

REPORT OF THE AUDITOR GENERAL ON THE ACCOUNT OF



**Kiribati Provident Funds Financial Statements
For the period 31st March 2020**

**Kiribati Audit Office
April 2022**

KIRIBATI AUDIT OFFICE

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Audit for an impact for the public

INDEPENDENT AUDITOR'S REPORT

To the Readers of

Kiribati Provident Funds Financial Statements

For the Year Ended 31st March 2020

I have audited the Financial Statements of Kiribati Provident Fund (KPF) for the year ended 31st March, 2020 as required under sec 114 (2) of the Constitution, Part VII, Sec 42(4) of the Public Finances (Control and Audit) 1981 and Sec 22(1) of the Kiribati Audit Act, 2017. The Financial Statements comprise of the following:

- Statement of Financial Performance
- Statement of Financial Position
- Statement of Changes in Equity
- Statement of Cash Flow
- Notes to the Accounts

Qualified Opinion

In my opinion, except for the effects of the matters described in the *Basis for Qualified Opinion* section of our report, the accompanying financial statements present fairly, in all material respects, (or *give a true and fair view of*) the financial position of the Fund as at 31st

March, 2020, and (of) its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Qualified Opinion:

- We were unable to verify Loan and Operation Bank accounts due to the variances noted between the Bank Statements and the Bank Reconciliations for both Bank accounts. This refers to the months April 2019 to February 2020.
- Some Payment Vouchers in a total value of \$201,056.99 for members withdrawal were not available therefore we could not verify whether those payments were properly authorised or not.
- Unallocated members contribution – this was the issue raised last audit and again we report this year as still the accounts balance was significant. We noted the improvement in the value as it decreased from \$2.2m in 2019 to \$1.99m in 2020.

I have conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAI). My responsibilities under those standards are described in the Auditor's Responsibilities paragraph of my report. I am independent of the **Fund** in accordance with the Ethical requirements that are relevant to my audit of the financial statements of the Fund and I have fulfilled my other responsibilities in accordance with these requirements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Board's and Management's responsibilities for the Financial Statements.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going

concern and using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion as required under the Public Finance (Control and Audit) Ordinance 1976 and Kiribati Audit Act 2017. Reasonable assurance is a high level of assurance but is not guarantee that an audit conducted in accordance with ISA/ISSAI will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material, if individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs & ISSAI, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

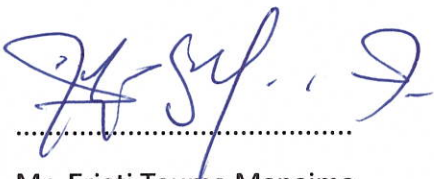
From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report

unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Independence

Section 114 (4) of the Kiribati Constitution stipulates that the Auditor General shall not be subject to the direction or control of any other person or authority.

Other than the audit, we have no relationship with or interest in KPF.

A handwritten signature in blue ink, appearing to read 'E. Tauma', written over a dotted line.

Mr. Eriati Tauma Manaima

Auditor General

Date:11/04/2021



DIRECTORS REPORTS 2020

KIRIBATI PROVIDENT FUND

KIRIBATI PROVIDENT FUND

DIRECTOR'S REPORT

The Board of Directors present the financial statements of Kiribati Provident Fund ('the fund') being the Statement of financial performance for financial year ended 31 March 2020, statement of financial position, statement of movement in equity and statement of cash flows for the 12 months period then ended.

Directors

The Directors of the Fund during this financial year were:

Mr Atanteora Belatau – Chairman

Mr Toromon Metutera – Director

Mrs Kiata Kabure – Director

Mr Tatoi Kalteie – Director

Mr Tukabu Teroroko – Director

Mr Nabuti Mwemwenikarawa – Director

Operation of the Fund

The Fund operation is governed under the Kiribati Provident Fund Act 2012.

Principal Activities

The principal activity of the Fund is the provision of superannuation services to its members.

Operating Results

The net profit for the financial year ended 31st March 2020 was \$5,247.

