

FIJI  
INSTITUTE  
OF  
ACCOUNTANTS



ANNUAL REPORT  
1995

## THE COUNCIL

<b>President:</b>	Jenny Seeto
<b>Vice-President:</b>	Vishnu Deo
<b>Treasurer:</b>	Deepak Rathod
<b>Members:</b>	Vishnu Prasad
	Dhiraj Hemraj
	Inia Naiyaga
	Nalin Patel
	Ram Moosad
	Ross McDonald

The casual vacancy created in June by the resignation of Chris Jackman, in view of his impending return to Australia, was filled by the appointment of Dhiraj Hemraj.

In accordance with Sections 9 and 11 of the Act, Vishnu Prasad, Dhiraj Hemraj and Deepak Rathod were due to retire, having served their respective terms. All the three outgoing members were re-elected unopposed.

Ranjit Singh tendered his resignation in July and the vacancy was filled by the appointment of Ross McDonald. He brings with him a wealth of experience in commerce.

Deepak Rathod was elected as the new Treasurer to replace Ranjit Singh.

The Council wishes to express its thanks and gratitude to Chris Jackman and Ranjit Singh for their services to the Institute and wishes them well for the future.

The Council held nine meetings during the year, one of which was held in Lautoka.

Various Committees appointed by the Council functioned most effectively during the year.

The Accounting and Auditing Standards Committee worked extremely hard to ensure that printing of Standards was not delayed any longer. The new Members' Hand Book containing all the Standards which are applicable in Fiji has already been issued to members. Those wishing to obtain additional copies can purchase them from the Institute offices at a cost of \$165.00 VIP.



## **MEMBERSHIP OF COMMITTEES**

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

Ram Moosad (Chairman), Esala Kama, Bruce Sutton, Arvind Patel, Anjish Jokhan.

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

Nalin Patel (Chairman), Dhiraj Hemraj, Ben Coutman, Bruce Sutton, Ram Moosad, Gardiner Whiteside, Chirk Yam, Francis Chung, the Auditor General.

### **Investigation Committee**

Jenny Seeto (Chairperson), Dhiraj Hemraj, Kikoo Kapadia, Brian Murphy.

### **Disciplinary Committee**

Don Aidney (Chairman), Vishnu Deo, Adam Dickson, Nalin Patel, Ross McDonald.

### **FIA Act and Rules Committee**

Jenny Seeto (Chairperson), Don Aidney, Adam Dickson, Dhiraj Hemraj, Nalin Patel, Vishnu Prasad and Brian Murphy.

### **Professional Development Committee**

Deepak Rathod (Chairman), William Crosbie, Hirday Nath Pande, Sikeli Tuinamuana, Jon Bennett, Andrew Davies.

### **Western Division Committee**

Vishnu Deo (Chairman), Narendra Kumar, Eferemo Tovata, Nitin Gandhi, Robert Cohen, Divendra Naicker, Phil Taylor.

### **Law Review Committee**

Don Aidney (Chairman), Francis Chung, Vishnu Deo, Adam Dickson, Dhiraj Hemraj, Lionel Yee.

### **Journal Committee**

Inia Naiyaga (Chairman), Yashni Kant, Foana Veikila, Neil Underhill, Paresh Hari.

### **Affiliate Accountants and Licensed Accountants Administration Committee**

Vishnu Prasad (Chairman), Sereana Qoro.

### **Sports and Social Committee**

Ajay Sharma (Chairman), Kee Fong, Susan Arti Chand, Ashok Khatri, Zabida Khanum Ali, Eferemo Tovata, Shashi Kant Maharaj, Roderick Kamleshwaran.

### **Representation on the Fiji Professional Centre Committee**

Nalin Patel, Raj Singh

## **1995 CONGRESS**

The 1995 Congress was tremendously successful, attracting a record 320 delegates. Ninety-two delegates were accompanied by their spouse and there were 46 children taking the total number of persons to 458.

