

**WEST INDIAN TRADERS LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**30<sup>TH</sup> JUNE 2023**

**WEST INDIAN TRADERS LIMITED**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2023**

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## PRACTITIONERS' REPORT TO THE SHAREHOLDERS OF WEST INDIAN TRADERS LIMITED

We have reviewed the accompanying Statement of Financial Position of West Indian Traders Limited (the Company) for the year ended 30th June 2023, and the statement of comprehensive income, statement of changes in equity, statement of cash flows and related notes for the year then ended as set out on pages 2 to 13.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Practitioners' Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements. We conducted our review in accordance with the International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements. ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised), is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of West Indian Traders Limited as at 30th June 2023, and its financial performance and cash flows for the year then ended, in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

GARISON & CO.

Chartered Accountants  
Port of Spain  
Trinidad W.I.  
December 8, 2023

# WEST INDIAN TRADERS LIMITED

## STATEMENT OF FINANCIAL POSITION AS AT 30TH JUNE 2023

ASSETS	Notes	2023 \$	2022 \$
<b>Non-current Assets</b>			
Plant and Equipment	3	1,054,910	841,950
Due from Directors		6,545,240	6,545,240
		<u>7,600,150</u>	<u>7,387,190</u>
<b>Current Assets</b>			
Inventories	5	6,821,007	3,875,207
Prepayments & Other Receivables	6	2,154,258	1,574,644
Accounts Receivable		4,611,083	4,096,404
Investments		786,645	457,096
Cash at bank and in hand	7	2,690,639	3,057,767
		<u>17,063,632</u>	<u>13,061,118</u>
<b>TOTAL ASSETS</b>		<u><b>24,663,782</b></u>	<u><b>20,448,308</b></u>
<b>SHAREHOLDERS' EQUITY AND LIABILITIES</b>			
<b>Shareholders' equity</b>			
Share Capital	8	300,000	300,000
Retained Earnings		11,455,418	8,670,829
		<u>11,755,418</u>	<u>8,970,829</u>
<b>Non-current Liabilities</b>			
Net Medium-Term Loans	10	7,377,493	7,701,593
Deferred Tax Liability	4	73,579	27,197
		<u>7,451,072</u>	<u>7,728,790</u>
<b>Current Liabilities</b>			
Accounts Payable and Accrued Charges	11	4,662,437	3,117,683
Current Portion of Medium-Term Loans	10	545,694	536,186
Bank Overdraft		249,161	94,820
		<u>5,457,292</u>	<u>3,748,689</u>
<b>TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES</b>		<u><b>24,663,782</b></u>	<u><b>20,448,308</b></u>

The notes on pages 6 to 13 form an integral part of the financial statements

These financial statements were authorised for issue by the Board on

: Director



: Director

# WEST INDIAN TRADERS LIMITED

## STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 30TH JUNE , 2023

	Note	2023	2022
		\$	\$
Revenue		58,050,049	49,659,244
Cost of Sales		<u>(40,704,147)</u>	<u>(36,262,503)</u>
Gross Profit		17,345,902	13,396,741
<b>Add : Other Income / (Expense)</b>		59,278	(223,110)
<b>Deduct: Selling &amp; Distribution Expenses</b>		(2,093,922)	(1,813,811)
Administrative Expenses		(8,395,360)	(7,509,253)
Other Operating Expenses		(1,620,861)	(1,156,326)
Finance Expenses		<u>(597,285)</u>	<u>(642,371)</u>
Net Profit for the year before Taxation		4,697,752	2,051,870
Taxation	9	<u>(1,713,163)</u>	<u>(712,933)</u>
Net Profit for the year after Taxation		<u><u>2,984,589</u></u>	<u><u>1,338,937</u></u>