Reserves

The Directors declared dividend to members at the rate of 5.25% for this financial year ending 31 March 2020.

Bad and Doubtful debts

The Directors took reasonable step in allowing for the provision of doubtful and bad debts during this financial Year.

Basis of preparation

The financial statements of the Fund were drawn up in accordance with generally accepted accounting practices and the requirement of the KPF Act Cap 78A.

Related party transactions

All related party transactions known at the time of reporting have been properly disclosed in the attached financial statements.

Other circumstances

The Directors are not aware of any circumstances that may affect the financial statements at the date of reporting.

Unusual transactions

All known unusual transactions or event of a material nature have been properly disclosed in the financial statements.

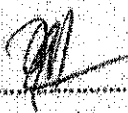
Directors' interest

The Directors of the Fund have not received any benefit other than their eligible entitlements as directors during the financial year.

Dated today 31 day of August 2020.

Signed for and on behalf of the Board:


.....
Chairman


.....
Director

In the opinion of the Directors:

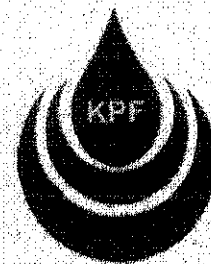
- a) The accompanying income statements gave a true and fair view of the results of the Fund for the financial year ended 31 March 2020;
- b) The accompanying statement of financial position gave a true and fair view of the state of the affairs of the Fund at 31 March 2020;
- c) The accompanying statement of changes in equity gave a true and fair view of the movement in equity of the Fund as at 31 March 2020;
- d) The accompanying statement of cash flows gave a true and fair view of the cash flows of the Fund for the financial year ended 31 March 2020.

For and on behalf of the Directors

Dated today 31 day of August 2020.


.....
Chairman


.....
Director



FINANCIAL STATEMENTS 31 MARCH 2020

KIRIBATI PROVIDENT FUND

Kiribati Provident Fund
Income Statement
For the year ended 31 March 2020

Revenue	Notes	2020	2019
Investment income	3	8,735,785	9,808,675
Small Loan Scheme income	4	1,991,451	1,971,210
Loan interest income		236,258	309,654
Surcharges		288,341	303,478
Other income	5	200,766	169,697
Total revenue		11,452,602	12,562,713
Expenses			
Staff costs	6	1,009,062	794,401
General administration expenses	7	579,273	565,622
Investment expenses	8	634,250	603,837
Depreciation and other expenses	9	593,449	1,354,745
Total expenses		2,816,034	3,318,606
Net profit available for allocation		8,636,568	9,244,108
Less: Benefits allocated to members accounts	10	8,631,321	8,063,992
Net profit transferred to accumulated fund		5,247	1,180,116
Accumulated Surplus/(Deficit) at 01/4/19		(4,166,039)	(5,346,155)
Accumulated Surplus/(Deficit) at 31/03/20		(4,160,792)	(4,166,039)

The income statement is to be read in conjunction with notes to and forming part of the financial statements.

KIRIBATI PROVIDENT FUND
Statement of Financial Position
as at 31 March 2020

Account Name	Note	2020	2019
Current Assets			
Cash on Hand & at Bank	11	1,360,816	943,366
Accounts Receivable	12	951,187	959,091
Accruals and Prepayments	13	2,602,045	2,441,343
Sundry Accounts Receivable	14	401,769	630,329
Current Assets		5,315,817	4,974,129
Less Current Liabilities			
Payroll Liabilities	20	24,566	20,905
Sundry Accounts Payable	21	302,805	128,293
Accruals & Advances	22	-	4,000
Current Liabilities		327,370	153,199
Working Capital		4,988,446	4,820,930
Non-Current Assets			
Members' loan balances	15	16,631,590	16,802,341
Fixed Asset	16	1,282,698	1,307,007
Overseas - BT/ANZ Trustee	18	122,353,761	129,762,366
Local	19	13,046,077	10,627,654
Non-Current Assets		153,314,126	158,499,368
Total Net Asset		158,302,572	163,320,298
Member's Accumulated Funds			
Members Contributions	23	177,326,641	166,839,474
Other reserves	24	(14,863,281)	646,859
Accumulated surplus/(deficit)	25	(4,160,789)	(4,166,036)
Net Worth		158,302,572	163,320,298




The statement of financial position is to be read in conjunction with the notes to and forming part of the financial statements.

