

OLD ACHIMOTAN ASSOCIATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2010

1. NATURE OF OPERATION AND BACKGROUND

OLD ACHIMOTAN ASSOCIATION is a private Non-profit making organization.

The main objectives of the Association are to:

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

2. SIGNIFICANT ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention.

Fixed Assets

Fixed Assets have been stated at cost less accumulated depreciation.

Depreciation

Depreciation is provided on a straight line basis at rates estimated over the useful lives of the groups of assets as follows:

| | |
|------------------------|-----|
| Furniture and fittings | 33% |
| Office Equipment | 25% |

Revenue recognition

Dues and other funds are recognized as and when they are received.

3 FIXED ASSETS

| COST | Furniture and Fittings GH¢ | Office Equipment GH¢ | TOTAL GH¢ |
|---------------------------|---|-------------------------------------|----------------------|
| Balance at 01 January | 260.00 | 4,794.37 | 5,054.37 |
| Additions during the year | 0.00 | 1,450.00 | 1,450.00 |
| Balance at 31 December | 260.00 | 6,244.37 | 6,504.37 |
| DEPRECIATION | | | |
| Balance at 01 January | 260.00 | 4,337.37 | 4,597.37 |
| Charge for the year | 0.00 | 642.50 | 642.50 |
| Balance at 31 December | 260.00 | 4,979.87 | 5,239.87 |
| NET BOOK VALUE | | | |
| As at 31 December 2010 | 0.00 | 1,264.50 | 1,264.50 |
| As at 31 December 2009 | 0.00 | 457.00 | 457.00 |

| | 2010 GH¢ | 2009 GH¢ |
|--|---------------------|---------------------|
| 4 ACCOUNTS RECEIVABLE AND PREPAYMENTS | | |
| Sundry receivables | 0.00 | 0.00 |
| Other receivables | 400.00 | 750.00 |
| | 400.00 | 750.00 |
| 5 INVESTMENTS | | |
| Treasury bill | 18,055.23 | 14,352.68 |
| Call deposit | 0.00 | 0.00 |
| | 18,055.23 | 14,352.68 |
| 6 BANK BALANCES AND CASH | | |
| Cash at bank | 11,977.85 | 3,401.79 |
| Cash in hand | 1,395.89 | 2,215.81 |
| | 13,373.74 | 5,617.60 |