

NEGRIL CHAMBER OF COMMERCE LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2024

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MAYE & CO. INTEGRITY ACCOUNTANTS
CHARTERED ACCOUNTANTS

NEGRIL CHAMBER OF COMMERCE LIMITED

DIRECTORS:

SECRETARY:

REGISTERED OFFICE: P.O. Box 3055, Negril, Westmoreland

REPORT OF THE DIRECTORS

The Directors have submitted their report together with the accounts for the year ended JUNE 30, 2024.

The net surplus for year before charging depreciation amounted to: 1,459,079

Less: Depreciation (221,313)

DEFICIT BEFORE TAXATION 1,237,766

Less: Taxation based on the result of the year
Income tax 25% -

DEFICIT AFTER TAXATION 1,237,766

Surplus brought forward 19,175,961

SURPLUS CARRIED FORWARD \$ 20,413,727

**WE HEREBY CERTIFY THAT THIS IS A TRUE COPY OF THE FINANCIAL
STATEMENTS OF NEGRIL CHAMBER OF COMMERCE AS LAID OUT ON
PAGES 3-12**

DONALD GRIZZLE (DIRECTOR)

NEGRIL CHAMBER OF COMMERCE LIMITED

Statement of Financial Position

AS AT JUNE 30, 2024

	<u>NOTE</u>	<u>2024</u>	<u>2023</u>
		<u>\$</u>	<u>\$</u>
CURRENT ASSETS			
Cash and cash equivalents	3	9,073,295	8,499,410
Owed by related party	4	7,120,850	6,235,656
NVP Health Fund (Issa)	4b	10,400,006	10,400,006
Accounts Receivables	5	1,231,875	1,231,875
Total current assets		<u>27,826,026</u>	<u>26,366,946</u>
CURRENT LIABILITIES			
Accounts payable	6	200,000	200,000
Taxation payable	7	-	-
Total current liabilities		<u>200,000</u>	<u>200,000</u>
Net current assets		27,626,026	26,166,946
NON-CURRENT ASSETS			
Property, plant and equipment	8	<u>3,748,752</u>	<u>3,970,065</u>
Total assets less current liabilities		<u>31,374,779</u>	<u>30,137,011</u>
EQUITY			
Members' fund	9 (a)	60,044	60,044
Reserve	9 (b)	<u>31,314,735</u>	<u>30,076,967</u>
Total equity		<u>31,374,779</u>	<u>30,137,011</u>

The financial statements on pages 3 to 12 were approved for issue by the Board of Directors and signed on its behalf by:

..... DIRECTOR

Donald Grizzle

..... DIRECTOR

Sophie Roumel

The accompanying notes form an integral part of the financial statements.

NEGRIL CHAMBER OF COMMERCE LIMITED
Statement of Comprehensive Income
For the Year Ended JUNE 30, 2024

	<u>Note</u>	<u>2024</u>	<u>2023</u>
		<u>\$</u>	<u>\$</u>
Gross operating revenue		3,365,309	4,467,429
Cost of operating revenue		<u>(1,249,168)</u>	<u>(1,729,382)</u>
Gross operating profit		2,116,141	2,738,047
Administrative and other expenses		<u>(1,030,786)</u>	<u>(1,791,210)</u>
		1,085,355	946,837
Finance income		154,264	293,518
Finance cost		<u>(1,852)</u>	<u>(18,264)</u>
Profit/(loss) from operations before taxation		1,237,766	1,222,090
Taxation		<u>-</u>	<u>-</u>
Profit/(loss) for the year, being total comprehensive surplus/(deficit)		<u><u>1,237,766</u></u>	<u><u>1,222,090</u></u>

The accompanying notes form an integral part of the financial statements.

NEGRIL CHAMBER OF COMMERCE LIMITED
Company Statement of Changes in Equity
For the Year Ended JUNE 30, 2024

	Members' Fund	Building Reserve	Health Fund Reserve	Accumulated Deficit	Special Projects Surplus	Total
Balance at June 30, 2022	60,044	6,445,128	10,901,006	(6,357,138)	17,282,540	28,331,580
Total comprehensive profit for the year	-	-	-	1,805,431	-	1,805,431
Balance at June 30, 2023	60,044	6,445,128	10,901,006	(4,551,707)	17,282,540	30,137,011
Total comprehensive profit for the year	-	-	-	1,237,766	-	1,237,766
Balance at June 30, 2024	60,044	6,445,128	10,901,006	(3,313,941)	17,282,540	31,374,777

The accompanying notes form an integral part of the financial statements.