Kiribati Provident Fund
Statement of movements in equity
For the year ended 31 March 2020

	Notes	2020	2019
Balance 01 April 2019		163,320,298	152,728,374
Add/(less) net surplus deficit for the year		5,247	1,180,116
Total recognised revenue and expenses for the year		5,247	1,180,116
Adjustment to accumulated deficit			
Investment revaluation reserve		(15,510,140)	
Movement in Capital contributions by members		10,487,167	9,411,808
Consolidated net worth		(5,017,726)	10,591,924
Balance at 31 March 2020		158,302,572	163,320,298
<i>Represented as follows:</i>			
Members' accounts	E-1	177,326,641	166,839,474
Reserves	E-2	(14,863,281)	646,859
Retained earning	E-3	(4,160,789)	(4,166,036)
Total equity		158,302,572	163,320,298

The statement of movement in equity is to be read in conjunction with the notes to and forming part of the financial statements.

Kiribati Provident Fund
Statement of Cashflows
For the year ended 31 March 2020

	Notes	2020	2019
Operating Activities			
Cash receipts from Customers		\$ 2,536,555	\$ 893,113
Cash paid to suppliers and employees		\$ (2,117,342)	\$ (2,502,926)
<i>Net Operating cash flow</i>		\$ 419,213	\$ (1,609,813)
Investing activities			
Purchase of property, plant and equipment		\$ (244,188)	\$ (99,621)
Receipts/(outflow) from overseas investments		\$ 7,408,605	\$ (9,181,816)
Receipts/(outflow) from local investments		\$ (2,247,672)	\$ (852,895)
<i>Net Investing cash flow</i>		\$ 4,916,745	\$ (10,134,333)
Financing activities			
Net cash from financing activities		\$ (4,918,508)	\$ 11,156,491
<i>Net financing cash flow</i>		\$ (4,918,508)	\$ 11,156,491
Net increase/(decrease) in cash held		\$ 417,450	\$ (587,655)
Add opening cash		\$ 943,366	\$ 1,531,022
Cash at end		\$ 1,360,816	\$ 943,366
Made up as follows:			
Cash at Bank - 254079		\$ 675,661	\$ 301,060
Cash at Bank - 831558		\$ 684,954	\$ 642,105
Petty cash		\$ 200	\$ 200
Cash and cash equivalents		\$ 1,360,816	\$ 943,366

The statement of cash flow is to be read in conjunction with the notes to and forming part of the financial statements.

Notes to and forming part of the financial statements
For the year ended 31 March 2020

1. General information

Kiribati Provident Fund (KPF) is constituted by the Cap 78A to provide superannuation benefits to employees and overseen by the Board which is the trustee of the Fund.

2. Summary of significant accounting policies

a. Property plant and equipment

Land is measured at cost and is not depreciated. Depreciation for the other assets (except investments) are measured at historical costs less depreciation calculated using straight-line method to allocate their cost over their estimated useful lives and rate as follows:

Buildings	5%
Furniture and fittings	25%
Vehicles	20%
Equipment & Machineries	25%
System enhancement	10%

Historical cost includes expenditure that is directly attributable to the acquisition of the items and subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Fund and the cost of the item can be measured reliably. The carrying amount of the replaced part or disposed is derecognised. All other repairs and maintenance are charged to the profit or loss during the financial period in which they are incurred.

b. Unrealised gains and losses on Investment

Overseas investments are classified and measured at fair value through comprehensive income the change in recognition method from previous years financial statements where it measured at fair value through profit or loss. KPF elected to change in order to recognise investment income and gains in the profit or loss only when realised. Unrealised gains or losses are recognised and recorded as Equity – Unrealised Gain and Losses in the Equity section of the balance sheet. These represent gains and losses from changes in the value of investment assets that have not been settled and recognised.

