

**Fiji Institute of Accountants**



*Annual  
Report  
1994*

# **FIJI INSTITUTE OF ACCOUNTANTS**

## **ANNUAL REPORT FOR THE YEAR ENDED 31 DECEMBER, 1994.**

### **MEMBERS OF THE COUNCIL**

*The Council of the Institute consisted of the following:*

*Ms Jenny Seeto - President  
Mr Vishnu Deo - Vice-President  
Mr Ranjit W. Singh - Treasurer  
Mr Vishnu Prasad  
Mr Chris Jackman  
Mr Deepak Rathod  
Mr Inia Naiyaga  
Mr Nalin K. Patel  
Mr Ram Moosad*

*Messrs Ranjit Singh, Ram Moosad and Ms Jenny Seeto, having served their three year terms were due to retire by rotation but all three were unanimously re-elected at the Annual General Meeting held on 7 May, 1994.*

*Mr Vishnu Prasad, who was elected President in August, 1990, to serve the remaining term of office of Mr Surendra Prasad when he resigned and subsequently having served one additional two year term, relinquished office in accordance with Section 10 (3) of the Act in May, 1994.*

*The Council held twelve meetings during the year, one of which was held in Lautoka followed by a seminar for members in the Western Division.*

*At the first meeting of the Council after the Annual General Meeting, Vice-President, Ms Jenny Seeto was unanimously elected to succeed Mr Vishnu Prasad as President and Mr Vishnu Deo was elected as Vice-President.*

### **AMENDMENTS TO THE FIA ACT AND RULES**

*The Council considered the recommendations submitted by the FIA Act and Rules Committee regarding proposed amendments to the Fiji Institute of Accountants Act and Rules and decided that, in accordance with the provisions of the Act they should be submitted to the members for consideration. Members will note that the item is on the agenda of the Annual General Meeting.*

*The Council is hopeful that the proposed amendments will receive the support and approval of members so that amendments to the Rules can be forwarded to the Minister for approval and amendments to the Act can be tabled in Parliament.*

Work is proceeding on amendments to the Ethical Rulings and it is hoped that the amended Ethical Rulings will be issued to members during the year.

### **INCREASES IN FEES AND SUBSCRIPTIONS**

In accordance with the mandate given to it at the last Annual General Meeting, the Council agreed to increase fees and subscriptions effective from 01 January, 1995. The new rates and fees and subscriptions which were approved by the Minister of Finance and Economic Development are as follows:

<b>Class of Membership</b>	<b>Annual Subscription (VAT Inclusive) \$</b>
Chartered Accountant in Public Practice.....	275.00
Chartered Accountant not in Public Practice.....	137.50
Provisional Member.....	55.00
Overseas Member.....	55.00
Diploma Holder.....	11.00
Student Member.....	11.00
Licensed Accountant (Annual Licence Fee).....	110.00
Affiliate Accountant.....	55.00
Admission fees for all categories of membership.....	55.00

The Council would like to assure members that the increases were decided after very careful consideration and that the rates are realistic to present day conditions, the last increase having been made in 1982. Moreover, the Council was of the view that the increases are necessary for the effective and efficient operation of the Institute so as to render improved services to members.

### **1994 CONGRESS**

The Annual Congress of the Institute is increasingly becoming a major event in the national calendar of notable events and, apart from our own members, it attracts delegates from a large cross section of the Fiji business community as well as Government.

The 1994 Congress, held at the Regent of Fiji from 6 to 7 May was again a most successful event and the Council is grateful to Mr Brian Murphy, the Chairman, and members of his Organising Committee for their very commendable contribution.

Speakers from Australia, New Zealand and as far afield as Hawaii complemented Government Ministers and other local dignitaries all of whom made very worthwhile presentations which were well received by the delegates.

## **YOUNG ACCOUNTANT OF THE YEAR AWARDS**

*The Council is grateful to CBA FUJITSU for continuing to sponsor the "Young Accountant of the Year " awards which coincides with our Annual Congress. The awards consist of Fujitsu Personal Computers and software valued in excess of \$10,000.*

*The winners in 1994 were Umar Farook from South Pacific Applied Geoscience Commission for the under 30 year age group and Shiu Chand of Vishnu Prasad & Co in the 30 to 40 year age group.*

*The awards are a source of inspiration for young Accountants to strive for achievement and excellence in their chosen career.*

