

**Pharmacy Council Of Namibia  
Annual Financial Statements  
for the year ended 31 March 2024**

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**General Information**

---

<b>Country of incorporation and domicile</b>	Namibia
<b>Nature of business and principal activities</b>	To control and exercise authority in respect of all matters as set out in section 5 of the Pharmacy Act, 2004
<b>Council members</b>	Mr. Bonifasius Siyuka Singu (President) Mr. Tuyambeka Paulus Mwandingi (Vice President) Ms. Fransina Netumbo Nambahu Ms. Blandine Nangombe Meesher Ms. Frieda Shigwedha Ms. Grace Penonghenda Nakalondo Mr. Shafimana Shimakeleni Ms. Tusano Cynthia Mukendwa-Haimbodi
<b>Registered office</b>	36 and 37 Schonlein Street Windhoek West Windhoek Namibia
<b>Business address</b>	36 and 37 Schonlein Street Windhoek West Windhoek Namibia
<b>Postal address</b>	Private Bag 13387 Windhoek Namibia
<b>Bankers</b>	First National Bank of Namibia Ltd
<b>Auditors</b>	Saunderson & Co Registered Accountants and Auditors Chartered Accountants (Namibia)

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Contents**

---

The reports and statements set out below comprise the annual financial statements presented to the member:

	<b>Page</b>
Council Responsibilities and Approval	3
Council Members' Report	6
Independent Auditor's Report	4 - 5
Statement of Financial Position	8
Statement of Comprehensive Income	9
Statement of Changes in Equity	10
Statement of Cash Flows	11
Accounting Policies	12 - 14
Notes to the Annual Financial Statements	15 - 19

The following supplementary information forms part of the annual financial statements and is provided as additional information:

Detailed Income Statement	20
---------------------------	----

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Council Responsibilities and Approval**

---

The Council is required by the Pharmacy Act, 2004 (Act 9 of 2004), to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is its responsibility to ensure that the annual financial statements fairly present the state of affairs of the Council as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the Namibian Generally Accepted Accounting Practice (NAC001) : Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the Namibian Generally Accepted Accounting Practice (NAC001) : Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The Council acknowledge that it is ultimately responsible for the system of internal financial control established by the Council and place considerable importance on maintaining a strong control environment. To enable the Council to meet these responsibilities, the Council sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the Council and all employees are required to maintain the highest ethical standards in ensuring the Council's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the Council is on identifying, assessing, managing and monitoring all known forms of risk across the Council. While operating risk cannot be fully eliminated, the Council endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Council is of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The Council has reviewed the Council's cash flow forecast for the year to 31 March 2025 and, in the light of this review and the current financial position, they are satisfied that the Council has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently auditing and reporting on the Council's annual financial statements. The annual financial statements have been examined by the Council's external auditors and their report is presented on page 4 - 5.

The annual financial statements set out on pages 6 to 19, which have been prepared on the going concern basis, were approved by the Council on 24 September 2024 and were signed on its behalf by:

  
\_\_\_\_\_  
Mr. Bonifasius Siyuka Singu (President)  
\_\_\_\_\_  
Mr C V Weyulu (Registrar)



## Independent Auditor's Report

### To the Members of Pharmacy Council Of Namibia

#### Opinion

We have audited the annual financial statements of Pharmacy Council Of Namibia (the Council) set out on pages 6 to 19, which comprise the statement of financial position as at 31 March 2024, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the annual financial statements, including a summary of significant accounting policies and council members report.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Pharmacy Council Of Namibia as at 31 March 2024, and its financial performance and cash flows for the year then ended in accordance with the Namibian Generally Accepted Accounting Practice (NAC001) : Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Pharmacy Act, 2004 (Act 9 of 2004).

#### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Annual Financial Statements section of our report. We are independent of the Council in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (Parts 1, 3 and 4A) (IESBA Code) and other independence requirements applicable to performing audits of Auditor's Responsibilities for the Audit of the Annual Financial Statements in Namibia. We have fulfilled our other ethical responsibilities in accordance with the IESBA Code and in accordance with other ethical requirements applicable to performing audits in Namibia. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Other Information

The Council is responsible for the other information. The other information comprises the information included in the document titled "Pharmacy Council Of Namibia annual financial statements for the year ended 31 March 2024", which includes the Council's Responsibilities and Approval and the supplementary information as set out on page 20. The other information does not include the annual financial statements and our auditor's report thereon.