The Council acknowledges the strong support given to our Annual Congress by Government and the business community and wishes to convey its thanks to them.

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

Once again, the Council would like to express its thanks to CBA FUJITSU for sponsoring the Young Accountant of the Year Awards. The winners were Sanjay Makhanjee in the below thirty year age group and Arvind Patel in the 31 to 40 year age group.

It is unfortunate that owing to a restructuring of their operations in Fiji, CBA FUJITSU are unable to continue with the sponsorship. The Institute is grateful to FUJITSU for four years of sponsorship.

It was decided by the Council that in future the award should be limited to one and that contenders should be below the age of 39.

The Council is grateful to datec ACCPAC for having agreed to sponsor the 1996 award for Young Accountant of the Year.

## **GOLD MEDAL AWARDS**

The 1995 Gold Medal in Accounting for the outstanding graduating student in Accounting and Financial Management at the University of the South Pacific was awarded to Rajnesh Prasad. The gold medal for the best student in the Diploma in Business Studies (Accounting Option) at the Fiji Institute of Technology was awarded to Vinay Prakash.

## MEMBERSHIP

It is gratifying to know that there is a growing interest among newly qualified graduates in accountancy in becoming members of the Institute.

During the course of 1995 the Council approved eighty-nine applications for membership. This was made up of thirty-one for registration as Chartered Accountants, thirty-five for Provisional membership and twenty-three for registration as Affiliate Accountants.

Out of the eighty-nine applicants, nine Provisional Members, having acquired the necessary practical experience, were elevated to Chartered Accountant level.

The Council also approved the issue of two Certificates of Public Practice.

As at 31 December, 1995, the total number of members whose subscriptions were paid, stood at 405.

	1995	1994
Chartered Accountants in Public Practice:	39	39
Chartered Accountants not in Public Practice:	241	219
Provisional Members:	47	39
Affiliate Accountants:	71	82
Student Members	7	-
	<hr/> 405 <hr/>	<hr/> 379 <hr/>

Sixty-eight members were resident overseas and out of those, sixty-five were Chartered Accountants, one a Provisional Member and two Affiliate Accountants.

It will be seen from the statistics given above that although eighty-nine applications for membership were approved by the Council, the total number of members whose subscriptions were paid as at 31 December, 1996, has increased by only twenty-six. This is due, to some extent, to a number of members emigrating overseas but largely to non-payment of subscription. A number of members who are still resident in the country have changed their address but have failed to notify the Institute.

## MEMBERSHIP STATISTICS

### MEMBERSHIP TOTALS : 1991 - 1995

YEAR	CPP	CA	P	A	S	TOTALS
1991	35	171	29	135	-	370
1992	38	163	45	144	-	390
1993	35	212	17	96	-	360
1994	39	219	39	82	-	379
1995	39	241	47	71	7	405