NEGRIL CHAMBER OF COMMERCE LIMITED
Company Statement of Cash Flows
For the Year Ended JUNE 30, 2024

	<u>2024</u>	<u>2023</u>
	<u>\$</u>	<u>\$</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit/(loss) for the year	1,237,766	1,222,090
Adjustment for:		
Depreciation	221,313	221,313
	<u>1,459,079</u>	<u>1,443,403</u>
 (Increase)/decrease in current assets:		
Accounts receivable	-	164,640
Owed by related party	(885,195)	546,145
 Increase/(decrease) in current liabilities:		
Accounts payable	-	(2,086,834)
Taxation Payable	0	0
Special grant armotization	-	-
Cash provided by (used in) operations	<u>573,885</u>	<u>67,355</u>
 CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(0)	(0)
Investments		
Net cash used in investing activities	<u>(0)</u>	<u>(0)</u>
 CASH FLOWS FROM FINANCING ACTIVITIES		
Reserves	-	583,341
Investments	-	-
Net cash used in investing activities	<u>-</u>	<u>583,341</u>
 Net increase/(decrease) in cash and cash equivalents	573,885	650,696
 Cash and cash equivalents at beginning of the year	<u>8,499,410</u>	<u>7,848,715</u>
Cash and cash equivalents at end of the year	<u><u>9,073,295</u></u>	<u><u>8,499,410</u></u>
 Represented by:		
Cash and cash equivalents	<u>9,073,295</u>	<u>8,499,410</u>
	<u><u>9,073,295</u></u>	<u><u>8,499,410</u></u>

The accompanying notes form an integral part of the financial statements.

NEGRIL CHAMBER OF COMMERCE LIMITED
Notes to the Financial Statements
For the Year Ended JUNE 30, 2024

1. Incorporation and Identity

Negril Chamber of Commerce Limited is a company limited by guarantee and does not have a share capital. The liability of each member is restricted to \$0.10. The company is incorporated and domiciled in Jamaica. The registered office of the company is Negril, P.O. Box 3055, Negril Westmoreland.

The main activity of the company is to promote Negril as a prime tourist destination under the name Negril Chamber of Commerce.

2. Basis of Preparation and Significant Accounting Policies

Basis of Preparation and Statement of Compliance.

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

a. Basis of Preparation:

The financial statements of the company have been prepared in accordance with International Financial Reporting Standards (IFRS) under the historical cost convention and the relevant requirements of the Jamaican Companies Act.

The preparation of these financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It requires management to exercise its judgement in the process of applying the company's accounting policies. Although these estimates are based on management's best knowledge of current events and action, actual results could differ from those estimates. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed under their respective headings.

b. Revenue Recognition:

Revenue comprises the fair value of the consideration received or receivable for the sale of goods and services in the ordinary course of the company's activities. Revenue is recognized when services have been performed and there is acceptance by the customer. No revenue is recorded if there are significant uncertainties regarding recovery of the consideration due, the associated costs. Revenue is shown net of Consumption Tax, returns, rebates and discounts. Interest income is recognised as it accrues, unless collectability is in doubt.

c. Foreign Currency Translation.

1. 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 Jamaican dollars, which is the company's functional and presentational currency.

NEGRIL CHAMBER OF COMMERCE LIMITED
Notes to the Financial Statements
For the Year Ended June 30, 2024

c. 11. Transactions and Balances.

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Gains or Losses arising from settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities dominated in foreign currencies are recognized in the statement of comprehensive income.

d. Plant, Machinery and Equipment.

Plant, machinery and equipment and other assets are carried at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the item. Depreciation is calculated on the straight line basis at rates estimated to write off the cost of the assets over their expected useful lives. Annual rates used are as follows:

Buildings	2.5%
Furniture, fixtures and equipment	10%
Motor vehicles	20%
Computer systems	20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date. Gains and losses and disposal of plant, machinery and equipment are determined by comparing proceeds with the carrying amount and are included in the statement of comprehensive income. Repairs and maintenance expenditure are charged to the statement of comprehensive income during the financial period in which they are incurred. The cost of major renovations is included in the carrying amount of the asset when it is probable that future economic benefits in excess of the originally assessed standard of performance of the existing asset will flow to the company.

e. Impairment of Non-Current Assets.