## **GOLD MEDAL AWARDS**

*The Institute continues to sponsor the award of gold medals to outstanding students pursuing accounting studies at the Fiji Institute of Technology and the University of the South Pacific. The awards are based on recommendations from the two institutions. The gold medal for being the most outstanding student in the Diploma in Business Studies programme at the Fiji Institute of Technology was Madhvi Lata while Linda Chang was awarded the FIA gold medal for being the best student in the B.A. Accounting programme at the University of the South Pacific.*

## **MEMBERSHIP**

*During 1994 the Council approved a total of eighty-five applications for registration as members. This was made up of five applications for the issue of Certificates of Public Practice, forty-two for registration as Chartered Accountants, twenty-five as Provisional members and thirteen as Affiliate Accountants.*

*As at 31 December, 1994, the total paid membership of the Institute 421 was as follows:*

**MEMBERSHIP TOTALS 1990 - 1994**

Table 1

YEAR	CPP	CA	P	A	Totals
1990	32	185	26	145	388
1991	35	171	29	135	370
1992	38	163	45	144	390
1993	35	212	17	96	360
1994	39	235	39	108	421

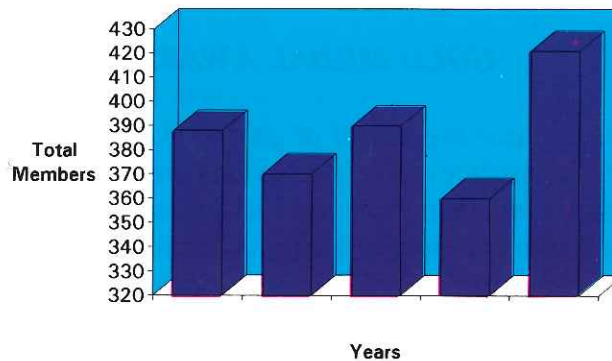
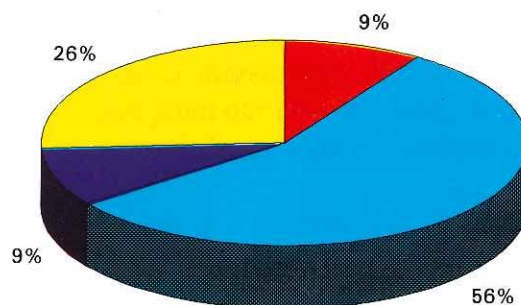
**KEY**

CPP - Certificate of Public Practice

CA - Chartered Accountants

P - Provisional Members

A - Affiliate Accountants

**Figure 1 :Membership Totals -1990-1994**

**MEMBERSHIP BY STATUS Total - 421**
**Figure II : Membership by Status - 1994**


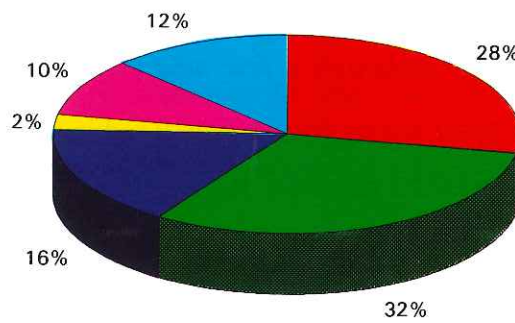
■	CPP - 39
■	CA - 235
■	P - 39
■	A - 108

**MEMBERSHIP BY FIELD OF EMPLOYMENT Total - 421**

Table II

	CPP	CA	P	A	Totals
Public Practice	39	50	17	13	119
Industry & Commerce	-	82	3	46	131
Public Sector	-	33	11	25	69
Education	-	5	2	3	10
Others	-	17	4	19	40
Overseas	-	48	2	2	52
	39	235	39	108	421

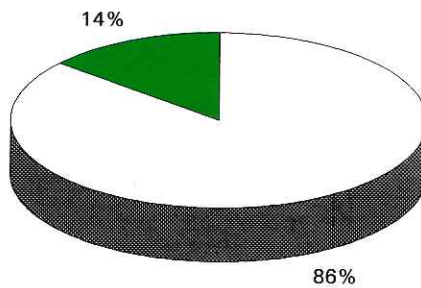
**Figure III: Membership by Field Employment - 1994**



Public Practice	- 119
Industry & Comm.	- 131
Public Sector	- 69
Education	- 10
Others	- 40
OVERSEAS	- 52