c. Contributions

Contributions from employers and members are recorded when control of the asset is ascertained which is upon receipt of the contribution schedule forms from the employers and the registration of the forms by the Fund. The Fund does not accrue for contributions for which no contribution schedule forms are received or received but not registered as it is not able to reliably estimate the contributions balance. Under the KPF Act, the amount of contributions for an employee for a month is the amount equal to 15% of the total wages payable to the employee by the employer for the month. The contribution shall be paid as an 7.5% deduction from the total wages of the employee and the other 7.5% contribution by the employer. The legislation allows for additional contributions to be made as voluntary contribution. The contributions shown in the statements of changes in member benefits represents total contributions received from employers and members.

d. Comparative figures

Where necessary, amounts relating to prior years have been reclassified to facilitate comparison and achieve consistency in disclosure with current year amounts.

KIRIBATI PROVIDENT FUND

Notes to and forming part of the financial statements
For the year ended 31 March 2020

	2020	2019
3 Investment income		
Income on Overseas Investments - BTIM		
OPS-Australian Shares	\$ 794,447	\$ 985,861
OPS-Overseas Shares	\$ 727,351	\$ 431,473
OPS-Australian Bonds	\$ 913,259	\$ 495,578
OPS-International Bonds	\$ 508,019	\$ 148,821
OPS-Australian Property	\$ 316,860	\$ 169,577
OPS-International Property	\$ -	\$ 322,863
OPS-Other Alternatives	\$ 5,877	\$ 241,019
OPS-Australian Cash	\$ 31,820	\$ 50,819
Total income - BTIM	\$ 3,297,633	\$ 2,846,011
OPS-Unrealised Gains & Losses	\$ -	\$ 1,623,862
Unrealised Gain/(loss) on investment	\$ -	\$ 1,623,862
OPS-Gain/(Loss) on Inv Revalue	\$ 2,513,731	\$ 617,195
Total	\$ 2,513,731	\$ 617,195
ANZ Trustees Ltd investment		
OPS-Dividends Aust Equities	\$ 1,328,575	\$ 1,374,561
OPS-Dividends Overseas Equit	\$ 278,997	\$ 190,376
OPS-Fixed Interest	\$ 496,817	\$ 281,848
OPS-Cash	\$ 119,082	\$ 143,418
OPS-Capital Gain/Loss	\$ 580,218	\$ 2,507,050
OPS-Equity Accured Income	\$ 120,732	\$ 224,353
Total income ANZ Trustee investment	\$ 2,924,421	\$ 4,721,607
Total Overseas investment income	\$ 8,735,785	\$ 9,808,675
4 Small loan scheme		
LNS-Members loan - est. fee	\$ 292,373	\$ 283,442
LNS-Members loan Admin fee	\$ 189,812	\$ 196,542
LNS-Members loan penalty fee	\$ (1,070)	\$ 162
LNS-Members loan int revenue	\$ 1,389,739	\$ 1,383,505
LNS-Application Fee	\$ 103,065	\$ 100,397
LNS-Sundry Revenue	\$ 17,517	\$ 7,164
LNS-Sundry	\$ 15	\$ -
Total Small loan scheme income	\$ 1,991,451	\$ 1,971,210
OPS-AKL Loan interest on loan	\$ 236,258	\$ 309,654
OPS-Surcharge Demand	\$ 288,341	\$ 303,478
5 Other income		
OPS-Staff Loan Interest	\$ -	\$ -
OPS-Rental Staff Quarters	\$ 842	\$ 263
OPS-Rental Commercial Building	\$ 98,354	\$ 104,124
OPS-Electricity	\$ -	\$ -
OPS-Membership ID Card	\$ 15,371	\$ 14,308

