



FIJI NATIONAL
SPORTS
COMMISSION

Empowering Fiji Sports

88 88 88

power to you

ANNUAL REPORT
JANUARY - JULY
2016

Parliament Paper No. 08 of 2018



Cover

Yat Sen Secondary School basketball team training at the Vodafone Arena under the watchful eye of Sports Commission trainer Mitieli Savu.

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Our Mission

To encourage every citizen to actively participate in sports and physical activity for a healthy nation.

Our Vision

To enrich the lives and health of all Fijians through physical activities.

Our Values

- Integrity
- Service Excellence
- Accountability
- Transparency
- Teamwork
- Safety & Security

January - July at a Glance

Sports Grants

The U19 Cricket Team participated in the ICC U19 Cricket World Cup, held in Bangladesh.

FASANOC - Team Fiji preparation for 2016 Olympics in Rio de Janeiro, Brazil, took place.

Fiji participated in the World Youth Weightlifting Championships.

Fiji hosted the Melanesian Regional Athletics Championship, the Oceania Swimming Championship, the Oceania Volleyball Tournament, the Oceania Weightlifting Championship and the Tennis Fiji Open Tournament.



Sports Development Unit

All staff participated in delivering relief supplies to victims of T.C. Winston.

A single Sports Outreach Programme was conducted in Saqani, Cakaudrove, where the Fitness Leader Concept was implemented for the first time, to the 103 participants.

Three Train the Trainer Programmes were conducted, one each in Labasa, Lautoka and Sigatoka.

66 coaches accredited in volleyball, rugby union, and rugby league, and certified as fitness leaders and sports administrators through the OSEP SIC Course.

2208 students from 16 schools on Ovalau and in Naitasiri and Labasa were engaged in the Kids in Community Programme. A total of 2208 were engaged in the programme. The schools were from Naitasiri, Ovalau, and Labasa.

2669 participants took part in the Wellness.

685 participants benefited from the Commission's Community Assistance initiatives.

Staff training included:

- Table Tennis Level 1 Accreditation Course;
- Just Play Accreditation Course;
- Fiji Football Referee's Workshop;
- Tennis Australia Tennis Hot Shots Programme and
- OSEP Regional Leadership Workshop for Master Educators.

Executive Chairman's Report



The Fiji National Sports Commission has followed Government's initiative with the change in the fiscal year to finish on 31st July. Hence I am now pleased to present our Annual Report for the seven month period, being 1 January 2016 – 31 July 2016.

I acknowledge the support of my Board, the Minister of Youth and Sports, our line Ministry and the Minister of Economy for our funding assistance.

A special thanks goes to my staff who, during these difficult and challenging seven months, truly showed their best.

The Commission has continued its commitment, not just to sports development, but also to bringing physical activity to all communities, helping to enhance the health and wellbeing of the Nation.

New community programmes have been introduced with the establishment and promotion of "Fitness Leaders", thus enabling all Fijians, no matter what their age, to partake in physical activity on a regular basis.

2016 Challenges

Planning for the Commission in 2016 was all ready to proceed, with our first Rural Sports Outreach programmes ready to commence in Ra during February, when Cyclone Winstone descended on the country, leaving a destructive path.

This saw all sectors of society disregarding any plans they had in place for the new year and responding immediately to the humanitarian crisis the cyclone left in its wake. The Commission was no different and I was extremely proud at how quickly all the Commission staff reacted.

Commission staff and vehicles immediately moved to divisional relief operations, working night and day, assisting with the distribution of essential supplies such as food, water and tents, to those most in need in Tailevu, Ra, Ba, Lautoka and Labasa. This commitment to bringing relief to cyclone victims continued until April.

A New Direction

Sports Development Programmes were no longer a priority as many of the villages and areas where we had planned to conduct programmes were damaged or destroyed.

To enable the youth of these villages to have a break from their difficult circumstances, we arranged to host them at weeklong sports development camps in the towns of Lautoka, Sigatoka and Labasa. We brought them in from their rural communities, accommodated and fed them and gave them training, especially in community leadership, sports coaching and refereeing.