The notes on pages 6 to 13 form an integral part of the financial statements

## WEST INDIAN TRADERS LIMITED

### STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY AS AT 30TH JUNE , 2023

	Share Capital \$	Retained Earnings \$	Total \$
<b>Balance at 30th June, 2022</b>	<b>300,000</b>	<b>8,670,829</b>	<b>8,970,829</b>
Net profit for the year after tax	-	2,984,589	2,984,589
Dividend Declared	-	(200,000)	(200,000)
<b>Balance at 30th June, 2023</b>	<b>300,000</b>	<b>11,455,418</b>	<b>11,755,418</b>
<b>Balance at 30th June, 2021</b>	<b>300,000</b>	<b>7,931,892</b>	<b>8,231,892</b>
Net profit for the year after tax	-	1,338,937	1,338,937
Dividend Declared	-	(600,000)	(600,000)
<b>Balance at 30th June, 2022</b>	<b>300,000</b>	<b>8,670,829</b>	<b>8,970,829</b>

The notes on pages 6 to 13 form an integral part of the financial statements

# WEST INDIAN TRADERS LIMITED

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE , 2023

	2023	2022
	\$	\$
<b>Cash Flows from Operating Activities</b>		
<b>Net Profit for the year before taxation</b>	4,697,752	2,051,870
Adjustments for non cash items:		
Depreciation	220,698	242,742
Other (Income) / Expenses	(59,278)	223,110
<b>Operating profit before working capital changes</b>	<u>4,859,172</u>	<u>2,517,722</u>
Increase in Inventories	(2,945,800)	(552,279)
Increase in Accounts Receivable and Prepayments	(1,094,293)	(434,181)
Increase / (Decrease) in Accounts Payable & Accrued Charges	1,100,845	(1,377,965)
<b>Cash generated from operations</b>	<u>1,919,924</u>	<u>153,297</u>
Other Income / (Expenses)	22,438	(39,790)
Net Taxation Paid	(1,173,873)	(454,932)
<b>Net cash generated provided by / (used in) operating activities</b>	<u>768,489</u>	<u>(341,425)</u>
<b>Cash flows used in Investing Activities</b>		
Investments	(329,549)	(116,721)
Proceeds from sale of Plant and Equipment	37,334	-
Purchase of Plant and Equipment	(434,151)	(390,552)
<b>Net cash generated used in investing activities</b>	<u>(726,366)</u>	<u>(507,273)</u>
<b>Cash flows used in Financing Activities</b>		
Proceeds from new loans	299,000	266,900
Dividends Paid	(249,000)	(499,226)
Repayment of loans	(613,592)	(526,350)
Due from Directors	-	-
<b>Net cash used in financing activities</b>	<u>(563,592)</u>	<u>(758,676)</u>
<b>Net decrease in cash and cash equivalents</b>	(521,469)	(1,607,374)
Cash at the beginning of the period	<u>2,962,947</u>	<u>4,570,321</u>
<b>Cash at the end of the period</b>	<u>2,441,478</u>	<u>2,962,947</u>

The notes on pages 6 to 13 form an integral part of the financial statements

# WEST INDIAN TRADERS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

30TH JUNE 2023

### 1. Principal Activities and Status of Operations

The Company was incorporated in the Republic of Trinidad and Tobago with a continuance dated 16th November, 1998. The registered office is located at Don Miguel Road Extension San Juan.

The Company's principal trading activity is the distribution of biscuits, other food and beverage and household items.

### 2. Statement of Accounting Policies

#### a. Basis of Preparation

These financial statements have been prepared in accordance with the 'IFRS for Small and Medium-sized Entities' issued by the International Accounting Standards Board. 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.

#### b. Use of Estimates

The preparation of financial statements in conformity with the International Financial Reporting Standard for Small and Medium-sized entities (IFRS for SMEs) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of the revenue and expenses during the reporting period. Actual results could differ from those estimates.

#### c. Foreign Currency Transactions

##### (a) Functional and Presentation Currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The financial statements are presented using the currency of the Republic of Trinidad and Tobago, which is the Company's functional currency.

##### (b) Transactions and Balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the profit or loss.

# WEST INDIAN TRADERS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

30TH JUNE 2023

Foreign exchange gains and losses that relate to cash and cash equivalents are presented in the statement of comprehensive income within 'finance income and costs'. All other foreign exchange gains and losses are presented in the statement of comprehensive income within 'other (losses)/gains – net'.

### d. Revenue Recognition

Revenue comprises the fair value of the consideration received or receivable for the sale of goods in the ordinary course of the Company's activities.

The Company recognizes revenue when: the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for the Company's activities.