KIRIBATI PROVIDENT FUND

Notes to and forming part of the financial statements

For the year ended 31 March 2020

OPS-Pledge Agreement	\$	17,178	\$	21,994
OPS-Gain on Disposal of FA	\$	39,000	\$	300
OPS-Sundry	\$	30,022	\$	28,708
Total other income	\$	200,766	\$	169,697
6 Staff costs				
Salaries Established	\$	701,195	\$	557,375
Salaries Temporary	\$	53,025	\$	29,285
Overtime	\$	32,221	\$	28,848
KPF Contribution	\$	56,719	\$	43,441
Allowance	\$	43,862	\$	37,902
Annual Leave	\$	106,091	\$	90,531
Subsidised House Rent	\$	15,948	\$	7,020
Total	\$	1,009,062	\$	794,401
7 General administration expenses				
<i>Office Expenses</i>				
Electricity	\$	66,066	\$	60,525
Telecom	\$	90,606	\$	83,589
Supplies & Stationery	\$	55,624	\$	49,694
Postage	\$	1,274	\$	1,414
Recruitment	\$	7,695	\$	16,332
Public Awareness	\$	28,922	\$	6,394
Community obligation	\$	7,450	\$	2,500
Agent Expenses	\$	9,391	\$	3,416
Support service	\$	10,617	\$	8,850
Rental Lease	\$	1,163	\$	1,157
Insurance Premium	\$	16,560	\$	9,238
Management allowance	\$	4,034	\$	2,828
KPF Office Rent	\$	-	\$	4,544
Total	\$	299,401	\$	250,481
<i>Travelling - Local & Overseas</i>				
External Travelling	\$	62,288	\$	93,519
Internal Travelling	\$	12,330	\$	13,435
Transport	\$	15,189	\$	23,218
Xmas Visit	\$	7,266	\$	11,969
Overseas training	\$	71,638	\$	18,450
Local Training	\$	245	\$	35,134
Total	\$	168,956	\$	195,725
<i>Repairs & Maintenance</i>				
Repair Commercial Building	\$	7,257	\$	7,070
Repair Staff Quarters	\$	467	\$	2,765
General Maintenance	\$	1,828	\$	2,659
R&M Motor Vehicle	\$	7,844	\$	15,386
Repair Hilux double cab	\$	153	\$	327
Total	\$	17,548	\$	28,206

KIRIBATI PROVIDENT FUND

Notes to and forming part of the financial statements
For the year ended 31 March 2020

Fees & Charges

Subscription & Other fees	\$	2,484	\$	16,220
Audit Fees	\$	3,000	\$	3,000
International Fees	\$	18,241	\$	477
Legal Fees	\$	7,250	\$	4,015
Council Service Fees	\$	802	\$	1,040
Subscription & member Fees	\$	3,464	\$	4,070
Bank fees	\$	19,031	\$	12,336
Other fees	\$	20	\$	-
Sundry	\$	70	\$	0
Total	\$	54,363	\$	41,158

Board Expense

Entertainment	\$	8,501	\$	10,698
Board of Directors	\$	30,505	\$	39,355
Total	\$	39,006	\$	50,053

Total General administration expenses	\$	579,273	\$	565,622
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8. Investment expense

BT Management Fees	\$	327,748	\$	327,466
Equity Management Fees	\$	306,502	\$	276,371
Total	\$	634,250	\$	603,837

9 Depreciation and other expenses

Bad Debts	\$	256,024	\$	524,814
Depreciation	\$	268,497	\$	217,844
Prior Period Item	\$	68,928	\$	612,088
Total	\$	593,449	\$	1,354,745

10. Benefits allocated to members

Interest on Withdrawal	\$	107,106	\$	133,112
Interest on Members Acct	\$	8,524,215	\$	7,930,880
	\$	8,631,321	\$	8,063,992

Current Assets**11 Cash and Cash equivalents**

Operation Account - 254079	\$	675,661	\$	301,060
Loan Bank Account - 831558	\$	684,954	\$	642,105
Petty Cash	\$	200	\$	200
Total Cash and Cash equivalents	\$	1,360,816	\$	943,366