#### KEY

CPP : Certificate of Public Practice

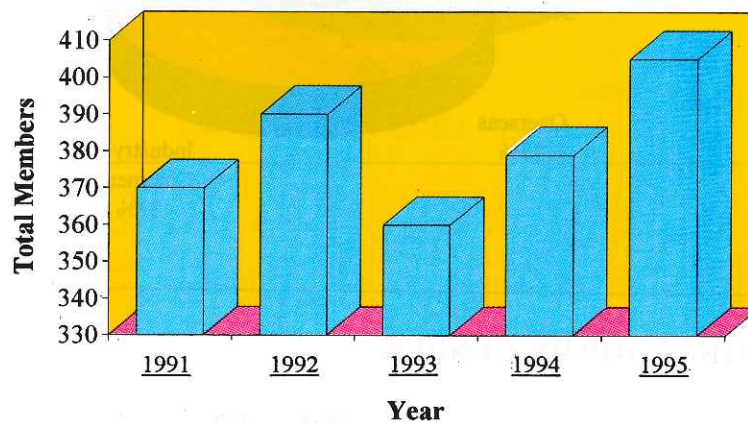
CA : Chartered Accountants

P : Provisional Members

A : Affiliate Accountants

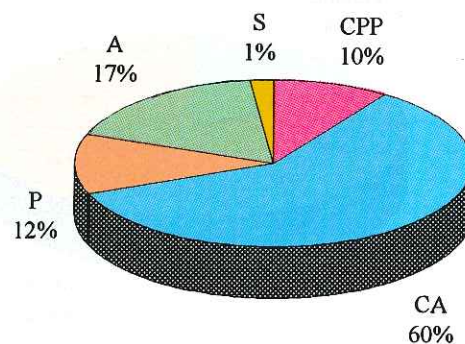
S : Student Members

TOTALS BY YEAR



### MEMBERSHIP BY CATEGORY

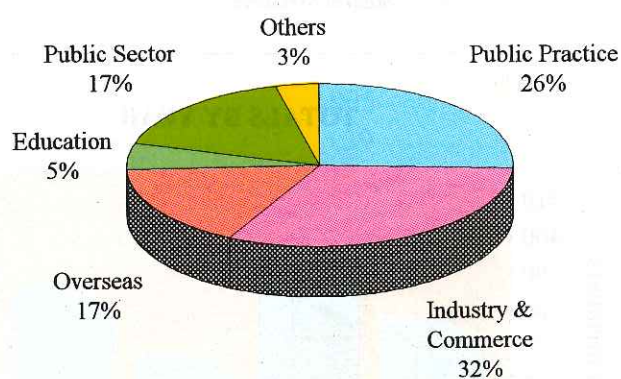
BY CATEGORY - 1995



## MEMBERSHIP BY OCCUPATIONAL GROUP

	CPP	CA	P	A	S	Totals
Public Practice	39	34	23	9		105
Industry & Commerce	-	92	7	30		129
Public Sector	-	38	10	20		68
Education/Training	-	7	2	5	7	21
Overseas	-	65	1	2		68
Others	-	5	4	5		14
<b>Totals</b>	<b>39</b>	<b>241</b>	<b>47</b>	<b>71</b>	<b>7</b>	<b>405</b>

### BY OCCUPATIONAL GROUP - 1995



## MEMBERSHIP BY GENDER

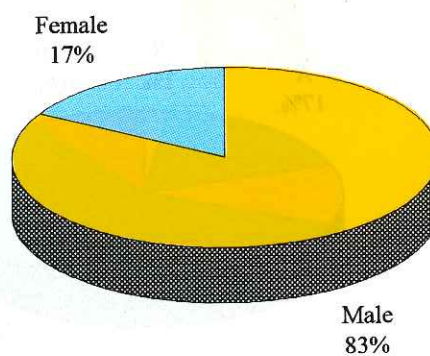
Male 338

Female 67

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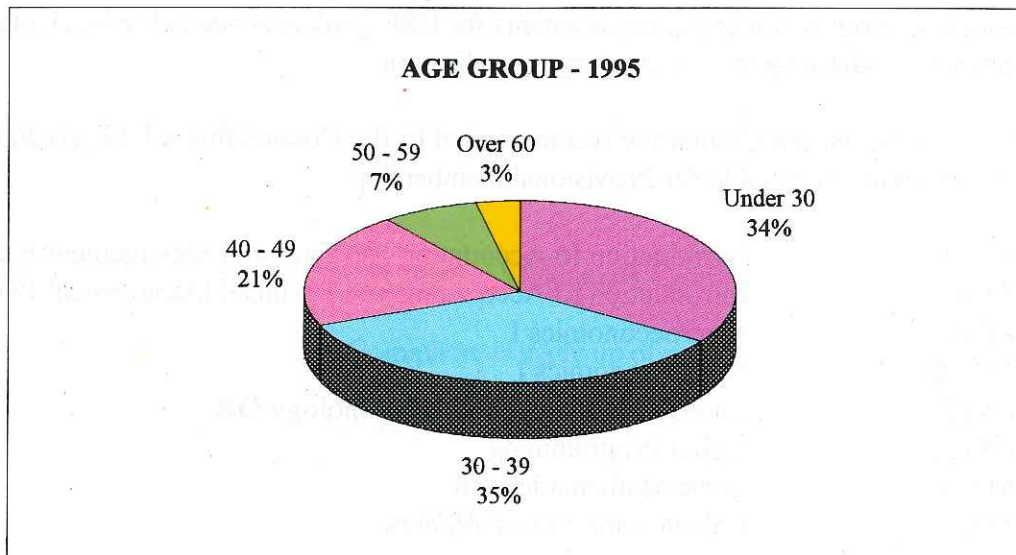
Total: 405