Commitment

This proved that the Commission and our programmes are adaptable and I must thank Government and the country's Divisional Officers for their support and input in ensuring that we continued to deliver on our commitment to develop our youth.

The Commission also continued to host international sporting events and to support sports teams travelling overseas for competitions and for the preparatory build-up to the 2016 Olympic Games in Rio de Janeiro, Brazil.

The Commission's commitment to the development and funding of sports at all levels, especially our National Teams, truly showed what can be achieved when our Olympic Rugby Sevens men came home from Rio with Gold. Their triumph and the ensuing celebrations lifted the hearts of all Fijians, following a most difficult period, not only for sports, but also for the nation.

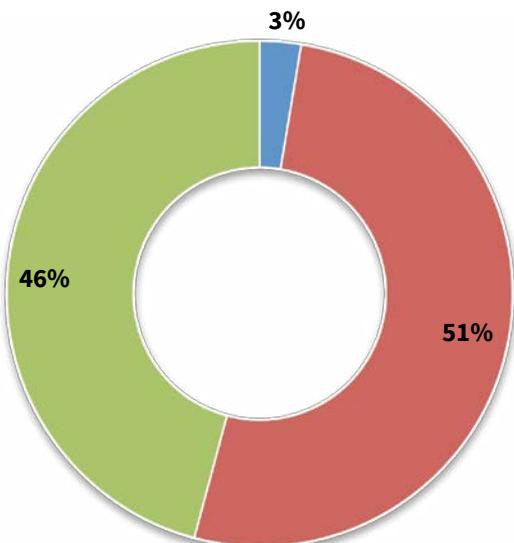
Thank you.

A handwritten signature in blue ink, appearing to read "Peter Mazey".

Peter Mazey
Executive Chairman

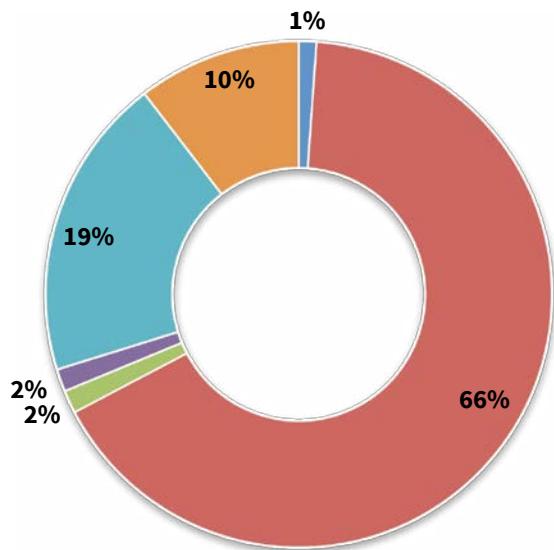
2016 Operating Expenses

January - July 2016 Operating Expenses



Administration	\$12,342
Personnel	\$241,556
General operating	\$214,841

January - July 2016 Grant Expenses



Outreach Programmes	\$79,670
Overseas Tours	\$4,674,955
Scholarships	\$103,440
Short Term Expert	\$102,157
Hosting Tournaments	\$1,368,774
International Coaches	\$736,843



Corporate Objectives

Established by the Fiji National Sports Commission Decree 2013, the Sports Commission aims to enrich the lives and health of all Fijians through physical activity and sports at all levels as outlined in the Commission's Vision.