12 Accounts Receivable

Surcharge Demand Receivable	\$	3,702,954	\$	3,451,248
Prov D/Debts surcharges	\$	(2,780,837)	\$	(2,524,814)
Trade Debtor & Rent Receivable	\$	21,599	\$	25,586
Receivables - Others	\$	7,471	\$	7,071
Total Accounts Receivable	\$	951,187	\$	959,091

KIRIBATI PROVIDENT FUND

Notes to and forming part of the financial statements
For the year ended 31 March 2020

13 Other receivable

Returned Cheques	\$	29,248	\$	32,612
Accrued int - DBK investment	\$	183,431	\$	183,431
Accrued Revenue - AKL 2	\$	2,354,959	\$	2,199,118
Prepayment - Other	\$	40,000	\$	40,000
SP1 JV Clearing - Operations	\$	(879)	\$	(6,984)
SP1 JV-Clearing loans	\$	(1,724)	\$	(2,967)
JV Trade Debtors	\$	(2,990)	\$	(3,866)
Total accruals & prepayments	\$	2,602,045	\$	2,441,343

14 Sundry Accounts Receivable

Staff Imprest	\$	12,640	\$	7,442
Staff Loan	\$	-	\$	229,139
Bank Clearing - Unknown Dr/ Cr	\$	61,493	\$	72,553
Loan Clearing Account	\$	321,195	\$	321,195
Dishonoured cheque	\$	6,441	\$	-
Receivable for Loan settlement	\$	-	\$	-
Staff loan advance	\$	-	\$	-
Total sundry accounts receivable	\$	401,769	\$	630,329

15 Members' loan scheme account

Members Loans	\$	17,317,633	\$	17,726,360
Loan Employer Holding Account	\$	(686,043)	\$	(924,019)
Total Members' loan balances	\$	16,631,590	\$	16,802,341

16 Fixed assets

Land at Cost	\$	9,000	\$	9,000
Building at Cost	\$	1,983,418	\$	1,983,418
Building Accum Dep	\$	(1,076,622)	\$	(977,451)
Furniture & Fittings at Cost	\$	157,224	\$	144,289
Furniture & Fittings Accum Dep	\$	(155,977)	\$	(118,387)
Motor Vehicles at cost	\$	200,500	\$	382,424
Motor Vehicles accumulated dep	\$	(79,960)	\$	(382,424)
Equipment & Machinery at Cost	\$	250,367	\$	217,674
Equipment & Mach Accum Dep	\$	(247,802)	\$	(193,384)
System Enhancement at Cost	\$	508,256	\$	461,358
System enhancement - Accum Dep	\$	(265,646)	\$	(219,510)
Total fixed assets	\$	1,282,698	\$	1,307,007
Refer to Note 17 Fixed Asset Schedule	\$	-		

WORLD & PROVED

Notes to and forming part of the financial statements
For the year ended 31 March 2020

Note 17: Fixed Asset Depreciation Schedule - 2020

Cost	Land	Buildings	F/Fittings	Vehicles	Equipment & System		Total
					Machineries	Enhancement	
Balance 01/04/2019	9,000	1,983,418	144,289	382,424	217,674	461,358	3,198,162
Additions	-	-	14,057	150,600	32,633	46,898	244,188
Disposal	-	-	1,122	332,524	-	-	333,646
Balance 31/03/2020	9,000	1,983,418	157,224	200,500	250,307	508,256	3,108,704
Accumulated Depreciation							
Balance 01/04/2019	-	977,451	118,387	382,424	193,384	219,510	1,891,155
Reversal acc depn of disposal	-	-	1,122	332,524	-	-	333,646
Depreciation charged	-	99,171	38,712	30,060	54,418	46,136	268,497
Accumulated Depreciation 31/03/2020	-	1,076,622	155,977	79,960	247,802	265,646	1,826,006
Net Book Value 31/03/2019	9,000	1,005,967	25,902	-	24,290	241,848	1,307,007
Net Book Value 31/03/2020	9,000	906,796	1,247	120,540	2,505	242,610	1,282,698