### BY GENDER - 1995



## MEMBERSHIP BY AGE

Under 30 years	139
30-39 years	140
40-49 years	84
50-59 years	29
Over 60 years	13
<hr/>	
Total	405





## COMMITTEE REPORTS

### Education, Membership and Awards Committee

Apart from examining applications for membership and recommending them to the Council for approval, the Education, Membership and Awards Committee considered the Institute's membership requirements for graduates from the University of the South Pacific. After making a careful assessment and comparing our requirements with those of the professional bodies in Australia and New Zealand, the Committee was of the view that our membership requirements for USP graduates needed to be changed in order to give students a wider degree of secondary specialisation.

After due consideration, the Committee recommended to the Council that a USP graduate with the following units should be eligible for Provisional membership:

AF101	Introduction to Accounting and Financial Management Part I
AF102	Introduction to Accounting and Financial Management Part II
EC101	Macroeconomics I
EC102	Microeconomics I
CS121	Introduction Information Technology <b>OR</b>
CS122	Cobol Programming
MA101	Basic Mathematics <b>OR</b>
MA111	Calculus and Linear Algebra
AF201	Managerial Accounting
Af203	Corporate Accounting
AF204	Introduction to Law of Commerce
AF205	Law of Associations
AF208	Financial Management
AF301	Accounting Theory and Application
AF302	Information Systems
AF304	Auditing
AF308	Taxation Law

Any **ONE** of the following:

AF300	Research Project in Accounting
AF307	Public Sector Accounting
AF309	Insolvency Law and Practice
AF311	Investment Analysis and Financial Institutions

In addition, the remaining four units must consist of secondary specialisation in any of the following disciplines:

**Management, Computer Science, Economics, Banking and Finance or Mathematics.**

The new academic requirements for USP graduates for membership of the Institute was approved by the Council.

The new requirements have removed the anomaly between graduates from overseas and those from the University of the South Pacific in so far as eligibility for membership of the Institute is concerned. Most USP students would now be able to become members after graduating and without having to pass any additional papers.

This is a very positive step forward and is welcomed by the University of the South Pacific as well as its graduates.

The Committee is also having discussions with the University on developing a Professional Year Programme which, when implemented, would become mandatory for Provisional Members who wish to be elevated to Chartered Accountant level.

As from 1995, the Committee has also been charged with the responsibility of screening applicants contending for the Young Accountant of the Year Award and selecting the winner.

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

The Accounting and Auditing Standards Committee is made up of representatives from a cross section of members from accounting firms, the private and the public sectors as well as academia. This wide representation is necessary to ensure that all points of view are taken into account in the process of adopting Standards for application in Fiji.

The Committee is responsible for:

- \* Determining which Standards are considered as priority in terms of basic disclosure requirements;
- \* Undertaking a review of equivalent Standards issued by other accounting bodies in terms of their relevance to Fiji;
- \* Recommending to the Council the promulgation of new accounting and auditing Standards in Fiji; and
- \* Ensuring that Standards are complied with by the accounting profession in Fiji.

The Committee is pleased to report that the Members' Hand Book consisting of existing and new Standards has finally been issued to members.

Members would have noted the terminology used to differentiate Accounting and Auditing Standards - Fiji Accounting Standards (FAS) and Fiji Standards on Auditing (FSA). This has been done to be in line with the issuance of a codified set of International Standards on Auditing (ISA) by IFAC

It would be appreciated if members could forward to the Registrar any comments they might have on the Members' Hand Book and the new Standards.