The following are the Sports Commission's Corporate Objectives as decreed and approved by the Commission Board:

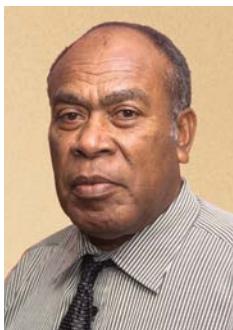
1. Guide and enhance the delivery of sports development programmes in Fiji through a coordinated approach in partnership with Government, statutory bodies, and the community.
2. Institute a clear and manageable framework to effectively deliver sports programmes in Fiji.
3. Provide coordination and direction, and commit to the development of sports in Fiji.
4. Establish high standards of excellence in all aspects of sports delivery.
5. Improve the health of the nation through organised physical activities at all levels.
6. Support and encourage performance excellence in athletes and coaches by developing sports science and encouraging research in high performance athletes.
7. Provide support and financial assistance to national federations in the development of their sport and their high performance athletes.
8. Recruit the best and the most qualified people and provide them with the appropriate training, environment, and support to enable them, as a team, to achieve the Fiji National Sports Commission's corporate objectives.



Board Members



Mr Peter Mazey
Executive Chairman



Mr Josefa Sania
Deputy Chairman



Mr John Philp
Board Member



Mrs Litiana Loabuka
Board Member



Mr David Voss
Board Member



Mrs Cathy Wong
Board Member



Mr Hari Naicker
Board Member



Ms Alison Burchell
Board Member



Ms Makereta Konrote
Board Member



Mrs Sera Vosaki
Board Secretary

Board meetings held Jan - July 2016: 4

Number of Sub Committee meetings: 10

Committees	Chairperson
Grants Committee	Mr Peter Mazey
National Sports Awards Committee	Mrs Litiana Loabuka
Human Resources Committee	Mr David Voss
Internal Audit Committee	Mr Peter Mazey
National Sporting Conference Committee	Mr David Voss

Senior Management



Mr Peter Mazey
Executive Chairman



Mr Shalendra Ram
Manager Finance



Mrs Elesi Ketedromo
Manager Sector
Engagement



Mr Joji Liga
Manager Sports
Development

Sports Development Programmes

January - July 2016

The plans for Sports Development Programmes in the first seven months of 2016 were interrupted by Category 5 Tropical Cyclone Winston. In the wake of the devastation that the cyclone brought to the nation, the first order of the day was to support and serve those most severely affected.

The Fiji National Sports Commission responded to Government's call for all Government departments to deploy staff across the country for cyclone rehabilitation works at the main centres. The Sports Development staff responded, and spent a total of 60 days in rehabilitation works, assisting where they were most needed.

An account of the works carried out by Fiji Sports Commission employees is follows:

- School clean ups;
- Conducting initial damage assessments;
- Administration support at the Operations Centre, including recording and collating reports from officers engaged in the field;
- Carting drinking water to those urgently in need of potable water;

- Operating diesel generators to draw water from bore holes for people's immediate needs;
- Distributing and erecting tents for those whose homes were completely destroyed;
- Distributing tarpaulins, construction tools and clothing to the most needy;
- Conducting census for ration distribution; and
- Distributing of food rations to every household in settlements and villages in the Lautoka and Nadi areas, as well as to islands in the Yasawa and Mamanuca Groups.

A review of our planned operations for this period saw the need to change our approach following Cyclone Winston. To avoid additional stress on affected communities, it was no longer appropriate to invite villages to host Outreach Programmes.

Instead, the Fiji Sports Commission paid for villagers and people from rural areas to stay with FSC and attend one of the three Train the Trainer Programmes that were conducted in Labasa, Lautoka and Sigatoka. One rural Sports Outreach Programme was also planned for this period.



Programme Reports

Sports Outreach Programme

One programme was conducted in Saqani, Cakaudrove, where 103 participants took part in seven sports: rugby union, rugby league, volleyball, soccer, tennis, netball and boxing. Twenty villages from four Tikinas in Cakaudrove District were involved in the programme, during which the Fitness Leader Concept was implemented for the first time.

Train the Trainer Programme

Three programmes were conducted, one each in Labasa, Lautoka and Sigatoka. A total of 66 participants were accredited as coaches in volleyball, rugby union, and rugby league and as certified fitness leaders and sports administrators through the OSEP SIC Course.

Kids in Community Programme

A total of 2208 students from 16 schools were engaged in the programme. The schools were from Naitasiri, Ovalau, and Labasa.

