

# Radio Jamaica Limited 1998

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## Detailed Profit and Loss Account

Year ended 31 December 1998

|                                     | 1998<br>\$'000 | 1997<br>\$'000 |
|-------------------------------------|----------------|----------------|
| Turnover                            | 245,522        | 254,366        |
| Direct Expenses                     |                |                |
| Programming expenses (See below)    | 57,901         | 50,697         |
| News expenses (See below)           | <u>17,356</u>  | <u>19,251</u>  |
|                                     | <u>75,257</u>  | <u>69,948</u>  |
| Gross Profit                        | 170,265        | 184,418        |
| Other Income                        |                |                |
| Interest income                     | 1,308          | 6,696          |
| Property                            | 2,250          | 561            |
| Exchange gain                       | 257            | 132            |
| Gain on sale of fixed assets        | <u>-</u>       | <u>153</u>     |
|                                     | <u>174,080</u> | <u>191,960</u> |
| Expenditure                         |                |                |
| Administrative expenses (See below) | 98,394         | 91,138         |
| Selling expenses (See below)        | 45,760         | 49,690         |
| Operating expenses (See below)      | <u>32,692</u>  | <u>32,160</u>  |
|                                     | <u>176,846</u> | <u>172,988</u> |

|                                        |                |                |
|----------------------------------------|----------------|----------------|
| (Loss)/Profit before Taxation          | (2,766)        | 18,972         |
| Taxation                               | 80             | 3,566          |
| Net (Loss)/Profit                      | <u>(2,846)</u> | <u>15,406</u>  |
| Retained earnings at beginning of year | <u>117,149</u> | <u>106,057</u> |
|                                        | <u>114,303</u> | 121,463        |

|                   |                       |                       |
|-------------------|-----------------------|-----------------------|
| Dividends         |                       |                       |
| Ordinary          | -                     | 4,312                 |
| Preference        | 1                     | 2                     |
| RETAINED EARNINGS | <u>1</u>              | <u>4,314</u>          |
|                   | <b><u>114,302</u></b> | <b><u>117,149</u></b> |

|        |        |
|--------|--------|
| 1998   | 1997   |
| \$'000 | \$'000 |

|                          |                      |                      |
|--------------------------|----------------------|----------------------|
| Programming Expenses     |                      |                      |
| Syndicated programme     | 1,217                | 2,622                |
| Talent fees              | 27,734               | 22,816               |
| Outside broadcast        | 4,425                | 3,629                |
| Other                    | 3,861                | 4,058                |
| Salaries and wages       | 10,675               | 9,466                |
| PRS and recording fee    | 5,335                | 5,381                |
| Sports expenses          | 394                  | -                    |
| Telephone                | 1,427                | -                    |
| Records, tapes and discs | 2,473                | 1,265                |
| Broadcasting rights      | 25                   | -                    |
| General election         | 335                  | 1,460                |
|                          | <b><u>57,901</u></b> | <b><u>50,697</u></b> |

|                      |       |       |
|----------------------|-------|-------|
| News Expenses        |       |       |
| Salaries and wages   | 7,257 | 8,122 |
| Talent fees          | 2,152 | 3,885 |
| Staff allowance      | 1,028 | 1,024 |
| Tapes and Discs      | 74    | -     |
| Telephone            | 1,023 | 1,406 |
| Wired service        | 957   | 931   |
| Correspondents' fees | 2,211 | 1,718 |

|                   |                      |                      |
|-------------------|----------------------|----------------------|
| Computer expenses | 64                   | 11                   |
| Other expenses    | <u>2,590</u>         | <u>2,154</u>         |
|                   | <b><u>17,356</u></b> | <b><u>19,251</u></b> |

|  |        |        |
|--|--------|--------|
|  | 1998   | 1997   |
|  | \$'000 | \$'000 |

Administrative Expenses

|                              |                      |                      |
|------------------------------|----------------------|----------------------|
| Salaries and wages           | 43,277               | 36,044               |
| Pension scheme               | 2,885                | 2,401                |
| Medical expenses             | 1,307                | 1,280                |
| Staff training               | 359                  | 655                  |
| Canteen                      | 1,907                | 1,554                |
| Uniforms                     | 2,805                | 2,912                |
| Directors' fees              | 29                   | 29                   |
| Audit fee                    | 1,535                | 840                  |
| Rent and rates               | 1,665                | 2,358                |
| Insurance                    | 2,639                | 4,989                |
| Computer expenses            | 1,383                | 804                  |
| Telephone, postage and cable | 2,998                | 2,826                |
| Printing and stationery      | 1,402                | 1,569                |
| Travelling and entertainment | 7,924                | 7,502                |
| Housekeeping expenses        | 1,058                | 1,090                |
| Donations                    | 94                   | 24                   |
| Subscriptions                | 511                  | 464                  |
| General expenses             | 387                  | 227                  |
| Bank charges                 | 201                  | 225                  |
| GCT expense                  | 117                  | 168                  |
| Share administration expense | 1,963                | 3,068                |
| Bad debt                     | 1,866                | 481                  |
| Internet expenses            | 540                  | 587                  |
| Professional fees            | 1,965                | 1,662                |
| Special expenditure          | 47                   | 1,884                |
| Office equipment maintenance | 127                  | 138                  |
| Depreciation                 | <u>17,403</u>        | <u>15,357</u>        |
|                              | <b><u>98,394</u></b> | <b><u>91,138</u></b> |

|                           | 1998   | 1997   |
|---------------------------|--------|--------|
|                           | \$'000 | \$'000 |
| Selling Expenses          |        |        |
| Commission broadcast      | 10,600 | 10,539 |
| Agency commission         | 30,295 | 33,538 |
| Representative commission | 164    | 364    |
| Publicity                 | 4,531  | 4,923  |
| Listenership survey       | 170    | 326    |
|                           | 45,760 | 49,690 |
| Operating Expenses        |        |        |
| Salaries and wages        | 11,381 | 10,110 |
| Repairs and maintenance - |        |        |
| Equipment                 | 2,876  | 5,332  |
| General                   | 287    | 564    |
| Premises                  | 2,020  | 2,738  |
| Electricity               | 12,576 | 9,660  |
| Other                     | 293    | 177    |
| Motor vehicle expenses    | 3,259  | 3,579  |
|                           | 32,692 | 32,160 |

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