The Standards Committee is now in the process of considering the following new Accounting and Auditing Standards for promulgation and application in Fiji:

### **Proposed New Fiji Accounting Standards:**

- \* IAS 18 Revenue Recognition;
- \* IAS 27 Consolidated Financial Statements and Accounting for Investments in Subsidiaries;
- \* IAS 28 Accounting for Investments in Associates; and
- \* IAS 30 Disclosures in the Financial Statements of Banks and Similar Financial Institutions.

### **Proposed New Fiji Standards on Auditing:**

- \* ISA 12 Analytical Procedures
- \* ISA 15 Auditing in a Computer Information Systems Environment;
- \* ISA 17 Related Parties; and
- \* ISA 21 Subsequent Events.

### **Surveillance Panel**

The Accounting and Auditing Standards Committee felt that it was necessary to establish some mechanism to ensure that Standards were complied with by the accounting profession in Fiji and recommended that the Council should appoint a Surveillance Panel.

After consideration, the Council decided that, for the time being, the Accounting and Auditing Committee should also act as the Surveillance Panel.

The Surveillance Panel is currently reviewing the published accounts of certain organisations and will be seeking the necessary explanation, where necessary, for non-compliance with Standards.

### **Investigation Committee**

A complaint against one member was brought to the attention of the Investigation Committee. After due investigation and taking into account the submission made to it, the Investigation Committee decided that there was no prima facie case against the member.

### **Disciplinary Committee**

No matters were referred to the Disciplinary Committee during the year.

### **FIA Act and Rules Committee**

The FIA Act and Rules Committee completed its work on revisions to the FIA Act and Rules. The proposed amendments are to be considered at the Annual General Meeting.

The Committee is now working on changes to the Ethical Rulings.

### **Professional Development Committee**

The Professional Development Committee organised four seminars in Suva and one in Lautoka. Attendance at all the seminars was extremely good and this is an indication of the fact that members are keen to acquire knowledge as part of their professional development.

The topics covered during the four seminars were Trends in Business Computing, Update on Audit Liability, Total Quality Management, Standards - Who Needs Them?, and Building a Dynamic Capital Market in Fiji.

The Committee also organised a half day session on the new Standards in Suva as well as Lautoka.

### **Western Division Committee**

The Western Division Committee arranged three seminars for members in the West. Topics covered included Accounting and the Law, Investment Opportunities in Fiji and the new Standards.

### **Law Review Committee**

The Law Review Committee made a written submission to the Parliamentary Select Committee on the Serious Fraud Office Bill opposing the establishment of a Serious Fraud Office. It also proposed certain amendments to the Bill in the event that Government decided to proceed with the setting up of a Serious Fraud Office.

Submissions were also made to the Fiji Law Review Commission on the Audit of Solicitors Trust Funds.

### **Journal Committee**

Regrettably, the printing of regular issues of the Fiji Accountant has not been possible owing to lack of articles. Efforts are being made to ensure that future issues are produced on a more regular basis.

### **Sports And Social Committee**

The Sports and Social Committee organised a Social Evening at which the Young Accountant of the Year Award winners were announced and presented with their prizes.

The Annual Sports Day held on 4 November was again most successful. The Soccer trophy was won by the FIA team made up of representatives from the Institute office and members and accounting staff from various organisations, while the Price Waterhouse team took the Volley Ball cup for the second year in a row.

### **Fiji Professional Centre**

The Institute continues to be represented on the Fiji Professional Centre Committee in order to ensure that our interest in the Professional Centre property is adequately safeguarded.



## **FIJI INSTITUTE OF ACCOUNTANTS**

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

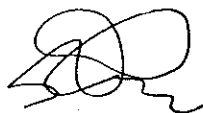
On behalf of the Council of the Fiji Institute of Accountants, we state that in our opinion the accompanying accounts of the Institute set out on pages 14 to 22 are drawn up so as to give a true and fair view of the state of affairs of the Institute at 31 December 1995 and of its results for the year then ended.