Wellness Programmes

A total of 2669 participants took part in the Wellness Programmes

that were conducted by the Commission, or in partnership with other stakeholders. The Colourful Explosion Walk for Health conducted in Lautoka attracted thousands of participants.

Community Assistance

The Commission's Community Assistance initiatives benefited 685 participants through the following; fitness training and assessment for Fiji National Rugby League, Macuata Rugby Team Training Assistance and Schools Invitational Programme.

Staff Professional Development

Josaia Tuinamata attended a Table Tennis Level 1 Accreditation Course, through an invitation by Fiji Table Tennis. Elesi Ikanidrodro attended a Just Play Accreditation Course, through the Fiji Football Association. Shavneel Prasad attended a Fiji Football Referee's Workshop, while Joji Liga and Josaia Tuinamata attended a Leadership Workshop for Master Educators from around the region, under the OSEP Programme. Joji Liga and Josaia Tuinamata conducted an internal continuous professional development workshop for the Sports Development staff, following the Leadership Workshop. All Sports Development staff attended the Tennis Hot Shots Programme, conducted by Tennis Australia.



2016 Sports Grants/Sporting Body Recipients

Each year, National Sports Organisations (NSOs) are given the opportunity to lodge an application with the Fiji National Sports Commission for sports grants, which fall into six categories, as follows:

Overseas Sports Tours: To send teams or individual athletes overseas for international competitions. This grant is available only for ranking or qualifying tournaments.

Host International Tournaments: This grant is for the hosting of international tournaments and local events with overseas participants.

Short term Expert Grant: For engaging overseas experts on a short-term basis, to assist local development officers.

Sports Scholarship Grants: To send elite athletes and technical officials overseas for high-level training, on a short-term basis.

Special One-Off Grants: Available to national teams attending or hosting major international events.

International Coaches Grant: For the appointment of overseas coaches for the development of national teams.

NSOs applying for grants must be certified by the Fiji National Sports Commission as meeting the necessary criteria.

In order to qualify as eligible, each NSO must show that it practices good sports governance, possesses development plans for the sport and its funding, and show accountability to its athletes, members and the sport.

The grants awarded by the sports Commission to National Sports Organisations between January to July 2016 were:

Overseas Sports Tours

Sports Organisation	Purpose
AFL Fiji	2016 AFL Under 16's Tournament
Archery	World Archery Oceania Games
Bowls	2016 World Cup Indoor Singles
Chess	42nd Chess Olympiad in Baku
Cricket	U19 Cricket World Cup
FASANOC- Team Fiji	Rio Olympic 2016 Preparation
FASANOC- Team Fiji	Rio Olympic 2016 Participation
Paralympic	Asia Oceania Paralympic Athletic Champs
Rugby	Pacific Nations Cup Tour 2016
Rugby	World Rugby Pacific Challenge 2016
Shooting	NZ National Games
Table Tennis	ITTF Oceania Hope Challenge
Table Tennis	World Table Tennis Championship - Malaysia
Table Tennis	ITTF Oceania Junior Champ, World Junior
Weightlifting	World Weightlifting Championships



Hosting of International Tournaments

Sports Organisation	Purpose
Athletics	Melanesian Regional Athletics Championship
Chess	1st Fiji Chess Festival
Hockey	2016 FIH World League and Oceania Pacific Cup
Rugby	U20 Junior World Rugby Tournament
Swimming	Oceania Swimming Championship 2016
Swimming	National Schools Swimming Championship
Table Tennis	National Para Table Tennis Cup
Tennis Fiji	Oceania Open Tennis Championship
Tennis Fiji	Tennis Fiji Open Tournament
Volleyball	2016 Oceania Volleyball Tournament
Weightlifting	2016 Oceania Weightlifting Championships

Sports Scholarships

Sports Organisation	Purpose
Karate Fiji	Scholarship for 6 athletes and 2 officials
Table Tennis	Training in NSW at Oceania Champs
Yachting	Training Attachment at Qld Clubs Conference

