

OLD ACHIMOTAN ASSOCIATION

STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 2003

	Notes	2003 ¢	2002 ¢
Income	8	67,560,803	176,248,151
General and administrative expenses		<u>(90,634,468)</u>	<u>(197,742,571)</u>
		(23,073,665)	(21,494,420)
Other income	9	<u>10,926,979</u>	<u>10,202,076</u>
Deficit for the year	10	<u>(12,146,686)</u>	<u>(11,292,344)</u>

ACCUMULATED FUND FOR THE YEAR ENDED 31 DECEMBER 2003

	2003 ¢	2002 ¢
Balance as of 1 January	27,050,686	38,343,030
Deficit for the year	<u>(12,146,686)</u>	<u>(11,292,344)</u>
Balance as of 31 December	<u>14,904,000</u>	<u>27,050,686</u>

The attached notes 1 to 12 form an integral part of these financial statements.

OLD ACHIMOTAN ASSOCIATION

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2003

	Note	2003 ¢	2002 ¢
OPERATING ACTIVITIES			
Deficit for the year		(12,146,686)	(11,292,344)
Adjustment for:			
Depreciation		3,380,925	2,970,925
Non cash donation – fax machine		<u>(2,800,000)</u>	<u>-</u>
Operating loss before working capital changes		(11,565,761)	(8,321,419)
Increase in accounts receivable and prepayments		(3,339,475)	(1,000,000)
Decrease /(increase) in inventories		2,198,813	(3,777,213)
Increase in accounts payable and accruals		<u>9,299,234</u>	<u>15,626,715</u>
Net cash (used in)/ from operating activities		<u>(3,407,189)</u>	<u>2,528,083</u>
(Decrease) /increase in cash and cash equivalents	11	(3,407,189)	2,528,083
Cash and cash equivalents at the beginning of the year		<u>58,584,556</u>	<u>56,056,473</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	11	<u>55,177,367</u>	<u>58,584,556</u>

The attached notes 1 to 12 form an integral part of these financial statements.

OLD ACHIMOTAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003

1. ACTIVITIES

The Old Achimotan Association is a private non-profit making organisation established in Accra, Ghana to:

- i. Form a bond of union between Old Achimotans and the school.
- ii. Promote the maintenance of members' interest in Achimota School.
- iii. Promote the willingness of members to assist in the school's welfare.
- iv. Promote the ideals for which Achimota School was founded.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared in accordance with Ghana Accounting Standards issued by the Ghana National Accounting Standards Board (GNASB).

The significant accounting policies adopted and consistently applied are as follows:

Accounting convention

The financial statements are prepared under the historical cost convention.

Property, and equipment

Property and equipment are stated at cost less accumulated depreciation.

Depreciation

Depreciation is provided on a straight-line basis at fixed annual rates over the estimated useful lives of the various classes of assets as follows:

Furniture and fittings	33%
Office equipment	25%

OLD ACHIMOTAN ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2003

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue recognition

Dues and other funds are recognized as and when received.

Accounts receivable

Accounts receivable are stated net of provisions for amounts estimated to be non-collectable. Bad debts are written off as incurred.

Cash and cash equivalents

Cash and cash equivalents are defined as cash and bank balances, bank overdrafts and investments in marketable securities that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value.

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and bank and treasury bills investment balances.

Accounts payable and accruals

Liabilities are recognized for amounts to be paid in the future for goods or services received.