

GROUP ANNUAL FINANCIAL STATEMENTS

for the year ended 30 June 2006 Statement by the Directors

The directors are responsible for monitoring the preparation of and the integrity of the group financial statements and other information contained in this annual report.

In order for the board to discharge its responsibilities, management has developed and continues to maintain a system of internal control. The board has ultimate responsibility for the system of internal controls and reviews its operation, primarily through the audit committee.

The internal controls include a risk-based system of internal accounting and administrative controls designed to provide reasonable assurance that assets are safeguarded and that transactions are executed and recorded in accordance with generally accepted business practices and the company's policies and procedures. These controls are implemented by trained, skilled personnel with an appropriate segregation of duties; monitored by management and include a comprehensive budgeting and reporting system operating within strict deadlines and an appropriate control framework.

The financial statements are prepared in accordance with Namibian Statements of Generally Accepted Accounting Practice and incorporate responsible disclosure in line with the accounting philosophy of the company. The financial statements are based on appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors believe that the group will be a going concern in the year ahead. For this reason they continue to adopt the going concern basis in preparing the annual financial statements.

The group annual financial statements for the year ended 30 June 2006 set out on pages 28 to 88 were approved by the Board of Directors on 5 December 2006 and signed on its behalf by:


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A L HUNGAMO
CHAIRMAN


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P I SHILAMBA
MANAGING DIRECTOR


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T T UWANGA (MS)
COMPANY SECRETARY

