,997.64	36,859.04
Agency service exp	3	1,098,669.98	982,885.20	494,126.25
Obsolete stock				
Water				
Total Expenses		**1,541,062.68**	**1,412,212.97**	**692,932.77**
Operating Profit (Loss) before tax		**449,085.80**	**241,201.57**	**179,330.71**
Less: Non - Operating expense				
PPI/Other expense	10	6834.63	28,095.65	60,044.04
Plus: Non - Operating Revenue				
Other revenue				
Government Aids released				
Net Profit (Loss) after tax		**442,251.17**	**213,105.92**	**119,286.67**

Chairman
Board of Directors

Dates 04/01/18

General Manager

Dates 04/01/18

Xmas Branch
Central Pacific Producers Ltd
Statement of Financial Position
as at December-2016

	Notes	Jan, 16 - Dec, 16 2016	Jan,15-Dec,15 2015	Jan,14-Dec,14 2014
Current Assets				
Cash at Bank		(21,447.72)	202,427.44	376,197.43
Petty cash		377.4	398.85	329.30
Cash in transit		1356.2		
Trade accounts receivable	11	1,192,562.90	580,474.32	495,195.47
Sundry accounts receivable	12	55,607.15	55,607.15	55,607.15
Inventory				
Stock of spare parts		9,977.90	9,977.90	9,977.90
Stock of fishing gears		25,409.55	28,716.90	28,977.30
Other receivable,Agency				
Stock of Office supply		3,500.00		
Stock of Seaweed		52,302.40		
Imprest				
Other debtors				
		1,319,645.78	**877,602.56**	**966,284.55**
Less: Current Liabilities				
Accounts Payable	13	16,065.48	27,365.94	45,714.82
Suspence Payable		288,557.91	208,612.03	169,386.32
Accrued Expenses		1,920.41	6,724.58	6,724.58
Other Creditors				
		306,543.80	**242,702.55**	**221,825.72**
Working Capital		**1,013,101.98**	**634,900.01**	**744,458.83**
Plus Non Current Assets	14	351,304.27	371,670.52	409,005.78
Plus IBD		454,415.45	370,000.00	10,000.00
Net Assets		**1,818,821.70**	**1,376,570.53**	**1,163,464.61**
Represented by the Following				
Paid up Share				
Retained Earnngs fwd		(296,622.14)	(509,728.06)	(629,014.73)
Net Profit for the year		442,251.17	213,105.92	119,286.67
Government Aids Reserve		1,673,192.67	1,673,192.67	1,673,192.67
		1,818,821.70	**1,376,570.53**	**1,163,464.61**

The attached notes form part of this Financial Report.