**MEMBERSHIP BY GENDER Total - 421**

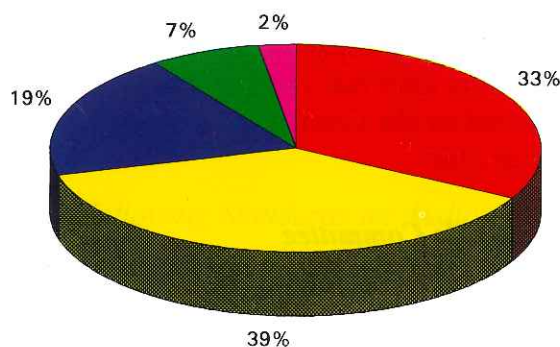
**Figure IV: Membership by Gender 1994**



Male	- 363
Female	- 58

**MEMBERSHIP BY AGE Total - 421**

**Figure V: Membership by Age -1994**



Under 30 years	- 139
30-39 years	- 160
40-49 years	- 82
50-59 years	- 30
Over 60 years	- 10

## **COMMITTEES OF THE INSTITUTE**

*Membership of the various Committees appointed by the Council remained substantially the same as in the previous year although a few new members were appointed to some of them.*

*One new Committee was established to serve members in the Western Division.*

*The nature of work and function of the various Committees meant that some met more frequently than others, but all worked towards fulfilling their aims and objectives and functioned most effectively.*

*The Council wishes to express its gratitude to the members who agreed to serve on different Committees and for so generously giving their time to attend meetings, often outside of normal working hours.*

*Reports of the Committees are given below.*

### **Education, Membership and Awards Committee**

**Members:** Chris Jackman (Chairman), Ram Moosad, H.N.Pande, Arvindbhai Patel, Esala Kama, and Bruce Sutton.

*The Education, Membership and Awards Committee continued its work of scrutinising applications for all categories of membership and make recommendations to the Council for its consideration and approval. During 1994 the Committee recommended eighty-five applications all of which were approved by the Council.*

*The Committee has begun discussions with the University of the South Pacific with the view to securing their support for the Institute's ongoing Professional Development programme. Some preliminary discussions have also taken place about the possibility of the University introducing a professional year programme for degree students as well as for those who have already been registered as members.*

*In order to accommodate prospective members who work in Government departments but not under the direct supervision of a member of the Institute, the Committee held discussions with the Auditor General to determine whether the five year practical experience requirement could be reduced to two years in accordance with Rule 4 (2) (b).*

*The Committee's recommendation that prospective members working in the Auditor General's office be eligible for full membership after two years of practical experience in that Department, instead of five years, was accepted by the Council. In so deciding, the Council agreed that this should be reviewed from time to time.*

### **Accounting and Auditing Standards Committee**

**Members:** Nalin Patel (Chairman) Chris Jackman, Ben Coutman, Andrew Dickinson, Ram Moosad, Gardiner Whiteside, Tom Patel, Chirk Yam, Francis Chung, R.C.Dutt and Isaia Vakabua. Bruce Sutton replaced Andrew Dickinson in January when the latter returned to Australia.



*The Fiji Institute of Accountants as a member of the International Federation of Accountants (IFAC) and an Associate Member of the International Accounting Standards Committee (IASC) has undertaken to support the Standards promulgated by IFAC and IASC.*

*The Institute, through the Council, from time to time issues statements of accounting, auditing and other standards which are either issued directly by the Council or are based on those issued by IFAC or IASC and endorsed by the Council for observance in Fiji by members of the Institute.*

### **Accounting Standards**

*The Committee considered the following Standards and recommended that they should be operative in respect of any accounting period ending on or after 30 September, 1995:*

- \* FAS 7 Statement of Cash Flow [to supersede Statement of Sources and Application of Funds]*
- \* FAS 17 Accounting for Leases*
- \* FAS 24 Related Party Disclosures*
- \* FAS 25 Accounting for Investments*
- \* FAS 103 Accounting for Value Added Tax (VAT)*

### **Differential Reporting**

*In view of the Standards overload, it has been decided that the criteria applied by the New Zealand Society of Accountants be adopted as an interim measure for exemption from the following standards:*

- \* FAS 7 Statement of Cash Flows*
- \* FAS 12 Accounting for Income Tax*
- \* FAS 14 Reporting Financial Information by Segment*
- \* FAS 17 Accounting for Leases*
- \* FAS 24 Related Party Disclosures*

*The criteria, as applied by the New Zealand Society of Accountants, and recommended by the Committee is as Follows:*