Short Term Expert Grants

Sports Organisation	Purpose
AFL	Development Officer
Karate	Development Officer
Shooting	Development Officer
Table Tennis	Overseas Development Coach
Weightlifting	Development Officer
Yachting	International Expert

International Coaches

Sports Organisation	Purpose
Rugby Sevens Men	Ben Ryan
Rugby Sevens Womens	Chris Cracknell
Rugby 15's	John McKee
Cricket	Shane Jorgensen
Golf	Graeme Bell
Soccer	Frank Farina
Surfing	Ian Portingale
Bowls	Robert Dobbin





Financial Statements

For the Seven Months Period Ended 31 July 2016

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Commission's Report

For the Seven Months Period Ended 31 July 2016

In accordance with a resolution of the Commission, the members submit the statement of financial position of the Commission as at 31 July 2016, and the related income statement, statement of changes in equity and statement of cash flows for the financial period ended 31 July 2016 and report as follows:

Commission's members

The names of the members of the Commission during the year and up to the date of this report were:

Member	Appointed	Resigned
Mr. Peter Mazey	5th February, 2013	-----
Mr. David Voss	5th February, 2013	-----
Mr. Sashi Dhanji	5th February, 2013	Deceased
Ms. Cathy Wong	5th February, 2013	-----
Ms. Litiana Loabuka	5th February, 2013	-----
Mr. Josefa Sania	5th February, 2013	-----
Mr. Filimon Waqabaca	5th February, 2013	Resigned
Mr. John Philp	5th September, 2014	-----
Mr. Hari Raj Naicker	15th May, 2015	-----
Ms. Alison Burchell	01st March, 2016	-----
Ms. Makereta Konrote	18th March, 2016	-----

Principal activities

The principal activities of the Commission during the course of the financial year were to primarily coordinate the promotion and development of sports in Fiji.

Operating result

The operating profit of the Commission for the seven months period ended 31 July 2016 was \$195,524 compared to the operating loss of \$273,391 in 2015.

Other matters

As at the date of this report:

- (a) The members of the Commission are not aware of any circumstance which would render the values attributed to current assets in the Commission's financial statements misleading.
- (b) (i) No charge of the assets of the Commission has been given since the end of the financial period to secure the liabilities of any other person;
- (ii) No contingent liabilities have arisen since the end of the financial period for which the Commission could become liable except as disclosed in the financial statements;
- (iii) As at the date of this report, members of the Commission are not aware of any circumstances that have arisen, not otherwise dealt with in the report, which would make adherence to the existing method of valuation of assets or liabilities of the Commission misleading or inappropriate; and
- (iv) Apart from the matters specifically referred to in the financial statements, in the opinion of the members of the Commission, the results of the operations of the Commission during the financial period were not substantially affected by any item, transaction or event of an abnormal nature.

Commission's Report (Cont'd)

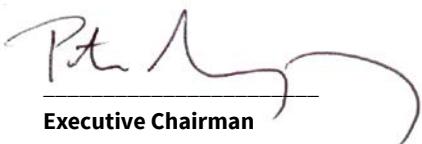
For the Seven Months Period Ended 31 July 2016

Events subsequent to balance date

There has not arisen in the interval between the end of the financial period and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the members of the Commission, to affect significantly the operations of the Commission, the results of those operations, or the state of affairs of the Commission, in subsequent financial years.

Dated at Suva this 29th day of May 2017

Signed for and on behalf of the Commission in accordance with the resolution of the members of the Commission.