Chairman
Board of Directors

Dates 04/01/18

General Manager

Dates 04/01/18

Notes

		Jan, 16 - Dec, 16 2016 $	Jan, 15 - Dec, 2015 2015 $	Jan, 14 - Dec,14 2014 $
	1 Sales			
	Chilled fish		3,398.30	7,323.65
	Chilled Lobster			
	Fish - Frozen	15,300.00	14,649.00	15,238.91
	Fish - Salted			
	Seaweed		30,010.10	
	Ice block		19,016.85	
	Fishing gear	2,207.10	260.40	
		17,507.10	67,334.65	22,562.56
	2 Cost of Sales			
	Inventory (1 Jan 2016)	28,716.90		
	Plus Purchase	508.00	**67,334.65**	**8,919.53**
		29,224.90	67,334.65	8,919.53
Less:	Inventory (31/12/16)	77,703.95		
		(48,479.05)	**74,326.95**	**8,919.53**
	3 Agency Revenue			
	Agency Service	1,595,028.85	1,247,998.13	781,867.29
	Agenyc fee		50,951.07	
	Total Agency Revenue	**1,595,028.85**	**1,298,949.20**	**781,867.29**
	Crewing income	315,165.55	75,568.56	
	Administration Income	37,966.17	9,107.08	
	Total crewing revenue	**353,131.72**	**84,675.64**	-
Less:	Crewing Wages	303,151.38	102,790.32	
	Agency expense	795,518.60	880,094.88	494,126.25
	Total Agency Expense	**1,098,669.98**	**982,885.20**	**494,126.25**
	Actual income	849,490.59	400,739.64	287,741.04
	4 Hire			
	Boat hire	3,983.57	54,615.34	
	Truck hire	1,580.44	26,653.82	12,311.55
	Cooler hire	400.00		
		5,964.01	**81,269.16**	**12,311.55**
	5 Other income			
	Sundry revenue	7,769.46	10,213.04	2,195.89
	Damage goods sale	20.00		
	Repair & services			
	fuel sale	168.00		
		7,957.46	**10,213.04**	**2,195.89**
	6 Salary Wages & Expense			
	Staff wages	92,646.55	44,058.60	53,333.35
	Temporary	9,203.03	2,064.97	3,624.35
	Casuals			
		101,849.58	46,123.57	56,957.70
	7 Fuel & Oil			
	Fuel & Oil for transport	20,099.20	28,005.97	5,405.72
	Fuel & Oil for Generator			
		20,099.20	**28,005.97**	**5,405.72**

8 Repair and Maintenance			
Building	1,506.40		85.83
Boat	10,383.70	2,092.40	931.65
Vehicles	12,926.21	4,387.84	2,137.45
Equipments	10,658.99	5,109.22	1,104.80
	35,475.30	**11,589.46**	**4,259.73**
9 Moamoa Expense			
Fuel	85,462.80		
Ration	12,155.70		
Stevedoring	1,321.25		
Claim	4,618.15		
Repair and others	17,488.85		
	121,046.75		
10 Sundry Expense			
Cash refund/Sales reimbursement			
Cargo recovery/Seafare refund			
Others	6,834.63	28,095.65	60,044.04
	6,834.63	**28,095.65**	**60,044.04**
11 Trade Accounts receivable			
Debtors Contri (Local)	399,573.57	458,342.52	391,001.38
Debtors Control (Overseas)	792,989.33	122,131.80	104,194.09
	1,192,562.90	**580,474.32**	**495,195.47**
Less: Provision for Doubtful debts			
	1,192,562.90	580,474.32	495,195.47
12 Sundry Accounts Receivable			
Salary advance	29384.35	29,384.35	29,384.35
Kereboki (overseas)	26222.8	26,222.80	26,222.80
Other debtors			
	55,607.15	55,607.15	55,607.15
13 Account Payable			
KPA		1,300.46	16,717.38
Linnix	16,065.48	26,065.48	28,997.44
	16,065.48	**27,365.94**	**45,714.82**

Central Pacific Producer Limited

Schedule of Assets Ended 31 December 2016

Non Current Assets	Office Furniture & Equipment	Plant & Machinery	Fittings	Coolers	Motor Vehicle	Building	Boats & Canoe	Total
Cost Valuation								
Bal as at 1/1/2016	1,051.30	414,704.80	23,816.85		57,600.00	742,500.00	88,400.00	1,328,072.95
Added during the Period	2,755.70	1,685.71					13,268.80	17,710.23
Adjustment								
Bal as at 31/12/2016	3,807.00	416,390.53	22,816.85		57,600.00	742,500.00	101,668.80	1,345,783.18
Depreciation								
Bal as at 1/1/2016	841.04	414,704.80	23,816.85		57,600.00	408,375.00	88,400.00	993,737.69
Charge during the period	440.45	134.91					165.86	741.22
Adjustment								
Bal as at 31/12/2016	1,281.49	414,839.71	23,816.85		57,600.00	408,375.00	88,565.86	994,478.91
Net Book Value (NBV)								
As at 31/12/2016	2,525.51	1,550.82				334,125.00	13,102.94	351,304.27
As at 31/12/2015	420.52					371,250.00		371,670.52