Signed in accordance with a resolution of the Council.

Dated at Suva this 01 day of March 1996.



.....  
**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 1995, consisting of the balance sheet, statement of income and expenditure, statement of cash flows and accompanying notes, set out on pages 14 to 22. 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 1995 and of its results for the year ended on that date.

**SUVA, FIJI  
1 MARCH 1996**

  
**PRAN RATHOD CA  
HONORARY AUDITOR**

# FIJI INSTITUTE OF ACCOUNTANTS

## BALANCE SHEET AT 31 DECEMBER 1995

	NOTE	1995 \$	1994 \$
<b>MEMBERS' FUNDS</b>			
Retained surplus	2	117,472	86,520
<b>TOTAL MEMBERS' FUNDS</b>		<u>117,472</u>	<u>86,520</u>
<b>Represented by:</b>			
<b>CURRENT ASSETS</b>			
Cash on hand and at bank		38,178	22,387
Interest bearing deposits	3	34,037	54,872
Inventories - hand books		18,958	-
Sundry debtors and prepayments		1,887	3,160
Interest receivable		3,180	5,102
<b>TOTAL CURRENT ASSETS</b>		<u>96,240</u>	<u>85,521</u>
<b>CURRENT LIABILITIES</b>			
Creditors and accruals		12,060	10,381
Subscriptions and fees received in advance		1,134	558
<b>TOTAL CURRENT LIABILITIES</b>		<u>13,194</u>	<u>10,939</u>
<b>SURPLUS OF CURRENT ASSETS OVER CURRENT LIABILITIES</b>		83,046	74,582
<b>NON CURRENT ASSETS</b>			
Interest bearing deposits	3	45,021	20,000
Fixed assets	5	8,876	10,221
<b>TOTAL NON CURRENT ASSETS</b>		<u>53,897</u>	<u>30,221</u>
<b>NON CURRENT LIABILITY</b>			
Foundation Chair in Accounting	4	19,471	18,283
<b>NET ASSETS</b>		<u>117,472</u>	<u>86,520</u>

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 20.

.....  
**PRESIDENT**

.....  
**TREASURER**

# FIJI INSTITUTE OF ACCOUNTANTS

## STATEMENT OF INCOME AND EXPENDITURE FOR THE YEAR ENDED 31 DECEMBER 1995

	NOTE	1995 \$	1994 \$
<b>INCOME</b>			
Admission fees		4,623	705
Members' subscriptions	6	42,852	20,627
Interest		4,066	(1,809)
Special committees	7	42,258	20,698
Technical publications	8	3,302	500
Other		-	324
<b>TOTAL INCOME</b>		<u>97,101</u>	<u>41,045</u>
<b>EXPENDITURE</b>			
Administration			
Advertising		981	253
Bank charges		32	32
Consultancy fees		-	200
Depreciation		2,227	2,182
Electricity		1,833	155
Entertainment		712	130
General expenses		681	802
Gifts and awards		164	318
Insurance		320	82
Legal		-	3,850
Postage and telephone		3,071	2,887
Printing and stationery		8,890	9,055
Repairs and maintenance		1,262	255
Travelling		8,160	3,964
International activities	9	3,638	5,248
Rental		6,252	2,084
Salaries and wages		25,888	24,383
Subscription - Fiji Professional Centre		1,738	1,421
Sports and Social Committee		300	900
<b>TOTAL EXPENDITURE</b>		<u>66,149</u>	<u>58,201</u>
<b>NET SURPLUS /(DEFICIT) TRANSFERRED TO MEMBERS' FUNDS</b>		<u>30,952</u>	<u>(17,156)</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 20.



# FIJI INSTITUTE OF ACCOUNTANTS

## NOTES TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 1995

### 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) **Inventories**

Inventories are valued at the lower of cost and net realisable value on a first-in first-out basis.