The source of the Company's revenue is derived mainly from the sale of goods and to an immaterial extent from the appreciation of the value of investments held by the Company.

### e. Plant and Equipment

Plant and equipment are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The Company adds to the carrying amount of an item of plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the Company. The carrying amount of the replaced part is derecognized. All other repairs and maintenance are charged to the statement of comprehensive income during the period in which they are incurred.

Depreciation on assets is charged so as to allocate the cost of assets using the reducing balance method. The rates are as follows:

Furniture and Fittings	% 25
Plant and Machinery	25
Motor vehicles	25
Leasehold improvements	25

# WEST INDIAN TRADERS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

30TH JUNE 2023

**f. Inventories**

Inventories are valued at the lower of average cost and net realizable value.

Average cost is calculated by combining the total value of investment in stock, old and new then dividing by the total number of units. Net Realizable Value is the average value of an item in the marketplace or the replacement cost.

**g. Trade and Other Receivables**

Trade and other receivables which generally have 30-90 day terms are recognized and carried at original invoice amounts. A specific provision for doubtful debts is established when there is evidence that the amount will not be collected according to the original terms of the invoice. When a trade receivable is uncollectible, it is written off against the provision for bad debts account.

**h. Cash and Cash Equivalents**

Cash and cash equivalents comprise cash on hand and bank balances and are stated at cost.

**i. Income Taxes**

*Current Income Tax*

Current income tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the balance sheet date.

*Deferred Income Tax*

Deferred income tax is recognized on temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax assets and liabilities are measured at the tax rate that is expected to apply to the period when the asset is realized or the liability is settled based on the enacted tax rate at the statement of financial position date.

**j. Share Capital**

Ordinary stated capital is classified within equity and is recognized at the fair value of the consideration received by the Company.

# WEST INDIAN TRADERS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

30TH JUNE 2023

### **k. Accounts Payable and Accrued Charges**

Liabilities for trade and other amounts payable, which are normally settled on 30-90 day terms, are carried at cost, which is the fair value of the consideration to be paid in the future for goods and services received.

### **l. Investments**

Investments are classified in this category if they are either acquired for the purpose of selling in the short term or if so designated by management. Investments designated at fair value through the statement of financial position are initially recognized at cost and subsequently stated at fair value based on quoted market prices. All gains and losses realized and unrealized from these securities are reported in income. All regular way purchases and sales are recognized at settlement date.

### **m. Impairment**

The Company assesses its assets for impairment whenever events or changes in circumstances indicate that the carrying value of its assets may not be recoverable. If any such indication of impairment exists, the Company makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of the fair value less costs to sell and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

Where the carrying amount of the asset exceeds its recoverable amount, the asset is considered impaired and written down to its recoverable amount. An impairment loss is recognized immediately in the profit and loss.

Where an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognized for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognized immediately in profit or loss.

# WEST INDIAN TRADERS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

30TH JUNE 2023

### 3. PLANT AND EQUIPMENT

	Furniture & Fittings	Plant & Machinery	Motor Vehicles	Leasehold Improvements	Total 2023	Total 2022
<b>Cost</b>						
Balance at beginning of year	\$ 233,062	1,146,881	2,027,932	95,754	3,503,629	3,493,077
Additions	50,784	70,812	312,555	-	434,151	390,552
Disposals	-	-	(6,639)	-	(6,639)	(380,000)
Balance at end of year	283,846	1,217,693	2,333,848	95,754	3,931,141	3,503,629
<b>Accumulated depreciation</b>						
Balance at beginning of year	184,073	959,547	1,424,575	93,484	2,661,679	2,615,617
Charge for the year	16,265	53,053	150,813	567	220,698	242,742
Disposals	-	-	(6,146)	-	(6,146)	(196,680)
Balance at end of year	200,338	1,012,600	1,569,242	94,051	2,876,231	2,661,679
<b>Net book value 30th June, 2023</b>	<b>\$ 83,508</b>	<b>205,093</b>	<b>764,606</b>	<b>1,703</b>	<b>1,054,910</b>	<b>-</b>
<b>Net book value 30th June, 2022</b>	<b>\$ 48,989</b>	<b>187,334</b>	<b>603,357</b>	<b>2,270</b>	<b>-</b>	<b>841,950</b>

