

Kunsill Studenti Universitarji

**Financial statements
28th February 2005**

Kunsill Studenti Universitarji

Financial statements for the year ending 28th February 2005

<u>CONTENTS</u>	<u>PAGE</u>
Auditor's report	1
Statement of Accumulated Funds	2
Balance Sheet	3
Accounting Policies	4
Notes to the Accounts	5 - 6

**KUNSILL TA' L-ISTUDENTI UNIVERSITARJI
AUDITORS REPORT**

For the year ended 28th February 2005

*REPORT OF THE AUDITORS TO THE MEMBERS
OF KUNSILL TA' L-ISTUDENTI UNIVERSITARJI*

We were engaged to audit the financial statements of KSU - Kunsill ta' L-Istudenti Universitarji as of 28th February 2005. These financial statements are the responsibility of the council's management.

Due to the turnover of council members from one financial year to another, there are inconsistencies in the implementation of certain accountancy policies. We were unable to confirm the bank balances, accounts receivable and accounts payable due to the limitations placed on the scope of our work.

Because of the significance of the matters discussed in the proceeding paragraph, we do not express an opinion on the financial statements.



PKF Malta
Certified Public Accountants and Auditors.

35, Mannarino Road Birkirkara BKR 08 Malta

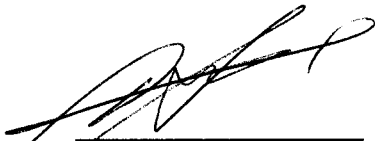
Date: 5th April 2005

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI
STATEMENT OF ACCUMULATED FUNDS
For the year ended 28th February 2005


	Notes	2005 Lm	2004 Lm
Income		65,105	57,422
Expenditure		68,275	54,094
Surplus/(Deficit) for the year		<u>(3,170)</u>	<u>3,328</u>

STATEMENT OF ACCUMULATED FUNDS

Accumulated Fund as at 1st March 04		61,153	57,825
Surplus/(Deficit) for the year		(3,170)	3,328
Chair Lift Fund		2,632	2,632
Prior Year Adjustment	1	(9,500)	-
		<u>51,115</u>	<u>63,785</u>



Mr. Paul Gonzi
President

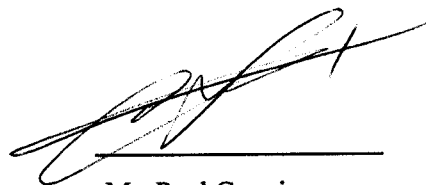
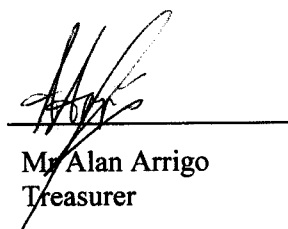


Mr Alan Arrigo
Treasurer

Date: 4th April 2005

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI**BALANCE SHEET**As at 28th February 2005

	Notes	2005 Lm	2004 Lm
ASSETS			
Non-Current Assets			
Tangible	2	<u>27,608</u>	<u>25,963</u>
Intangible Assets			
Investment	3	<u>1,450</u>	<u>1,450</u>
Current Assets			
Trade receivables	4	36,537	27,124
Prepayments		76	76
Cash and cash equivalents		<u>2,401</u>	<u>15,968</u>
		39,014	43,168
Total Assets		<u>68,072</u>	<u>70,581</u>
EQUITY AND LIABILITIES			
Equity			
Accumulated Funds		<u>51,115</u>	<u>63,785</u>
Current Liabilities			
Bank Overdraft	5	8,293	-
Creditors		8,572	6,704
Accruals		92	92
		<u>16,957</u>	<u>6,796</u>
Total Equity and Liabilities		<u>68,072</u>	<u>70,581</u>

Mr. Paul Gonzi
PresidentDate: 4th April 2005Mr Alan Arrigo
Treasurer

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI

ACCOUNTING POLICIES

For the year ended 28th February 2005

Principal Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below:

1. Basis of Preparation

These financial statements have been prepared under the Historical Cost Convention.

2. Revenue Recognition

Revenue relating to the sale of goods is recognized when the significant risks and rewards of ownership have been transferred to the buyer, and no significant uncertainties remain regarding the derivation of consideration, associated costs or the possible return of goods.

Interest arising from the use by others of the Council resources is recognized when it is probable that the economic benefits associated with the transaction will flow to the council and the revenue can be measured reliably. Interest income is recognized as it accrues unless collectibility is in doubt.

3. Tangible Fixed Assets

Fixed assets are stated at cost less accumulated depreciation and impairment losses. Depreciation is calculated to write down the value of the assets over their estimated useful lives. Property and common room are depreciated using the reducing balance method, whereas equipment, fixtures and fittings are depreciated on a straight-line basis. The rates of depreciation used are based on the following useful lives:-

	Years
Buildings	12.5
Common Room	5
Electronic Equipment	5
Furniture and Fittings	5
Office Equipment	10

4. Amounts Receivable

Specific provision is made for any amounts the recovery of which is considered to be doubtful.

5. Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand and demand deposits, less any overdrawn bank balances.

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI**NOTES TO THE ACCOUNTS**For the year ended 28th February 2005**1. Prior Year Adjustment**

Last year the recoverability of a trade debtor amounting to Lm 9,500 was doubtful, however it was not written off. This year the council considered that since the debtor was already in liquidation process, it is appropriate to write off this balance and show it as a prior year adjustment.

2. Tangible Assets

	Total	Improvements to Buildings	Electronic Equipment	Furniture & Fittings	Office Equipment	Togas
	Lm	Lm	Lm	Lm	Lm	Lm
COST						
At 01.03.04	62,815	22,348	22,022	8,295	7,800	2,350
Additions	5,588	5,588	-	-	-	-
At 28.02.05	68,403	27,936	22,022	8,295	7,800	2,350
DEPRECIATION						
At 01.03.04	36,853	4,746	20,174	8,136	1,447	2,350
For year	3,942	2,905	370	32	635	-
At 28.02.05	40,795	7,651	20,544	8,168	2,082	2,350
NET BOOK VALUE						
At 29.02.04	<u>25,962</u>	<u>17,602</u>	<u>1,848</u>	<u>159</u>	<u>6,353</u>	<u>-</u>
At 28.02.05	<u>27,608</u>	<u>20,285</u>	<u>1,478</u>	<u>127</u>	<u>5,718</u>	<u>-</u>

3. Investment

Financial assets are represented by the following investments:

	<u>2005</u>	<u>2004</u>
	Lm	Lm
H.S.B.C. Bank Loan Stock	1,400	1,400
Book-Shop Co-operative	50	50
	<u>1,450</u>	<u>1,450</u>

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI
NOTES TO THE ACCOUNTS
For the year ended 28th February 2005

4. Trade Receivables

	<u>2005</u>	<u>2004</u>
	Lm	Lm
Debtors Control Account	52,065	33,152
Less: Prior Year Adjustment (Note 1)	(9,500)	-
Provision for bad debts	(6,028)	(6,028)
	<u>36,537</u>	<u>27,124</u>

5. Bank Overdraft

	<u>2005</u>	<u>2004</u>
	Lm	Lm
Bank Overdraft	<u>8,293</u>	<u>-</u>