KIRIBATI PROVIDENT FUND

Notes to and forming part of the financial statements

For the year ended 31 March 2020

Investments**18 Overseas**

Pendal	\$ 68,092,081	\$ 72,339,553
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ANZ Trustees Ltd Investment:-

Equity Trustees	\$ 54,140,948	\$ 57,294,127
Equities - accrued income	\$ 120,732	\$ 128,686
Total ANZ Trustees Ltd Investment	\$ 54,261,680	\$ 57,422,813
Total overseas investments	\$ 122,353,761	\$ 129,762,366

19 Local

Air Kiribati	\$ 1,299,933	\$ 1,482,716
Accrued Revenue - AKL	\$ 4,640,000	\$ 4,640,000
DBK Education Supp Investment	\$ 1,153,388	\$ 1,182,468
Commercial building	\$ 5,952,755	\$ 3,322,470
Total for local investments	\$ 13,046,077	\$ 10,627,654
TOTAL INVESTMENTS	\$ 133,399,838	\$ 140,390,020

Current Liabilities**20 Payroll Liabilities**

KPF Contribution payable	\$ (1,585)	\$ -
Withholding Taxes	\$ 26,151	\$ 20,905
Total	\$ 24,566	\$ 20,905

21 Sundry Accounts Payable

Trade Creditors	\$ 8,070	\$ 24,043
Audit Fees Payable	\$ 69,000	\$ 66,000
Hotel Tarawa Prepayments	\$ 80,095	\$ 51,905
GST Collected	\$ 51,336	\$ 44,705
GST Paid	\$ 94,304	\$ (58,360)
Total	\$ 302,805	\$ 128,293

22 Accruals & Advances

Accrued Expense	\$ -	\$ 4,000
Total	\$ -	\$ 4,000

23 Member's Contribution Account

Opening balance	\$ 164,623,938	\$ 154,732,277
Total Adjusted opening balance	\$ 164,623,938	\$ 154,732,280
Contribution & adjustments	\$ 17,676,212	\$ 16,453,068
Interest on Withdrawal	\$ 107,106	\$ 133,112
Interest on Members Acct	\$ 8,524,215	\$ 7,930,880
Withdrawals & adjustments	\$ (15,596,250)	\$ 13,165,415
Debit adjustments		\$ 1,459,986
Ending Member's contribution	\$ 175,335,221	\$ 164,623,938
Employer Contribution	\$ 1,991,421	\$ 2,215,536
Total Member's Account	\$ 177,326,641	\$ 166,839,474

KIRIBATI PROVIDENT FUND**Notes to and forming part of the financial statements****For the year ended 31 March 2020****24 Reserves**

Unclaimed account reserve	\$	646,859	\$	646,859
Equity-Unrealised Gain(Losses)	\$	(15,510,140)	\$	-
Total	\$	(14,863,281)	\$	646,859

25 Accumulated Surplus/(Deficit)

Accumulated Surplus/(Deficit)	\$	(4,166,036)	\$	(5,346,151)
Surplus/(Deficit) for the year	\$	5,247	\$	1,180,116
Total	\$	(4,160,789)	\$	(4,166,036)

26 Reconciliation to Cash flow

Operating Profit/Loss	\$	5,247	\$	1,180,116
Add/(less) non-cash items				
Depreciation	\$	268,497	\$	219,014
	\$	273,744	\$	1,399,130
Gain on investment	\$	(8,735,785)	\$	(9,808,675)
Members interests	\$	8,631,321	\$	8,063,992
	\$	(104,464)	\$	(1,744,683)
(Increase)/Decrease current assets	\$	75,762	\$	(1,336,112)
Increase/(Decrease) current liabilities	\$	174,171	\$	71,852
	\$	249,934	\$	(1,264,260)
Cashflow from Operating activities	\$	419,213	\$	(1,609,813)