Executive Chairman


Member of the Commission

Statement by Members of the Commission

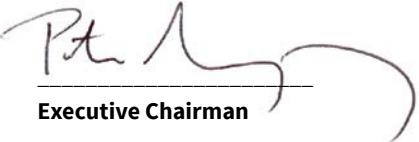
For the Seven Months Period Ended 31 July 2016

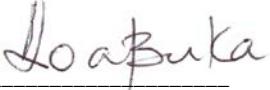
In accordance with a resolution of the members of the Fiji National Sports Commission, we state that in the opinion of the members:

- i. the accompanying statement of financial position of the Commission is drawn up so as to give a true and fair view of the state of affairs of the Commission as at 31 July 2016;
- ii. the accompanying income statement of the Commission is drawn up so as to give a true and fair view of the results of the Commission for the seven months period ended 31 July 2016;
- iii. the accompanying statement of changes in equity of the Commission is drawn up so as to give a true and fair view of the changes in equity of the Commission for the seven months period ended 31 July 2016;
- iv. the accompanying statement of cash flows of the Commission is drawn up so as to give a true and fair view of the cash flows of the Commission for the seven months period ended 31 July 2016;
- v. at the date of this statement, there are reasonable grounds to believe that the Commission will be able to pay its debts as and when they fall due; and
- vi. all related party transactions have been adequately recorded in the books of the Commission.

For and behalf of the Commission and in accordance with the resolution of the members of the Commission.

Dated at Suva this 29th day of May 2017


Executive Chairman


Member of the Commission

Independent Auditor's Report

For the Seven Months Period Ended 31 July 2016

OFFICE OF THE AUDITOR GENERAL

Excellence in Public Sector Auditing



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FIJI NATIONAL SPORTS COMMISSION

I have audited the accompanying financial statements of the Fiji National Sports Commission ("the Commission"), which comprises the statement of financial position for the seven months period ended 31 July 2016, and the statement of income and expenditure, statement of changes in equity and statement of cash flows for the year ended and a summary of significant accounting policies and other explanatory information as set out in notes 1 to 22.

Directors and Management's Responsibility for the Financial Statements

The directors and management are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and the requirements of Fiji National Sports Commissions Decree 2013. These responsibilities includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making estimates that are reasonable in the circumstance.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I have conducted the audit in accordance with International Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Commission's preparation and fair presentation of the financial statements 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 Commission's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Audit Opinion

In my opinion:

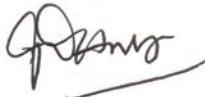
- (a) proper books of account have been kept by Fiji National Sports Commission, so far as it appears from my examination of those books; and

Independent Auditor's Report (Cont'd)

For the Seven Months Period Ended 31 July 2016

(b) the accompanying financial statements which have been prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities:

- (i) are in agreement with the books of account; and
- (ii) to the best of my information and according to the explanations given to me:
 - give a true and fair view of the state of affairs of the Fiji National Sports Commission for the seven months period ended 31 July 2016 and of the results, and cash flows of the Fiji National Sports Commission for the period ended on that date; and
 - give the information required by Fiji National Sports Commission Decree 2013 in the manner so required.



Ajay Nand
AUDITOR GENERAL

01 December 2017
Suva, Fiji



Income Statement

For the Seven Months Period Ended 31 July 2016

	Notes	2016 (\$)	2015 (\$)
Income			
Operating revenue	4(a)	7,689,703	5,936,981
Other operating revenue	4(b)	40,399	65,565
Total Income		7,730,102	6,002,546
Expenses			
Sporting grant expenses	5	6,328,996	4,042,344
International coaches expenses	6	736,843	1,442,006
Administrative expenses	7	12,342	18,154
Depreciation		56,743	90,936
Personnel expenses	8	241,556	407,738
Operating expenses	9	153,640	267,117
Finance cost		4,458	7,642
Total Expenses		7,534,578	6,275,937
Net operating surplus/ (deficit) for the period		195,524	(273,391)

The income statement is to be read in conjunction with the notes to and forming part of the financial statements set out on pages 12 to 22.

Statement of Changes in Equity

For the Seven Months Period Ended 31 July 2016

	2016 (\$)	2015 (\$)
Retained profits		
Balance at the beginning of the year	62,601	335,992
Net operating surplus/ (deficit) for the period	195,524	(273,391)
Balance at the period end	258,125	62,601

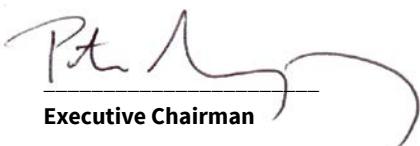
The statement of changes in equity is to be read in conjunction with the notes to and forming part of the financial statements set out on pages 12 to 22.