*"An entity that is not publicly accountable may qualify for Differential Reporting if it is not large. The framework for Differential Reporting regards the entity as large if it exceeds any two of the following:*

- \* total revenue of F\$2.5 million*
- \* total assets of F\$1.5 million*
- \* 20 employees."*

### **Standards on Auditing**

*The Committee considered the following Standards on Auditing and recommended them to the Council for approval:*

- \* Using the Work of an Internal Auditor (FSA 10)*
- \* The Audit Report on General Purpose Financial Statements (FSA 13)*
- \* The Audit Report on Special Purpose Audit Engagements (FSA 24)*
- \* Going Concern (FSA 23)*



- |  |          |
|--|----------|
| * Control of the Quality of Audit Work | (FSA 7)  |
| * Audit Sampling                       | (FSA 9)  |
| * Representations by Management        | (FSA 22) |
| * Materiality and Audit Risk           | (FSA 25) |

### **Redesignation of Fiji Standards on Auditing**

*In line with IFAC's assurance of a codified set of International Standards on Auditing (ISA'S), the Standards Committee agreed to recommend to the Council that Fiji Auditing Standards (FAUS) should be redesignated to Fiji Standards on Auditing (FSA). The Fiji Standards on Auditing are expected to be approved and issued shortly.*

### **Members' Handbook**

*The Committee agreed to print all the Standards, including the existing Standards in a new format and issue them in binders similar to that used by the New Zealand Society of Accountants. The binders will have eight dividers, namely:*

1. Index
2. Fiji Accounting Standards [FAS]
3. Fiji Standards on Auditing [FSA]
4. Fiji Accounting Guidelines [FAG]
5. Exposure Drafts
6. Fiji Ethical Rulings [FER]
7. By-Laws
8. General Information.

*It is hoped that the new Members' Handbook will be issued to all the members by the end of June, 1995.*

### **Surveillance Panel**

*In accordance with the decision of the Council, the Committee has also acted as the Surveillance Panel to ensure that Standards are being complied with.*

### **Professional Development Committee**

**Members:** Deepak Rathod (Chairman), Jon Bennett, William Crosbie, Andrew Davies, H.N. Pande, Sikeli Tuinamuana, M.D.Sharma and Andrew Dickinson who returned to Australia and was replaced by Michael Yee Joy.

*During 1994, the Committee organised four seminars in Suva and one in Lautoka.*

*All the seminars were well attended and members have expressed the view that they should be held on a more regular basis. In keeping with this the Committee hopes to organise seminars on a monthly basis and members are urged to inform the Committee or the Registrar regarding topics which should be covered at future seminars.*

*The Professional Development Committee will be organising seminars in Suva as well as Lautoka on the new Standards as soon as they have been issued.*

### ***Western Districts Committee***

**Members:** Vishnu Deo (Chairman), Nitin Gandhi, Narendra Kumar, James Wilkinson and Phil Taylor.

*The Council decided to establish this Committee to serve members living in the Western Division. The idea was well received and there was enthusiastic support from members.*

*The Committee organised two seminars during the year.*

### ***Journal Committee***

**Members:** Inia Naiyaga (Chairman), Yashni Kant, M.D.Sharma, Subramani, Paresh Hari, Neil Underhill and Foana Veikila.

*The Journal Committee had decided to publish three issues of the "THE FIJI ACCOUNTANT" and increasing to four issues a year if possible. However, despite its best endeavours the Committee was able to print only two issues during 1994. Repeated appeals to members to contribute articles produced no results and consequently the planned December edition had to be deferred owing to lack of sufficient articles.*

*The Committee would like to urge members to contribute articles and letters for publication in future issues of "THE FIJI ACCOUNTANT" so that it can be printed on a regular basis.*

### ***Investigation Committee***

**Members:** Jenny Seeto (Chairperson), Chris Jackman, Kikoo Kapadia and Brian Murphy.

*Three complaints against members were brought to the attention of the Committee during the year. In the case of one, the Committee, on the basis of legal opinion rendered to it, decided that since the matter was sub judice no action should be taken until the matter had been dealt with by the Court.*

*In the case of the other two complaints, the Committee, after due investigation, decided that they should be referred to the Disciplinary Committee for appropriate action.*

### ***Disciplinary Committee***

**Members:** Don Aidney (Chairman), Vishnu Deo, Adam Dickson, Vishnu Prasad and Nalin Patel.

*The Disciplinary Committee dealt with two cases referred to it by the Investigation Committee. In one instance the Committee decided that the member should be censured and made to pay \$500 towards costs incurred in dealing with the complaint against him.*

*In the case of the complaint against another member, the Disciplinary Committee censured the member, imposed a fine of \$200 and ordered that he be required to pay to the Institute a sum of \$500 in respect of costs.*

## ***Fiji Institute of Accountants Act and Rules Committee***

**Members:** Jenny Seeto (Chairperson), Don Aidney, Vishnu Prasad, Adam Dickson, Chris Jackman, Nalin Patel and Brian Murphy.