Our opinion on the annual financial statements does not cover the other information and we do not and will not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of the Directors for the Annual Financial Statements

The Council is responsible for the preparation and fair presentation of the annual financial statements in accordance with the Namibian Generally Accepted Accounting Practice (NAC001) : Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Pharmacy Act, 2004 (Act 9 of 2004), and for such internal control as the Council determine is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the Council is responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Council either intend to liquidate the Council or to cease operations, or have no realistic alternative but to do so.

## Independent Auditor's Report

---

### Auditor's Responsibilities for the Audit of the Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial statements.

As part of an audit in accordance with International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Council.
- Conclude on the appropriateness of the Council use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Council's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Council to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Council regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



**Saunders & Co**  
**Registered Accountants and Auditors**  
**Chartered Accountants (Namibia)**

**Per: Edington Taffirenyika**  
**Partner**

**24 September 2024**  
**Windhoek**

# **Pharmacy Council Of Namibia**

## **Annual Financial Statements for the year ended 31 March 2024**

### **Council Members' Report**

---

The Council have pleasure in submitting their report on the annual financial statements of Pharmacy Council Of Namibia for the year ended 31 March 2024.

#### **1. Incorporation**

The council was established in Namibia on the 01 October 2004 via the enactment of the Pharmacy Act, 2004 (Act 9 of 2004) as promulgated in the Government Gazette of the Republic of Namibia N0. 3291 and Government Notices 214.

#### **2. Nature of business**

The Council controls and exercises authority in respect of all matters as set out in section 5 of the Pharmacy Act, 2004 and operates principally in Namibia.

There have been no material changes to the nature of the Council's business from the prior year.

#### **3. Review of financial results and activities**

The annual financial statements have been prepared in accordance with the Namibian Generally Accepted Accounting Practice (NAC001) : Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Pharmacy Act, 2004 (Act 9 of 2004). The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the Council are set out in these annual financial statements.

#### **4. Council**

The Council members in office at the date of this report are as follows:

##### **Council**

Mr. Bonifasius Siyuka Singu (President)  
Mr. Tuyambeka Paulus Mwandingi (Vice President)  
Ms. Fransina Netumbo Nambahu  
Ms. Blandine Nangombe Meesher  
Ms. Frieda Shigwedha  
Ms. Grace Penonghenda Nakalondo  
Mr. Shafimana Shimakeleni  
Ms. Tusano Cynthia Mukendwa-Haimbodi

#### **5. Events after the reporting period**

The Council is not aware of any material event which occurred after the reporting date and up to the date of this report.

#### **6. Going concern**

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

#### **7. Litigation statement**

The Council becomes involved from time to time in various claims and lawsuits incidental to the ordinary course of business. The Council is not currently involved in any such claims or lawsuits, which individually or in the aggregate, are expected to have a material adverse effect on the business or its assets.

#### **8. Statement of disclosure to the company's auditors**

With respect to each person who is a Council member on the day that this report is approved:

- there is, so far as the person is aware, no relevant audit information of which the Council's auditors are unaware; and

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Council Members' Report**

---

**Statement of disclosure to the company's auditors (continued)**

- the person has taken all the steps that he or she ought to have taken as a Council member to be aware of any relevant audit information and to establish that the Council's auditors are aware of that information.

**9. Terms of appointment of the auditors**

Saunderson & Co were appointed as the Council's auditors in accordance with the Pharmacy Act, 2004 (Act of 2004) for 3 year term commencing year ended March 2023 to year ended 2025.