(e) **Donated Goods and Services**

The work of the Institute is dependent on donated goods and services. These donated goods and services are not recognised in these statements.

### 2. MEMBERS' FUNDS

	1995 \$	1994 \$
<b>Admission fees</b>		
Balance at beginning of the year	-	11,932
	-	11,932
Transfer to retained surplus	-	(11,932)
Balance at end of the year	-	-

# FIJI INSTITUTE OF ACCOUNTANTS

## NOTES TO AND FORMING PART OF THE ACCOUNTS [CONT'D] FOR THE YEAR ENDED 31 DECEMBER 1995

			1995	1994
			\$	\$
2.	<b>MEMBERS' FUNDS [CONT'D]</b>			
<b>Retained Surplus</b>				
Balance at beginning of the year			86,520	91,744
Surplus/(Deficit) for the year			30,952	(17,156)
			117,472	74,588
Transfer from admission fees			-	11,932
Balance at end of the year			117,472	86,520
3.	<b>INTEREST BEARING DEPOSITS</b>			
<b>Term</b>	<b>Due Date</b>	<b>Rate</b>		
<b>CURRENT</b>				
1 year	19/1/96	6.5%	12,037	11,302
6 months	11/2/96	4.5%	2,000	2,000
6 months	18/2/96	4.5%	10,000	10,000
6 months	18/2/96	6.5%	10,000	10,000
2 years	09/3/95	8.0%	-	21,570
			34,037	54,872
<b>NON CURRENT</b>				
2 years	09/3/97	6.00%	25,021	-
3 years	18/2/97	6.75%	20,000	20,000
			45,021	20,000
4.	<b>FOUNDATION CHAIR IN ACCOUNTING</b>			
Balance at beginning of the year			18,283	17,087
Add bank interest			1,188	1,196
Balance at end of the year			19,471	18,283
It is not expected that the above amount will become payable in the current year.				
5.	<b>FIXED ASSETS</b>			
Office equipment - at cost			14,159	13,274
<u>Less accumulated depreciation</u>			5,283	3,053
			8,876	10,221

# FIJI INSTITUTE OF ACCOUNTANTS

## NOTES TO AND FORMING PART OF THE ACCOUNTS [CONT'D] FOR THE YEAR ENDED 31 DECEMBER 1995

	1995 \$	1994 \$
<b>6. MEMBERS' SUBSCRIPTIONS</b>		
Members in public practice	9,341	4,400
Members not in public practice	22,052	11,201
Provisional members	2,726	1,158
Licensed accountants	1,609	1,005
Affiliate members	4,118	2,064
Overseas members	2,936	799
Student members	70	-
	<u>42,852</u>	<u>20,627</u>
<b>7. SPECIAL COMMITTEES</b>		
(a) <b>Annual Congress</b>		
<b>Income</b>		
Registration fees	152,105	127,043
Sponsorships	17,458	17,973
	<u>169,563</u>	<u>145,016</u>
<b>Expenses</b>		
Accommodation, food and beverage	121,342	115,725
Advertising and printing	271	5,016
Bank charges	100	-
Band	-	750
Donation	-	800
Entertainment	180	179
General expense	147	-
Gifts and prizes	-	80
Postage	163	-
Stationery, telephone and facsimile	8,657	3,586
Travelling	-	3,825
Miscellaneous	-	58
Overseas Speakers	2,841	-
	<u>133,701</u>	<u>130,019</u>
<b>Surplus</b>	<u>35,862</u>	<u>14,997</u>