*The FIA Act and Rules Committee was established to look at possible amendments to the FIA Act and Rules in order to ensure that they are consistent with trends and requirements of the accounting profession in Fiji taking into account developments in the profession in other countries.*

*The Committee examined the existing Act and Rules and came to the conclusion that instead of revising the whole Act it would be better to make amendments to sections which had ceased to serve the purpose for which they were designed and sections which were perhaps no longer in keeping with current requirements of the profession or the Institute.*

*The proposed amendments were submitted to the Council for its approval and subsequently circulated to the members for consideration at the Annual General Meeting.*

*The Committee has been working on amendments to the Rules and the Ethical Rulings and it is hoped that this part of the Committee's work should be completed in the next few months and the proposed amendments submitted to the Council for its consideration and approval.*

## ***Law Review Committee***

**Members:** Don Aidney (Chairman), Francis Chung, Vishnu Deo, Adam Dickson, Chris Jackman and Lionel Yee.

*The Law Review Committee discussed the proposed Serious Fraud Office Bill and prepared submissions for the consideration of the Council. The recommendations of the Committee were subsequently submitted to the Parliamentary Select Committee.*

*The Committee had recommended that there was no need for the establishment of a Serious Fraud Office because the objectives could be achieved by strengthening existing institutions. However, in the event that Government was to go ahead with its intention to set up such an Office, the Committee recommended several amendments to the proposed Bill.*

## ***Sports and Social Committee***

**Members:** Ajay Sharma (Chairman), Roderick Kamleshwaran, Kee Fong, Esekaia Kamunaga, Gurpreet Singh, Lalesh Dutt, Ashok Kumar, Shashi Kant Maharaj.

*After being dormant for a few years the Sports and Social Committee was reactivated in 1993 and during 1994 the Committee organised two social functions.*

*The President's Night, held at the Tiri Restaurant in July in honour of the newly elected President was well attended and the occasion was also used to present Certificates to new members.*

*The 1994 Annual Sports Day, held on 29 October, was again very competitive, with teams from all the major firms and one representing members working in non-accounting commercial organisations vying for top honours in soccer, volleyball, and squash which was included for the first time.*

*After a day of intense competition, Commercials emerged winners in Squash and Soccer while Price Waterhouse won in Volleyball.*

*The evening presentation function at the Fiji Club was attended by as many as 130 members and guests. As with the President's Night, new members were welcomed and presented with their Certificates.*

### **FIJI PROFESSIONAL CENTRE**

*As a member of the Fiji Professional Centre the Institute pays an annual levy at the rate of \$5.00 for every full member and \$2.50 for others. Based on our membership the levy in 1994 amounted to \$1617.50. The building at 21 Desvouex Road in Suva is owned by the Fiji Professional Centre.*

### **CONCLUSION**

*The Council and I would like to extend our thanks and appreciation to all the Members for the support they have given to us and urge the younger and new Members to take a more active part in the affairs of the Institute. We invite you to offer yourselves to serve on the various Committees and come forward with ideas and suggestions to help us provide improved services to the Members.*

*On my own behalf I would like to express my gratitude to Council members for their continued support and thank Mr Vishnu Prasad for his contribution during his presidency.*



**Jenny Seeto,  
PRESIDENT.**

**FIJI INSTITUTE OF ACCOUNTANTS**

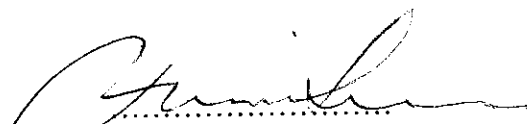
**STATEMENT BY THE COUNCIL OF  
FIJI INSTITUTE OF ACCOUNTANTS**

On behalf of the Council of the Fiji Institute of Accountants, we state that in our opinion the accompanying accounts of the Institute set out on pages 14 to 20 are drawn up so as to give a true and fair view of the state of affairs of the Institute at 31 December 1994 and of its results for the year then ended.