Plant, machinery and equipment and other assets are reviewed for impairment 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 assets exceeds its recoverable amount, which is the greater of the asset's net selling price and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identified cash flows.

f. Receivables and Payables

Receivables and payables are carried at original invoice amounts. A provision for impairment of receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables. The amount of the provision is the difference between the carrying amount and the recoverable amount. Bad debts are written-off during the year in which they are identified.

NEGRIL CHAMBER OF COMMERCE LIMITED
Notes to the Financial Statements
For the Year Ended June 30, 2024

g. Cash and Short-term Deposits.

Cash and short-term deposits consist of cash on hand, deposits held on call with banks and other short-term highly liquid investments with less than 90 days' maturity from the date of acquisition. These are carried in the statement of financial position at cost.

h. Borrowings

Bank and other loans are recorded at proceeds received. Finance charges, including direct issue costs are accounted for on an accrual basis in the statement of comprehensive income and are added to the carrying amount of the loan to the extent that they are not settled in the period in which they arise.

i. Employee Benefits

Annual Leave Entitlements

Employee entitlements to annual leave are recognized when they accrue to employees. At year end the company had no liability for annual leave as a result of services rendered by employees.

j. Financial Instruments.

A financial instrument is any contract that gives rise to both a financial asset in one entity and a financial liability or equity of another entity.

Financial Assets

The company's financial assets comprise cash, investments, bank balances, deposits and accounts receivables. The particular recognition methods are disclosed in the individual policy statement associated with each item.

Financial Liabilities

The company's financial liabilities comprise trade payables, loans, and other liabilities. They are initially measured at a fair value, and subsequently measured at amortised cost using the effective interest method.

k. Taxation

The company has not completed its registration under the Department of Friendly Societies and therefore regular taxes are applicable until this registration is complete.

NEGRIL CHAMBER OF COMMERCE LIMITED
Notes to the Financial Statements
FOR THE YEAR ENDED JUNE 30, 2024

	<u>2024</u>	<u>2023</u>
	<u>\$</u>	<u>\$</u>
3. Cash and Cash Equivalents		
This comprises:		
J\$ Current Account	2,740,906	1,775,348
US\$ Savings Account	6,332,389	6,724,061
Space Coast credit Union Miami	-	-
	<u><u>9,073,295</u></u>	<u><u>8,499,410</u></u>

4. Owed by Related Party

This represents amounts owed by Negril Vendor's Plaza from transactions done on the behalf by NCC net of NVP payments on NCC's behalf.

The NVP Health Fund represents amount advanced to the Negril Vendor's Plaza by director Lee Issa, with repayment designated for the Health Fund.

	2024	2023
	<u>\$</u>	<u>\$</u>
Negril Vendors Plaza	6,916,056	6,872,011
NVP Trust Fund (Issa)	10,400,006	10,400,006
Negril recycling Center	(180,000)	220,000
Fireworks	398,040	(818,110)
Special Projects	(13,246)	(38,246)
	<u><u>17,520,856</u></u>	<u><u>16,635,662</u></u>

5. Accounts Receivable

JPS Meter Deposit	5,000	5,000
Membership Dues Receivables	-	-
Negril Guide	1,226,875	1,226,875
	<u><u>1,231,875</u></u>	<u><u>1,231,875</u></u>

NEGRIL CHAMBER OF COMMERCE LIMITED
Notes to the Financial Statements
FOR THE YEAR ENDED JUNE 30, 2024

	<u>2024</u>	<u>2023</u>
6. Accounts Payable & Accruals	\$	\$
Tax Penalties & Interest	-	-
Accruals	200,000	200,000
Other Payables	-	-
	<u>200,000</u>	<u>200,000</u>
7. Taxation		
The company has generated taxable losses of \$4,306,166 for the year ended June 2020.		
Total tax losses carried forward is \$6,236,392.		
	<u>2024</u>	<u>2023</u>
9. Share Capital and Reserves		
(a) Members' Fund		
This represents members contribution and fund-raising before incorporation of the company.		
	<u>60,044</u>	<u>60,044</u>
(b) Reserves Comprise:		
Building Reserve		
Grant through the Tourism Action Plan		
and member's contribution to the Vendors Plaza	6,445,128	6,445,128
Revenue:		
Retained deficit	(3,313,941)	(4,551,707)
Health Fund Reserve	10,901,006	10,901,006
Special projects surplus	17,282,540	17,282,540
	<u>31,314,733</u>	<u>30,076,967</u>

