

HELP AND SHELTER INC

Financial Statements

For the Year Ended December 31, 2004

PKF, BARCELLOS, NARINE & CO

CHARTERED ACCOUNTANTS

106/107 Lamaha & Carmichael Streets

North Cummingsburg

Georgetown, GUYANA

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HNN/rn

October 10, 2005

REPORT OF THE AUDITORS TO THE MEMBERS OF
HELP AND SHELTER INC.

We have examined the financial statements of Help and Shelter Inc. as set out on pages 2 to 8. These statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with International Standards of Auditing. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material mis-statement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements give a true and fair view of the state of affairs of the Company as at December 31, 2004 and of the results of its operations for the year then ended in accordance with International Financial Reporting Standards.

PKF, Barcellos, Narine & Co.
PKF, BARCELLOS, NARINE & CO

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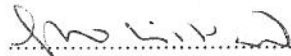
The Principal place of business where the list of partners' names is open to inspection is 106 Lamaha Street, Georgetown, Guyana.
PKF Barcellos Narine & Co. is authorized and regulated by the Institute of Chartered Accountants of Guyana.
The PKF International Association is an association of legally independent firms.

HELP AND SHELTER INC.

BALANCE SHEET

DECEMBER 31, 2004

ASSETS	Notes	G \$	G \$	Restated G \$ 2003
Non Current Asset				
Tangible Fixed Assets	2		61 151 264	61 115 864
Current Assets				
Cash and Bank	3	3 512 356		6 396 561
Receivables		<u>1 214 869</u>		<u>2 165 357</u>
			<u>4 727 225</u>	<u>8 561 918</u>
Total Assets			65 878 489	69 677 782
Current Liability				
Payables			<u>247 042</u>	<u>331 506</u>
Net Assets			<u>65 631 447</u>	<u>69 346 276</u>
REPRESENTED BY:				
General Fund				
Balance - January 1		59 180 542		962 658
Surplus/(Deficit) for the year		(562 736)		2 717 884
Prescriptive Rights Received (Land and Building - Valuation)		<u>-</u>		<u>55 500 000</u>
Balance - December 31			58 617 806	59 180 542
Other Funds				
Japanese Fund		-		1 179 561
UNIFEM Fund		3 477 797		3 477 797
UNICEF Fund - OVC Project		-		1 468 775
UNICEF Fund - PEP Project		233 359		-
CIDA/Gender Equality Fund		3 055 690		2 811 211
Lottery Fund		4 940		996 165
Government Subvention		<u>241 855</u>		<u>232 225</u>
Total Funds			<u>7 013 641</u>	<u>10 165 734</u>
			65 631 447	69 346 276

President: 

The attached statements and notes on pages 6 to 8 form an integral part of these financial statements.

HELP AND SHELTER INC.
STATEMENT OF FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2004

Japanese Fund	G \$	G \$	Restated G \$ 2003
Balance - January 1		1 179 561	3 087 223
Add:			
Funds received from R. Mangra refunded		<u>934 707</u>	<u>-</u>
		2 114 268	3 087 223
Less:			
Expenses paid during the year	-		1 907 662
Funds incorrectly credited in 2002	187 025		-
Funds refunded	<u>1 927 243</u>		<u>-</u>
		<u>2 114 268</u>	<u>1 907 662</u>
Balance - December 31		-	<u>1 179 561</u>
UNIFEM Fund			
Balance - December 31		<u>3 477 797</u>	<u>3 477 797</u>
UNICEF Fund - Orphan and Vulnerable Children Project			
Balance - January 1		1 468 775	-
Add:			
Funds received during the year		<u>-</u>	<u>1 477 300</u>
		1 468 775	1 477 300
Less:			
Amount refunded	196 945		-
Expenses paid during the year	<u>1 271 830</u>		<u>8 525</u>
		<u>1 468 775</u>	<u>8 525</u>
Balance - December 31		-	<u>1 468 775</u>
UNICEF Fund - Peace Education Pilot Project			
Funds received during the year		1 566 113	-
Less:			
Expenses paid during the year		<u>1 332 754</u>	<u>-</u>
Balance - December 31		<u>233 359</u>	<u>-</u>

HELP AND SHELTER INC.
STATEMENT OF FUND ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2004

CIDA/Gender Equality Fund	G \$	G \$ 2003
Balance - January 1	2 811 211	3 994 065
Add:		
Funds received during the year	<u>4 023 121</u>	<u>5 233 112</u>
	6,834 332	9 227 177
Less:		
Expenses paid during the year	<u>3 778 642</u>	<u>6 415 966</u>
Balance - December 31	<u>3 055 690</u>	<u>2 811 211</u>