Signed in accordance with a resolution of the Council.

Dated at Suva this 15 day of June 1995.

  
.....  
**PRESIDENT**

  
.....  
**TREASURER**

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FIJI INSTITUTE OF ACCOUNTANTS**

### **Scope**

I have audited the financial statements of the **Fiji Institute of Accountants** for the financial year ended 31 December 1994, consisting of the balance sheet, statement of income and expenditure, statement of sources and applications of funds and accompanying notes, set out on pages 14 to 20. The Council members are responsible for the preparation and presentation of the financial statements and the information they contain. I have conducted an independent audit of these financial statements in order to express an opinion on them to the members of the Institute.

My audit has been conducted in accordance with Fiji Auditing Standards to provide reasonable assurance as to whether the financial statements are free of material misstatement. My procedures included examination, on a test basis, of evidence supporting the amounts and other disclosures in the financial statements, and the evaluation of accounting policies and significant accounting estimates. These procedures have been undertaken to form an opinion as to whether, in all material respects, the financial statements are presented fairly in accordance with Fiji Accounting Standards and statutory requirements so as to present a view which is consistent with my understanding of the Institute's financial position and the results of its operations.

The audit opinion expressed in this report has been formed on the above basis.

### **Audit Opinion**

In my opinion the accompanying financial statements, which have been prepared under the historical cost convention stated in Note 1 thereto, have been drawn up so as to present fairly the state of affairs of the Institute at 31 December 1994 and of its results for the year ended on that date.

SUVA, FIJI  
*15 June 1995*

  
PRAN RATHOD CA  
HONORARY AUDITOR

# FIJI INSTITUTE OF ACCOUNTANTS

## BALANCE SHEET AT 31 DECEMBER 1994

	NOTE	1994 \$	1993 \$
<b>MEMBERS' FUNDS</b>			
Admission fees	2	-	11,932
Retained surplus	2	86,520	91,744
<b>TOTAL MEMBERS' FUNDS</b>		<b>86,520</b>	<b>103,676</b>
<b>Represented by:</b>			
<b>CURRENT ASSETS</b>			
Cash on hand and at bank		22,387	45,207
Interest bearing deposits	3	54,872	52,613
Sundry debtors and prepayments		3,160	6,700
Interest receivable		5,102	9,032
<b>TOTAL CURRENT ASSETS</b>		<b>85,521</b>	<b>113,552</b>
<b>CURRENT LIABILITIES</b>			
Creditors and accruals		10,381	17,173
Subscriptions and fees received in advance		558	140
		<b>10,939</b>	<b>17,313</b>
<b>SURPLUS OF CURRENT ASSETS OVER CURRENT LIABILITIES</b>		<b>74,582</b>	<b>96,239</b>
<b>NON CURRENT ASSETS</b>			
Interest bearing deposits	3	20,000	21,570
Fixed assets	5	10,221	2,954
<b>TOTAL NON CURRENT ASSETS</b>		<b>30,221</b>	<b>24,524</b>
<b>NON CURRENT LIABILITY</b>			
Foundation Chair in Accounting	4	18,283	17,087
<b>NET ASSETS</b>		<b>86,520</b>	<b>103,676</b>

The balance sheet is to be read in conjunction with the notes to and forming part of the accounts set out on pages 16 to 19

.....  
**PRESIDENT**

.....  
**TREASURER**



# FIJI INSTITUTE OF ACCOUNTANTS

## STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 1994

	NOTE	1994 \$	1993 \$
<b>INCOME</b>			
Admission fees		705	680
Members' subscriptions	6	20,627	13,693
Interest (net after write off of \$5,808 relating to overstatement of interest receivable of prior years)		(1,809)	13,304
Special Committees	7	20,698	20,736
Technical publications	8	500	1,829
Other		324	2,088
<b>TOTAL INCOME</b>		<u>41,045</u>	<u>52,330</u>
<b>EXPENDITURE</b>			
Administration			
Advertising		253	1,038
Bank charges		32	34
Consultancy fees		200	-
Depreciation		2,182	76
Electricity		155	-
Entertainment		130	621
General expenses		802	-
Gifts and awards		318	80
Insurance		82	-
Legal		3,850	2,475
Postage and telephone		2,887	2,562
Printing and stationery		9,055	2,759
Repairs and maintenance		255	-
Travelling		3,964	290
International activities	9	5,248	3,628
Rental		2,084	1,618
Salaries and wages		24,383	13,621
Subscription - Fiji Professional Centre		1,421	-
Sports and Social Committee		900	-
<b>TOTAL EXPENDITURE</b>		<u>58,201</u>	<u>28,802</u>
<b>NET (DEFICIT) /SURPLUS</b>		<u>(17,156)</u>	<u>23,528</u>
<b>TRANSFER TO MEMBERS' FUNDS</b>			
Admission fees		-	680
Retained surplus		(17,156)	22,848
		<u>(17,156)</u>	<u>23,528</u>