**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**  
**Statement of Financial Position as at 31 March 2024**

	<b>Notes</b>	<b>2024 N\$</b>	<b>2023 N\$</b>
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	2 669 463	2 669 463
<b>Current Assets</b>			
Inventories	4	12 407	24 323
Trade and other receivables	5	789 971	591 327
Other financial assets	3	3 179 803	2 336 890
Cash and cash equivalents	6	5 455 469	3 456 172
		<b>9 437 650</b>	<b>6 408 712</b>
<b>Total Assets</b>		<b>12 107 113</b>	<b>9 078 175</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Reserves		412 812	412 812
Retained income		7 614 881	5 997 049
		<b>8 027 693</b>	<b>6 409 861</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	8	4 079 420	2 668 314
<b>Total Equity and Liabilities</b>		<b>12 107 113</b>	<b>9 078 175</b>

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Statement of Comprehensive Income**

	Notes	2024 N\$	2023 N\$
Revenue	9	225 200	35 460
Cost of sales	10	(42 351)	(46 403)
<b>Gross profit (loss)</b>		<b>182 849</b>	<b>(10 943)</b>
Other income	11	3 543 202	3 094 392
Operating expenses	12	(2 471 081)	(2 885 851)
<b>Operating profit</b>		<b>1 254 970</b>	<b>197 598</b>
Investment revenue	13	362 862	205 881
<b>Profit for the year</b>		<b>1 617 832</b>	<b>403 479</b>
Other comprehensive income		-	-
<b>Total comprehensive income for the year</b>		<b>1 617 832</b>	<b>403 479</b>

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Statement of Changes in Equity**

	Other Non- distributable Reserves N\$	Retained income N\$	Total equity N\$
<b>Balance at 01 April 2022</b>	<b>412 812</b>	<b>5 593 570</b>	<b>6 006 382</b>
Profit for the year	-	403 479	403 479
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>403 479</b>	<b>403 479</b>
<b>Balance at 01 April 2023</b>	<b>412 812</b>	<b>5 997 049</b>	<b>6 409 861</b>
Profit for the year	-	1 617 832	1 617 832
Other comprehensive income	-	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>1 617 832</b>	<b>1 617 832</b>
<b>Balance at 31 March 2024</b>	<b>412 812</b>	<b>7 614 881</b>	<b>8 027 693</b>
Note	7		

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Statement of Cash Flows**

	Notes	2024 N\$	2023 N\$
<b>Cash flows from operating activities</b>			
Cash receipts from customers		3 489 721	3 487 738
Cash paid to suppliers and employees		(1 010 373)	(2 437 265)
Cash generated from operations	16	2 479 348	1 050 473
Interest income		362 862	205 878
<b>Net cash from operating activities</b>		<b>2 842 210</b>	<b>1 256 351</b>
<b>Cash flows from investing activities</b>			
Net movement in other financial assets		(842 913)	(440 497)
<b>Total cash movement for the year</b>		<b>1 999 297</b>	<b>815 854</b>
Cash and cash equivalents at the beginning of the year		3 456 172	2 640 318
<b>Total cash at end of the year</b>	6	<b>5 455 469</b>	<b>3 456 172</b>

# **Pharmacy Council Of Namibia**

## **Annual Financial Statements for the year ended 31 March 2024**

### **Accounting Policies**

---

#### **1. Basis of preparation and summary of significant accounting policies**

The annual financial statements have been prepared on a going concern basis in accordance with the Namibian Generally Accepted Accounting Practice (NAC001) : Financial Reporting Standard for Small and Medium-sized Entities, and the Pharmacy Act, 2004 (Act 9 of 2004). The annual financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in Namibia Dollar.

The annual financial statements of Pharmacy Council of Namibia have been prepared on the basis of accounting as stated in note 1 to the financial statements. The basis of accounting and the presentation and disclosures contained in the financial statements are not intended to and do not comply with all the requirements of the International Financial Reporting Standard for Small and Medium-sized Entities.

These accounting policies are consistent with the previous period.

#### **1.1 Significant judgements and sources of estimation uncertainty**

##### **Critical judgements in applying accounting policies**

Management are required to make critical judgements in applying accounting policies from time to time. The judgements, apart from those involving estimations, that have the most significant effect on the amounts recognised in the annual financial statements, are outlined as follows:

##### **Key sources of estimation uncertainty**

##### **Impairment testing**

The council reviews and tests the carrying value of property, plant and equipment, investment property on the cost model and intangible assets when events or changes in circumstances suggest that the carrying amount may not be recoverable. When such indicators exist, management determine the recoverable amount by performing value in use and fair value calculations. These calculations require the use of estimates and assumptions. When it is not possible to determine the recoverable amount for an individual asset, management assesses the recoverable amount for the cash generating unit to which the asset belongs.