Lottery Fund		
Balance - January 1	996 165	-
Add:		
Funds received during the year	<u>-</u>	<u>3 000 000</u>
	996 165	3 000 000
Less:		
Expenses paid during the year	<u>991 225</u>	<u>2 003 835</u>
Balance - December 31	<u>4 940</u>	<u>996 165</u>

Government Subvention		
Balance - January 1	232 225	-
Add:		
Funds received during the year	<u>1 000 000</u>	<u>1 200 000</u>
	1 232 225	1 200 000
Less:		
Expenses paid during the year	<u>990 370</u>	<u>967 775</u>
Balance - December 31	<u>241 855</u>	<u>232 225</u>

HELP AND SHELTER INC
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2004

	G \$	G \$ 2003
Cash Flow from Operating Activities		
Net Surplus/(Deficit) Before Taxation	(759 681)	2 717 884
Adjustment for:		
Prescriptive Rights Received	<u>-</u>	<u>55 500 000</u>
Operating Profit/(Loss) Before Working Capital Changes	(759 681)	58 217 884
Working Capital Changes		
Payables	(84 464)	77 478
Receivables	<u>950 488</u>	<u>(19 635)</u>
Cash Generated from Operations	106 343	58 275 727
Cash Flow from Investing Activity		
Purchase of Tangible Fixed Assets	(35 400)	(56 555 434)
	70 943	1 720 293
Cash Flow from Financing Activity		
Other Funds	(2 955 148)	<u>(393 351)</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	(2 884 205)	1 326 942
Cash and Cash Equivalents - January 1	<u>6 396 561</u>	<u>5 069 619</u>
Cash and Cash Equivalents - December 31	<u><u>3 512 356</u></u>	<u><u>6 396 561</u></u>

HELP AND SHELTER INC.
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2004

1. Accounting Policies:

Income

Income is recognised on the cash basis.

These financial statements were approved by the board on October 10, 2005.

Depreciation

No depreciation is charged on Tangible Fixed Assets since the company is a non profit organisation.

2. Tangible Fixed Assets	Land G \$	Building G \$	Office Furniture & Equipment G \$	Total G \$
Cost:				
January 1	3 500 000	52 000 000	5 615 864	61 115 864
Additions	-	-	35 400	35 400
December 31	<u>3 500 000</u>	<u>52 000 000</u>	<u>5 651 264</u>	<u>61 151 264</u>
Net Book Values:				
December 31, 2003	<u>3 500 000</u>	<u>52 000 000</u>	<u>5 615 864</u>	<u>61 115 864</u>
December 31, 2004	<u>3 500 000</u>	<u>52 000 000</u>	<u>5 651 264</u>	<u>61 151 264</u>
3. Cash and Bank			G \$	G \$ 2003
Petty Cash			36 726	191 416
National Bank of Industry & Commerce Limited				
- Current Account 653-128-9			21 360	378 363
- B.C.M Account 484-185-4			432 267	5 826 782
- Current Account 654-694-9			94 870	-
B.C.M Account 483-498-2			<u>2 927 133</u>	-
			<u>3 512 356</u>	<u>6 396 561</u>

HELP AND SHELTER INC.
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2004

4. Donations	G \$	G \$ 2003
New Building Society	66 000	66 000
Dr. Karen L. Persram	20 000	20 000
Others	207 025	340 572
Neville Osman	20 000	80 000
Susan Moore Williams	20 000	25 000
Berbice Evangelical Church	-	3 000
DIDCO Trading Limited	-	341 000
Micro Design Technology	-	10 000
Magda Pollard	-	5 000
Diplomatic Spouses Association	-	400 000
Guyana Conference of Seventh Day Adventist	-	100 000
National Bank of Industry and Commerce	-	20 000
E. C. Robinson	-	50 000
PAS Promotions	-	20 000
Bettina Glasford	-	3 800
Demerara Tobacco Company Limited	-	30 000
Courts (Guy) Limited	-	25 000
Gillian Butts	-	5 000
Barbara Beharry	-	20 000
Guyanese Canadian Association	-	201 487
Guyana Telephone & Telegraph Company	-	120 000
Sun Trust Bank	-	75 620
Guysuco	10 000	-
St. Joseph Collage	612 450	-
Christian Churches of Guyana	3 000	-
Heidi. A. Lardeque	9 900	-
Universal Airlines	40 000	-
Khan	8 000	-
Paula De Souza	104 300	-
C.A.U.C.U.S	2 000	-
Micheal Weatherhead	10 000	-
Mae's Under 12 School	35 000	-
Kishna Rutherford	2 600	-
Vagina Monologue	100 000	-
West Indian People's Association	78 008	-
Roadside Baptist Church	30 000	-
Volunteers Trust	31 330	-
	<u>1 409 613</u>	<u>1 961 479</u>