The statement of income and expenditure is to be read in conjunction with the notes to and forming part of the accounts set out on pages 16 to 19

# FIJI INSTITUTE OF ACCOUNTANTS

## NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1994

### 1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The accounts have been prepared on the basis of historical costs and do not take into account changing money values or current valuations of non-current assets.

Set out below is a summary of the significant accounting policies adopted by the Institute in the preparation of the accounts. The accounting policies have been consistently applied.

(a) **Depreciation**

Fixed assets are depreciated on a straight line basis so as to write-off the cost of the assets over their expected useful lives. The rates in use are:

Computer equipment	25% per annum
Other equipment	10% per annum

(b) **Subscription**

Subscriptions in arrears are not brought to account.

(c) **Income Tax**

Under section 17, clause 24 of the Income Tax Act, the Institute's net income is exempt from taxation.

(d) **Publication Costs**

Publication costs are written off to the income statement in the period incurred.

### 2. MEMBERS' FUNDS

	1994 \$	1993 \$
<b>Admission fees</b>		
Balance at beginning of the year	11,932	11,252
Amounts received during the year	-	680
	<u>11,932</u>	<u>11,932</u>
Transfer to retained surplus	(11,932)	-
Balance at end of the year	<u>-</u>	<u>11,932</u>
<b>Retained Surplus</b>		
Balance at beginning of the year	91,744	68,896
(Deficit)/ Surplus for the year	(17,156)	22,848
	<u>74,588</u>	<u>91,744</u>
Transfer from admission fees	11,932	-
Balance at end of the year	<u>86,520</u>	<u>91,744</u>

# FIJI INSTITUTE OF ACCOUNTANTS

## NOTES TO AND FORMING PART OF THE ACCOUNTS [CONT'D] FOR THE YEAR ENDED 31 DECEMBER 1994

### 3. INTEREST BEARING DEPOSITS

Term	Due Date	Rate	1994 \$	1993 \$
<b>CURRENT</b>				
1 year	19/1/95	6.50%	11,302	10,613
6 months	11/2/95	4.75%	2,000	2,000
6 months	18/2/95	4.75%	10,000	10,000
1 year	18/2/95	6.50%	10,000	10,000
3 years	18/2/94	6.75%	-	20,000
2 years	9/3/95	8%	21,570	-
			<u>54,872</u>	<u>52,613</u>
<b>NON CURRENT</b>				
2 years	9/3/95	8%	-	21,570
3 years	18/2/97	6.75%	20,000	-
			<u>20,000</u>	<u>21,570</u>

### 4. FOUNDATION CHAIR IN ACCOUNTING

Balance at beginning of the year	17,087	15,895
Add bank interest	<u>1,196</u>	<u>1,192</u>
Balance at end of the year	<u>18,283</u>	<u>17,087</u>

It is not expected that the above amount will become payable in the current year.

### 5. FIXED ASSETS

Office equipment - at cost	13,274	3,827
<u>Less accumulated depreciation</u>	<u>3,053</u>	<u>873</u>
	<u>10,221</u>	<u>2,954</u>

### 6. MEMBERS' SUBSCRIPTIONS

Members in public practice	4,400	2,363
Members not in public practice	11,201	8,801
Provisional members	1,158	568
Licensed accountants	1,005	863
Affiliate members	2,064	1,098
Overseas members	799	-
	<u>20,627</u>	<u>13,693</u>