##### **Financial assets measured at cost and amortised cost**

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

#### **1.2 Property, plant and equipment**

Property, plant and equipment are tangible assets which the Council holds for its own use or for rental to others and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the Council and the cost can be measured reliably. Day to day servicing costs are included in profit or loss in the period in which they are incurred.

Immovable property owned by the Council is classified as owner-occupied property and shown at cost less impairment and is not depreciated.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the Council.

The useful lives of items of property, plant and equipment have been assessed as follows:

**Pharmacy Council Of Namibia**  
Annual Financial Statements for the year ended 31 March 2024

**Accounting Policies**

**1.2 Property, plant and equipment (continued)**

Item	Depreciation method	Average useful life
Furniture and fixtures	Straight line	10 years
Motor vehicles	Straight line	5 years
Office equipment	Straight line	5 years

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss is recognised immediately in profit or loss to bring the carrying amount in line with the recoverable amount.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

**1.3 Financial instruments**

**Initial measurement**

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

**Financial instruments at amortised cost**

These include loans, trade receivables and trade payables. They are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

**Financial instruments at cost**

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

**Financial instruments at fair value**

All other financial instruments, including equity instruments that are publicly traded or whose fair value can otherwise be measured reliably, without undue cost or effort, are measured at fair value through profit or loss.

If a reliable measure of fair value is no longer available without undue cost or effort, then the fair value at the last date that such a reliable measure was available is treated as the cost of the instrument. The instrument is then measured at cost less impairment until management are able to measure fair value without undue cost or effort.

**1.4 Leases**

A lease is classified as a finance lease if it transfers substantially all the risks and rewards incidental to ownership to the lessee. All other leases are operating leases.

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Accounting Policies**

---

**1.4 Leases (continued)**

**Finance leases – lessee**

Finance leases are recognised as assets and liabilities at amounts equal to the fair value of the leased property or, if lower, the present value of the minimum lease payments.

The lease payments are apportioned between the finance charge and the reduction of the outstanding liability using the effective interest method.

**Operating leases - lessor**

Operating lease income is recognised as an income on a straight-line basis over the lease term unless:

- another systematic basis is representative of the time pattern of the benefit from the leased asset, even if the receipt of payments is not on that basis, or
- the payments are structured to increase in line with expected general inflation (based on published indexes or statistics) to compensate for the lessor's expected inflationary cost increases.

**1.5 Inventories**

Inventories are measured at the lower of cost and estimated selling price less costs to complete and sell, on the weighted average cost basis.

**1.6 Impairment of assets**

The Council assesses at each reporting date whether there is any indication that may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

**1.7 Revenue**

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

Interest is recognised, in profit or loss, using the effective interest rate method.

**Pharmacy Council Of Namibia**  
Annual Financial Statements for the year ended 31 March 2024

Notes to the Annual Financial Statements

	2024 N\$	2023 N\$
--	-------------	-------------

**2. Property, plant and equipment**

	2024			2023		
	Cost or revaluation	Accumulated depreciation and impairment	Carrying value	Cost or revaluation	Accumulated depreciation and impairment	Carrying value
Buildings	2 669 462	-	2 669 462	2 669 462	-	2 669 462
Office equipment	2 296	(2 296)	-	2 296	(2 296)	-
IT equipment	7 674	(7 673)	1	7 674	(7 673)	1
<b>Total</b>	<b>2 679 432</b>	<b>(9 969)</b>	<b>2 669 463</b>	<b>2 679 432</b>	<b>(9 969)</b>	<b>2 669 463</b>

**Reconciliation of property, plant and equipment - 2024**

	Opening balance	Closing balance
Buildings	2 669 462	2 669 462
IT equipment	1	1
	<b>2 669 463</b>	<b>2 669 463</b>

**Reconciliation of property, plant and equipment - 2023**

	Opening balance	Closing balance
Buildings	2 669 462	2 669 462
IT equipment	1	1
	<b>2 669 463</b>	<b>2 669 463</b>