NEGRIL CHAMBER OF COMMERCE LIMITED

SUPPLEMENTARY INFORMATION TO THE FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2024

NEGRIL CHAMBER OF COMMERCE LIMITED
Company Operating Account
FOR THE YEAR ENDED JUNE 30, 2024

	<u>2024</u>	<u>2023</u>
	\$	\$
<u>Income</u>		
Member's Subscription	1,351,850	2,286,148
Other Income/ Interest etc	439	453
Exchange Income/ (Loss)	154,264	293,518
Fundraising Income		
Soiree/ Food and Wine	2,013,020	2,180,828
Donations	-	-
	-	-
	<u>3,519,573</u>	<u>4,760,946</u>
 <u>Direct expenses</u>		
Negril Guide Receivables w/off	-	-
Gala	-	-
Food and Wine	1,213,941	994,382
Special Project	35,227	735,000
Total direct expenses	<u>1,249,168</u>	<u>1,729,382</u>
Net Income	2,270,405	3,031,565
 Administrative and other expenses (page 111)	<u>(1,032,638)</u>	<u>(1,809,475)</u>
Surplus/ (Deficit)	<u><u>1,237,766</u></u>	<u><u>1,222,090</u></u>

NEGRIL CHAMBER OF COMMERCE LIMITED
Company Administrative and Other Expenses
FOR THE YEAR ENDED JUNE 30, 2024

	2024	2023
	\$	\$
Salaries and related benefits	176,000	682,063
Advertising and promotions	107,725	83,975
Printing, postage and stationary	1,800	29,779
Accounting Fees	240,000	260,000
Legal and professional fees	40,000	-
Insurance	-	426,006
Soil Testing	-	-
General Office Exp	-	57,500
Depreciation	221,313	221,313
Bank Charges	1,852	18,264
Donation & Subscription	163,198	-
Taxes & Fees	32,000	-
Telephone	43,000	30,575
Other Expenses	5,750	-
Total administrative and other expenses	<u>1,032,638</u>	<u>1,809,475</u>

NEGRIL CHAMBER OF COMMERCE LIMITED

INCOME TAX COMPUTATION

YEAR OF ASSESSMENT 2024

					\$
Net (deficit)/surplus per accounts					1,237,766
ADJUSTMENTS					
Add:	Depreciation		221,313		
	Health Clinic Donations		163,198		
				384,511	
				<u>1,622,278</u>	
Less:	Capital Allowance			(221,313)	
	Membership dues 2021		(1,351,850)		
	Accrued Income (see note 1)				
	Increase in Negril Guide Receivables		-		
				(1,351,850)	
Tax Losses c/f					<u>49,115</u>
Losses b/f		(1,930,226)			
Losses 2020		(3,663,801)			
Losses 2021		(1,492,161)			
Losses 2022		(1,875,015)			
Losses 2023		(69,676)			
Losses 2024		49,115			
				<u>(8,981,764)</u>	
Losses set off Restricted to 50% of Profit					<u>-</u>
					<u><u>49,115</u></u>
TAX PAYABLE					<u><u>-</u></u>
Losses c/f					<u><u>(8,981,764)</u></u>

CAPITAL ALLOWANCE COMPUTATION

	COST	RATE	WDV	ADDS/DIS POSAL	ANNUAL ALLOWANCE	W.D.V C/FWD
Buildings	8,852,511	2.5%	3,616,003	-	221,313	3,394,690
Equipment	8,106,824	10.0%	-	-	-	-
Furniture & Fi	468,081	10.0%	-	-	-	-
Computers	267,060	20.0%	-	-	-	-
			3,616,003	-	221,313	3,394,690

NOTE 1

Due to the non-profit nature of the Chamber of Commerce, these accruals are considered non-obligatory and is therefore based on the goodwill of the member. No legal action will be engaged to recover these amounts. They are therefore reversed for tax purposes.