# FIJI INSTITUTE OF ACCOUNTANTS

## NOTES TO AND FORMING PART OF THE ACCOUNTS [CONT'D] FOR THE YEAR ENDED 31 DECEMBER 1994

### 7. SPECIAL COMMITTEES

	1994 \$	1993 \$
<b>(a) Annual Congress</b>		
<b>Income</b>		
Registration fees and social activities	127,043	120,458
Sponsorships	17,973	19,636
	<u>145,016</u>	<u>140,094</u>
<b>Expenses</b>		
Accommodation, food and beverage	115,725	99,677
Advertising and printing	5,016	13,029
Band	750	350
Donation	800	-
Entertainment	179	1,732
Gifts and prizes	80	501
Stationery, telephone and facsimile	3,586	2,235
Travelling	3,825	323
Miscellaneous	58	99
	<u>130,019</u>	<u>117,946</u>
<b>Surplus</b>	<u>14,997</u>	<u>22,148</u>
<b>(b) Continuing Education Courses</b>		
<b>Income</b>		
Registration fees and levies	4,550	2,275
	<u>4,550</u>	<u>2,275</u>
<b>Expenses</b>		
Venue costs and refreshments	3,744	66
Printing, stationery, promotion and telephone	-	1,555
	<u>3,744</u>	<u>1,621</u>
<b>Surplus</b>	<u>806</u>	<u>654</u>
<b>(c) Careers Expo</b>		
<b>Income</b>	<u>-</u>	<u>-</u>
<b>Expenses</b>		
Booth rental	-	750
Printing and publishing	-	941
Travelling, transport and accommodation	-	375
	<u>-</u>	<u>2,066</u>
<b>(Deficit)</b>	<u>-</u>	<u>(2,066)</u>

# FIJI INSTITUTE OF ACCOUNTANTS

## NOTES TO AND FORMING PART OF THE ACCOUNTS [CONT'D] FOR THE YEAR ENDED 31 DECEMBER 1994

### 7. SPECIAL COMMITTEES [CONT'D]

	1994 \$	1993 \$
(d) <b>Journal Committee</b>		
Income	5,271	-
Expenses	<u>5,576</u>	<u>-</u>
(Deficit)	<u>(305)</u>	<u>-</u>
(e) <b>Disciplinary Committee</b>		
Fines and legal costs recovery	<u>5,200</u>	<u>-</u>
<b>NET SURPLUS - SPECIAL COMMITTEES</b>	<u><u>20,698</u></u>	<u><u>20,736</u></u>

### 8. TECHNICAL PUBLICATIONS

Sale of handbook covers and forms	<u>500</u>	<u>1,829</u>
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### 9. INTERNATIONAL ACTIVITIES

Subscription to:		
International Federation of Accountants	4,484	1,533
Confederation of Asian and Pacific Accountants	<u>764</u>	<u>2,095</u>
	<u><u>5,248</u></u>	<u><u>3,628</u></u>

### 10. CAPITAL EXPENDITURE COMMITMENTS

There were no capital expenditure commitments at 31 December 1994. (1993 \$6,270).

### 11. INTEREST IN FIJI PROFESSIONAL CENTRE

The Institute has a 1/7 interest in the property known as the Fiji Professional Centre. Harrison Grierson valued this property at \$200,000 in 1993.

# FIJI INSTITUTE OF ACCOUNTANTS

## STATEMENT OF SOURCES AND APPLICATIONS OF FUNDS FOR THE YEAR ENDED 31 DECEMBER 1994

	1994 \$	1993 \$
<b>SOURCES OF FUNDS</b>		
Foundation chair in accounting	1,196	1,192
Net (deficit)/ surplus for the year	(17,156)	23,528
Add non-fund item - depreciation	2,182	76
	<u>(13,778)</u>	<u>24,796</u>
Decrease in interest bearing deposits	1,570	-
Decrease in working capital	21,657	-
	<u>9,449</u>	<u>24,796</u>
<b>APPLICATIONS OF FUNDS</b>		
Increase in interest bearing deposits	-	5,946
Purchase of fixed assets	9,449	2,900
Net increase in working capital	-	15,950
	<u>9,449</u>	<u>24,796</u>
<b>MOVEMENT IN WORKING CAPITAL</b>		
<b>Increase/ (decrease)</b>		
Cash on hand and at bank	(22,820)	14,240
Interest bearing deposits	2,259	741
Sundry debtors and prepayments	(3,540)	1,346
Interest receivable	(3,930)	4,059
Stock	-	(1,265)
Creditors and accruals	6,792	(3,136)
Subscriptions received in advance	(418)	(35)
<b>NET (DECREASE)/ INCREASE IN WORKING CAPITAL</b>	<u>(21,657)</u>	<u>15,950</u>

The statement of sources and applications of funds is to be read in conjunction with the notes to and forming part of the accounts set out on pages 16 to 19