# FIJI INSTITUTE OF ACCOUNTANTS

## NOTES TO AND FORMING PART OF THE ACCOUNTS [CONT'D] FOR THE YEAR ENDED 31 DECEMBER 1995

	1995 \$	1994 \$
<b>SPECIAL COMMITTEES [CONT'D]</b>		
(b) Continuing Education Courses		
Income		
Registration fees and levies	5,846	4,550
Expenses		
Venue costs and refreshments	1,520	3,744
	<u>1,520</u>	<u>3,744</u>
Surplus	4,326	806
(c) Careers Expo		
Income	-	-
Expenses		
Booth rental	300	-
(Deficit)	<u>(300)</u>	<u>-</u>
(d) Journal Committee		
Income	750	5,271
Expenses	-	5,576
Surplus/(Deficit)	<u>750</u>	<u>(305)</u>
(e) Disciplinary Committee		
Fines and legal costs recovery	1,620	5,200
NET SURPLUS - SPECIAL COMMITTEES	<u>42,258</u>	<u>20,698</u>
<b>8. TECHNICAL PUBLICATIONS</b>		
Profit on sale of handbook covers and forms	<u>3,302</u>	<u>500</u>
<b>9. INTERNATIONAL ACTIVITIES</b>		
Subscription to:		
International Federation of Accountants	2,882	4,484
Confederation of Asian and Pacific Accountants	756	764
	<u>3,638</u>	<u>5,248</u>



## **FJI INSTITUTE OF ACCOUNTANTS**

### **NOTES TO AND FORMING PART OF THE ACCOUNTS [CONT'D] FOR THE YEAR ENDED 31 DECEMBER 1995**

#### **10. CAPITAL EXPENDITURE COMMITMENTS**

There were no capital expenditure commitments at 31 December 1995. (1994 - \$Nil).

#### **11. CONTINGENT LIABILITIES**

There were no contingent liabilities at 31 December 1995. (1994 - \$Nil).

#### **12. 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.

#### **13. COMPARATIVE FIGURES**

Comparative figures have been regrouped where considered necessary.

**FIJI INSTITUTE OF ACCOUNTANTS**

**STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 31 DECEMBER 1995**

	1995 \$ Inflow/ (Outflow)	1994 \$ Inflow/ (Outflow)
Cash flows from operating activities		
Receipts from members	48,051	21,750
Receipts from special committees and technical publications	181,081	160,537
Payment to suppliers and employees	(214,261)	(197,090)
Interest received	5,988	2,121
	<hr/>	<hr/>
Net cash provided by/ (used in) operating activities (Note 2)	20,859	(12,682)
Cash flows from investing activities		
Payment for fixed assets	(882)	(9,449)
	<hr/>	<hr/>
Net cash (used in) investing activities	(882)	(9,449)
Net increase/ (decrease) in cash held	19,977	(22,131)
Cash at the beginning of the year	97,259	119,390
	<hr/>	<hr/>
Cash at the end of the year (Note 1)	117,236	97,259
	<hr/>	<hr/>

**FIJI INSTITUTE OF ACCOUNTANTS**  
**NOTES TO THE STATEMENT OF CASH FLOWS**

**1. Reconciliation of Cash**

For the purposes of the statement of cash flows, cash includes cash on hand and in banks and investments in money market instruments, net of outstanding bank overdrafts. Cash at the end of the reporting period as shown in the statement of cash flows is reconciled to the related items in the balance sheet as follows:

	<b>1995</b>	<b>1994</b>
	<b>\$</b>	<b>\$</b>
Cash	38,178	22,387
Interest bearing deposits	79,058	74,872
	<u>117,236</u>	<u>97,259</u>

**2. Reconciliation of Net Cash provided by/(used in) Operating Activities to Net Surplus/(Deficit)**

	<b>1995</b>	<b>1994</b>
	<b>\$</b>	<b>\$</b>
Net Surplus/(Deficit) for the year	30,952	(17,156)
Depreciation	2,227	2,182
Change in assets and liabilities:		
Increase in inventories	(18,958)	-
Decrease in sundry debtors and prepayments	1,273	3,540
Decrease in interest receivable	1,922	3,930
Increase/ (decrease) in creditors and accruals	1,679	(6,792)
Increase in subscriptions and fees in advance	576	418
Increase in non-current liability	1,188	1,196
Net cash provided by/(used in) operating activities	<u>20,859</u>	<u>(12,682)</u>