

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI

For the year ended 28th February 2006

Kunsill Studenti Universitarji

Financial statements for the year ending 28th February 2006

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

For the year ended 28th February 2006

*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 2006. These financial statements are the responsibility of the Council's management.

Our audit was limited in scope as a result of certain inconsistencies and we were unable to satisfy ourselves by using our audit procedures as to the bank balances, amounts receivable and certain prior period expenditure.

In our opinion, except for the effect on the financial statements of the matter referred to in the preceding paragraph, the financial statements present fairly the financial position of the Council's affairs as at 28th February 2006 and of the surplus registered for the year then ended.



PKF Malta
Certified Public Accountants and Auditors.

35, Mannarino Road Birkirkara BKR 08 Malta

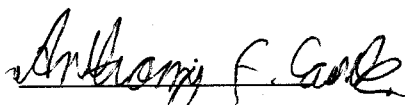
Date: 6th April 2006

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI
STATEMENT OF ACCUMULATED FUNDS
 For the year ended 28th February 2006

	2006 Lm	2005 Lm
Notes		
Income	95,731	65,105
Expenditure	87,598	68,275
Surplus/(Deficit) for the year	<u>8,133</u>	<u>(3,170)</u>

STATEMENT OF ACCUMULATED FUNDS

Accumulated Fund as at 1st March 05	48,483	61,153
Surplus/(Deficit) for the year	8,133	(3,170)
Chair Lift Fund	2,632	2,632
Prior Year Adjustment	1 3,281	(9,500)
	<u>62,529</u>	<u>51,115</u>



Mr. Anthony F. Camilleri
 President

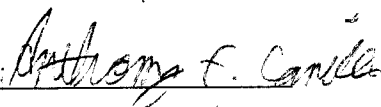


Mr Owen Grech
 Treasurer

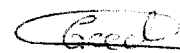
Date: 5th April 2006

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI
BALANCE SHEET
As at 28th February 2006

	Notes	2006 Lm	2005 Lm
ASSETS			
Non-Current Assets			
Tangible	2	<u>24,285</u>	<u>27,608</u>
Intangible Assets			
Investment	3	<u>3,225</u>	<u>1,450</u>
Current Assets			
Stock		996	-
Trade receivables	4	30,266	36,537
Prepayments		-	76
Bank	6	4,707	-
Cash and cash equivalents	5	250	2,401
VAT		<u>1,860</u>	<u>-</u>
		<u>38,079</u>	<u>39,014</u>
Total Assets		<u>65,589</u>	<u>68,072</u>
EQUITY AND LIABILITIES			
Equity			
Accumulated Funds	7	<u>62,529</u>	<u>51,115</u>
Current Liabilities			
Bank Overdraft		-	8,293
Creditors		2,968	8,572
Accruals		<u>92</u>	<u>92</u>
		<u>3,060</u>	<u>16,957</u>
Total Equity and Liabilities		<u>65,589</u>	<u>68,072</u>



Mr. Anthony F. Camilleri
President



Mr Owen Grech
Treasurer

Date: 5th April 2006

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI

BALANCE SHEET

As at 28th February 2006

Notes to the accounts

Accounting Policies

a) Basis of Preparation

These financial statements have been prepared on the historical cost basis.

b) Revenue Recognition

Revenue relating to the sale of goods is recognised 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 recognised 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 recognised as it accrues unless collectibility is in doubt.

c) Tangible Fixed Asset

The tangible fixed assets are stated at their Net Book Value that is, Cost less accumulated depreciation to date. Depreciation is calculated to write down the value of the assets over their estimated useful life.

Following an executive decision, KSU decided to increase the depreciation rate for buildings and office equipment due to the ever increasing usage. Buildings (incl. Common Room) are depreciated using the straight line method, whilst electronic equipment, office equipment and fixtures and fittings are depreciated on a reducing balance method. The rate of depreciation for the new togi was decided to be 8% on a straight line method. The rates of depreciation used are based on the following useful life.