### 4. DEFERRED TAXATION

2023  
\$

2022  
\$

*Components of the deferred tax liability are as follows:*

Property, plant and equipment	73,579	27,197
	<u>73,579</u>	<u>27,197</u>

# WEST INDIAN TRADERS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS 30TH JUNE 2023

<b>5. INVENTORIES</b>	<b>2023</b>	<b>2022</b>
	\$	\$
Finished goods	<u>6,821,007</u>	<u>3,875,207</u>
<b>6. PREPAYMENTS &amp; OTHER RECEIVABLES</b>	<b>2023</b>	<b>2022</b>
	\$	\$
Prepayments & Other Receivables	<u>2,154,258</u>	<u>1,574,644</u>
<b>7. CASH AT BANK AND IN HAND</b>	<b>2023</b>	<b>2022</b>
	\$	\$
Cash on hand and at bank	<u>2,690,639</u>	<u>3,057,767</u>
<b>8. SHARE CAPITAL</b>	<b>2023</b>	<b>2022</b>
	\$	\$
Authorised: An unlimited number of ordinary shares		
Issued share capital: 300,000 ordinary shares of no par value	<u>300,000</u>	<u>300,000</u>
<b>9. TAXATION</b>	<b>2023</b>	<b>2022</b>
	\$	\$
Green fund levy	172,049	150,000
Corporation tax	1,380,414	585,092
Under provision of prior year taxes	114,318	35
Deferred tax expenses / (credit)	<u>46,382</u>	<u>(22,194)</u>
	<u>1,713,163</u>	<u>712,933</u>

# WEST INDIAN TRADERS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS 30TH JUNE 2023

### 10. NET MEDIUM-TERM LOANS

	Current	Medium Term	Total 2023	Total 2022
	\$	\$	\$	\$
<b>Ansa Merchant Bank - TEC 2711</b>				
Payable in monthly installments @\$5,099	51,074	151,500	202,574	250,130
<b>Ansa Merchant Bank - TDU-5547</b>				
Payable in monthly installments @\$7,410	-	-	-	47,110
<b>Ansa Merchant Bank - PDX-6121</b>				
Payable in monthly installments @\$5,877	68,124	-	68,124	134,222
<b>Ansa Merchant Bank - TDY-6951</b>				
Payable in monthly installments @\$3,614	38,524	34,571	73,095	108,550
<b>Republic Bank Limited</b>				
Payable in monthly installments @ \$54,851	279,868	5,575,745	5,855,613	6,152,743
<b>RBC Royal Bank</b>				
Payable in monthly installments @ \$18,992	54,976	1,374,091	1,429,067	1,545,024
<b>Republic Bank Limited</b>				
Payable in monthly installments @ \$5,781	53,128	241,586	294,714	-
	<b>545,694</b>	<b>7,377,493</b>	<b>7,923,187</b>	<b>8,237,779</b>

# WEST INDIAN TRADERS LIMITED

## NOTES TO THE FINANCIAL STATEMENTS 30TH JUNE 2023

<b>11. ACCOUNTS PAYABLE &amp; ACCRUED CHARGES</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>
Trade Payables	3,026,702	2,077,580
Accrued Charges	37,935	-
Vat Payable	253,188	201,811
Dividends payable	160,000	209,000
Other payables	1,184,612	629,292
	<u>4,662,437</u>	<u>3,117,683</u>

## **12. FINANCIAL INSTRUMENTS**

The method and assumptions used to estimate the fair value of each class of financial instruments, for which it is practical to estimate a value, are as follows:

(a) **Financial Assets and Liabilities**

The carrying amount of short-term financial assets and liabilities comprising cash and cash equivalents, accounts receivable, accounts payable and accrued charges, are a reasonable estimate of their fair values, because of the short maturity of these instruments.

(b) **Credit Risk**

The Company does not consider itself to be exposed to significant credit risk.

(c) **Interest Rate Risk**

The Company does not consider itself to be exposed to significant interest rate risk.

(d) **Liquidity Risk**

The Company does not consider itself to be exposed to significant liquidity risk.