**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Notes to the Annual Financial Statements**

	2024 N\$	2023 N\$
<b>2. Property, plant and equipment (continued)</b>		
<b>Details of properties</b>		
<b>Erf 4173</b> 1/5 share of Erf No. 4173, Windhoek, measuring 1,068 square metres, with office building. - Cost	215 974	215 974
<b>Erf 4168</b> 1/5 share of Erf No. 4168, Windhoek, measuring 1,256 square metres, with office building. - Cost	780 344	780 434
<b>Erf 4171</b> 1/5 share of Erf No. 4171, Windhoek, measuring 1,070 square metres, with office building. - Cost	828 511	828 511
<b>Erf 4169</b> 1/5th share of Erf No. 4169, Windhoek, measuring 1,070 square metres, with office building. - Cost	844 542	844 542
<p>Erf No 4173 was revalued by an independent valuer, Joseph Mbangula on 27 March 2024, to the value of N\$12,080,000. The value was based on income approach. 1/5th valuation applicable to Council amounts to N\$2,416,000.</p> <p>Erf No 4168 was revalued by an independent valuer, Joseph Mbangula on 27 March 2024, to the value of N\$9,260,000. The value was based on income approach. 1/5th valuation applicable to Council amounts to N\$1,852,000.</p> <p>Erf No 4171 was revalued by an independent valuer, Joseph Mbangula on 27 March 2024, to the value of N\$7,550,000. The value was based on income approach. 1/5th valuation applicable to Council amounts to N\$1,510,000.</p> <p>Erf No 4169 was revalued by an independent valuer, Joseph Mbangula on 27 March 2024, to the value of N\$6,750,000. The value was based on income approach. 1/5th valuation applicable to Council amounts to N\$1,350,000.</p>		
<b>Valuation</b>		
Erf No 4173	12 080 000	11 700 000
Erf No 4168	9 260 000	9 140 000
Erf No 4171	7 550 000	7 450 000
Erf No 4169	6 750 000	6 570 000
	<b>35 640 000</b>	<b>34 860 000</b>
<b>3. Other financial assets</b>		
<b>At amortised cost</b>		
FNB Namibia Unit Trust Funds	3 179 803	2 336 890
Investment made in FNB Namibia Money Market Fund A		
<b>Current assets</b>		
At amortised cost	3 179 803	2 336 890
<b>4. Inventories</b>		
Books and consumable stock	12 407	24 323

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Notes to the Annual Financial Statements**

	2024 N\$	2023 N\$
<b>5. Trade and other receivables</b>		
Trade receivables	770 584	578 740
Speed point receivable	19 387	12 587
	<b>789 971</b>	<b>591 327</b>
<b>6. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Bank balances	153 805	190 568
Short-term deposits	5 301 664	3 265 604
	<b>5 455 469</b>	<b>3 456 172</b>
<b>7. Non - distributabler reserves (NDR)</b>		
Arising from acquiring the net assets of former Boards as contemplated in section 4 of the Pharmacy Act, 2004 (Act 9 of 2004)	412 812	412 812
<b>8. Trade and other payables</b>		
Amounts received in advance - member fees 2024/2025	3 503 896	1 839 290
Money received control account	575 524	829 024
	<b>4 079 420</b>	<b>2 668 314</b>
<b>9. Revenue</b>		
Sale of goods	225 200	35 460
<b>10. Cost of sales</b>		
<b>Sale of goods</b>		
Sale of goods - books and consumable stock	42 351	13 973
Inventory adjustment	-	32 430
	<b>42 351</b>	<b>46 403</b>
<b>11. Other income</b>		
Fees earned	3 452 802	3 047 412
Rental income	90 400	46 980
	<b>3 543 202</b>	<b>3 094 392</b>
<b>12. Operating expenses</b>		
Operating expenses include the following expenses:		
Annual contribution to the joint Health Professions Council	1 200 000	1 014 888
Bad debts	-	709 494
Evaluation - Pre registration	192 200	258 900
Meeting expenses	256 950	324 000
Hearing and appeals	349 093	129 723