	<u>2005/2006</u>	<u>2004/2005</u>
Buildings & Common Room	15%	12.5yrs
Electronic Equipment	5yrs	5yrs
Fixtures & Fittings	5yrs	5yrs
Office Equipment	25%	10yrs
Togi	8%	

d) Stocks

Stocks are stated at the lower of cost or net realisable value.

e) Cash and Cash Equivalents

Cash and cash equivalents comprise of cash balances.

f) Debtors

A specific provision of 60% is made for any amounts the recovery of which is considered to be doubtful. On the other hand a provision is made for doubtful debtors based on a 2% provision on other debtors. Bad debts are written off during the year in which they are identified.

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI

BALANCE SHEET

As at 28th February 2006

Notes to the accounts

1. Prior year adjustment

The Council this year, having an incomplete figures for the year ending 28th February 2005, has decided to do various prior year adjustments to have a set of financial statements for the year ending 28th February 2006 that show a true and fair view of the councils' financial performance and position.

The prior year adjustments are the following:

	<u>As per financial statements as at 28/02/2005</u> <u>Lm</u>	<u>Prior year adjustment</u> <u>Lm</u>	<u>New Balance</u> <u>Lm</u>
Cash	0	1,044	1,044
Bank	2,401	-2,241	159.39
Stock	0	777	777
Debtors	42,565	-7,522	35043
Provision for bad debts	6,028	-2,760	3,268
Prepayments	76	-76	0
Bank Overdraft	8,293	-6,478	1,815
Creditors	8,572	-2,062	6,510
Total Adjustment		<u>3,281</u>	

2. Fixed Asset Schedule

	Improvements to Buildings	Electronic Equipment	Furniture & Fittings	Office Equipment	Togas	TOTAL
	Lm	Lm	Lm	Lm	Lm	Lm
COST						
as at 1/03/2005	27,936	22,022	8,295	7,800	2,350	68,403
Additions	701	1,226	507	46	652	3,132
as at 28/02/2006	28,637	23,248	8,802	7,846	3,002	71,535
DEPRECIATION						
as at 1/03/2005	7,651	20,544	8,168	2,082	2,350	40,795
for the year	4,296	540	127	1,440	52	6,455
as at 28/02/2006	11,947	21,084	8,295	3,522	2,402	47,250
NET BOOK VALUE						
As at 28/02/2005	20,285	1,478	127	5,718	0	27,608
as at 28/02/2006	16,690	2,164	507	4,324	570	24,285

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI
BALANCE SHEET
 As at 28th February 2006
 Notes to the accounts

3. Financial Investment

Financial assets are represented by the following investments:

	2005/2006	2004/2005
	Lm	Lm
HSBC Bank Loan Stock	0	1,400
Book Shop Cooperative	0	50
HSBC Malta Bond Fund	3,225	0
	3,225	1,450

4. Trade Debtors

The trade debtors include:

	2005/2006	2004/2005
	Lm	Lm
Sales Ledger Control Account	45,978	52,065
Bad Debts	11,959	(9,500)
Specific Doubtful Debtors	5,302	0
Specific Provision @60%	3,181	0
Less Normal Provision for Bad Debts – 2%	573	(6,028)
Trade Debtors	30,266	27,124

5. Cash and Cash Equivalents

This includes the following:

	2005/2006	2004/2005
	Lm	Lm
Petty Cash	98.00	0
Cash in Hand	152.25	0
Books Account	-	
Charity Account	-	
Savings	-	
	250.25	2,401

6. Bank Balance

	2005/2006	2004/2005
	Lm	Lm
Administration	4,083.52	(8,293)
Books	343.49	-
Charity	280.23	-
	4,707.24	(8,293)

KUNSILL TA' L-ISTUDENTI UNIVERSITARJI
BALANCE SHEET
As at 28th February 2006
Notes to the accounts

7. Equity

The Reserves are made up of the following:

	2005/2006	2004/2005
	Lm	Lm
Accumulated Funds as at 31 st March	48,483	61,153
Surplus/(Deficit) for the year	20,092	(3,170)
Chair lift Fund	2,632	2,632
Prior Year Adjustments	(8,678)	(9,500)
	62,529	51,115

8. Theft

On the 23rd of February a theft occurred for the amount of Lm1460 from the Vodafone Outlet. There is a good probability that the entire amount will be recovered in the near future through the insurance.