**Pharmacy Council Of Namibia**  
Annual Financial Statements for the year ended 31 March 2024

**Notes to the Annual Financial Statements**

	2024 N\$	2023 N\$
<b>13. Investment revenue</b>		
Interest revenue		
Bank	362 862	205 881
<b>14. Taxation</b>		
No provision has been made for tax as the Council is exempt from income tax.		
<b>15. Auditor's remuneration</b>		
Fees	29 158	28 036
<b>16. Cash generated from operations</b>		
Net profit before taxation	1 617 832	403 479
Investment income	(362 862)	(205 881)
<b>Changes in working capital:</b>		
(Increase) decrease in inventories	11 916	(1 106)
(Increase) decrease in trade and other receivables	(198 644)	357 886
Increase (decrease) in trade and other payables	1 411 106	496 094
	<b>2 479 348</b>	<b>1 050 472</b>
<b>17. Contingencies</b>		
The Council is managed by a joint management entity, which also manages the business of four (4) other Councils. The ultimate financial responsibility for the financial affairs of the management entity lies with these five (5) Councils.		
<b>18. Related parties</b>		
<b>Relationships</b>		
Related Councils	Allied Health Professions Council of Namibia Medical and Dental Council of Namibia Nursing Council of Namibia Social Work and Psychology Council of Namibia	
Managing Council	Health Professions Councils of Namibia	
<b>Related party balances and transactions with other related parties</b>		
<b>Related party transactions</b>		
<b>Contributions paid</b>		
Health Professions Councils of Namibia	1 200 000	1 014 888
Speed point receivable	19 387	12 587
The Pharmacy Council of Namibia is managed by the Health Professions Council of Namibia. In return for these management services performed, the Pharmacy Council of Namibia pays an annual contribution to the Health Professions Council of Namibia for administrative purposes.		
<b>19. Categories of financial instruments</b>		
<b>Debt instruments at amortised cost</b>		
Cash and cash equivalents	5 455 469	3 456 172
Other financial asset	3 179 803	2 336 890
Trade and other receivables	789 971	591 327
	<b>9 425 243</b>	<b>6 384 389</b>

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Notes to the Annual Financial Statements**

	<b>2024</b>	<b>2023</b>
	<b>N\$</b>	<b>N\$</b>
<b>19. Categories of financial instruments (continued)</b>		
<b>Financial liabilities at amortised cost</b>		
Trade and other payables	575 524	829 025

**Pharmacy Council Of Namibia**  
**Annual Financial Statements for the year ended 31 March 2024**

**Detailed Income Statement**

	Notes	2024 N\$	2023 N\$
<b>Revenue</b>			
Sale of goods		225 200	35 460
<b>Cost of sales</b>			
Opening stock		(24 323)	(23 217)
Purchases		(30 435)	(47 509)
Closing stock		12 407	24 323
	10	<b>(42 351)</b>	<b>(46 403)</b>
<b>Gross profit (loss)</b>		<b>182 849</b>	<b>(10 943)</b>
<b>Other income</b>			
Fees earned		3 452 802	3 047 412
Rental income		90 400	46 980
		<b>3 543 202</b>	<b>3 094 392</b>
<b>Operating expenses</b>			
Advertising		3 548	-
Annual contribution - Joint Health Profession Council		1 200 000	1 014 888
Auditors remuneration	15	29 158	28 036
Bad debts		-	709 494
Bank charges		69 172	65 472
Catering expenses		20 520	14 025
Curriculum - Evaluation		32 500	44 000
Hearing and appeals		349 093	129 723
Inspection expenses		22 000	25 280
Legal opinions and high court matters		138 642	160 418
Meeting expenses		256 950	324 000
Movement in provision for doubtful debts		80 037	44 436
Practising cards		17 411	24 279
Pre- Registration Evaluation		192 200	258 900
Travel and accommodation		59 850	42 900
		<b>2 471 081</b>	<b>2 885 851</b>
<b>Operating profit</b>		<b>1 254 970</b>	<b>197 598</b>
Investment income	13	362 862	205 881
<b>Profit for the year</b>		<b>1 617 832</b>	<b>403 479</b>