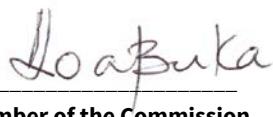
Statement of Financial Position

For the Seven Months Period Ended 31 July 2016

	Notes	2016 (\$)	2015 (\$)
Current assets			
Cash and cash equivalent	10	959,897	205,216
Prepayments		12,796	7,218
Other current assets	11	462	437
Total current assets		973,155	212,871
Non-current assets			
Property, plant and equipment	12	244,420	295,758
Total non-current assets		244,420	295,758
TOTAL ASSETS		1,217,575	508,629
Current liabilities			
Trade and other payables	13	436,740	162,728
Employee entitlements		21,189	20,963
Deferred revenue	14	433,119	157,299
Finance lease liability	15	36,636	62,804
Total current liabilities		927,684	403,794
Non-current liabilities			
Finance lease liability	15	31,766	42,234
Total non-current liabilities		31,766	42,234
TOTAL LIABILITIES		959,450	446,028
NET ASSETS		258,125	62,601
Equity			
Retained profit		62,601	335,992
Current year earnings		195,524	(273,391)
TOTAL EQUITY		258,125	62,601

Signed in accordance with the resolution of the members of the Commission


Executive Chairman


Member of the Commission

The Statement of Financial Position is to be read in conjunction with the notes to and forming part of the financial statements set out on pages 12 to 22.

Statement of Cash Flows

For the Seven Months Period Ended 31 July 2016

	Notes	2016 (\$)	2015 (\$)
Cash flows from operating activities			
Cash receipts in the course of operations		7,992,957	6,001,976
Cash payments in the course of operations		(7,191,778)	(6,018,930)
Interest expense		(4,458)	(7,642)
Net cash (used in)/provided by operating activities		796,721	(24,596)
Cash flows from investing activities			
Payments for property plant and equipment		(5,404)	(64,994)
Net cash used in investing activities		(5,404)	(64,994)
Cash flows from finance activities			
Repayment for vehicle under finance lease		(36,636)	(62,804)
Net cash used in finance activities		(36,636)	(62,804)
Net increase (decrease) in cash and cash equivalents		754,681	(152,394)
Cash and cash equivalents at the beginning of the year		205,216	357,610
Cash and cash equivalents at the end of the period	10	959,897	205,216

The statement of cash flows is to be read in conjunction with the notes to and forming part of the financial statements set out on pages 12 to 22.

Notes to and Forming Part of the Financial Statements

For the Seven Months Period Ended 31 July 2016

1. General Information

Fiji National Sports Commission ("the Commission") is a body corporate incorporated under Fiji National Sports Commission Decree No.5 of 2013 and domiciled in Fiji. The address of the Commission's registered office is 220 Laucala Bay Road, Suva, Fiji Islands. The Commission is primarily involved in the promotion and development of sports in Fiji.

The financial statements were authorised for issue with a resolution of the members of the Commission on 28th Nov 2017.

The significant accounting policies which have been adopted in the preparation of these financial statements are:

2. BASIS OF PREPARATION

(a) Statement of compliance

The financial statements of the Commission has been prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities ('IFRS for SMEs').

(b) Basis of measurement

The financial statements have been prepared on the historical cost basis and do not take into account of changing money values or except, where stated, current valuations of non-current assets.

(c) Functional and presentation currency

These financial statements are presented in Fijian currency, which is the Commission's functional currency. All financial information presented in Fijian currency has been rounded to the nearest dollar.

(d) Use of estimates and judgments

The preparation of the financial statements in conformity with IFRS for SMEs, management of the Commission is required to make judgments, estimates and assumptions that affect the application policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an on-going basis.

Revisions to accounting estimates are recognized in the period in which estimates are revised and in any future periods affected.

Judgments made by management in the application of IFRS for SMEs that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the next year are disclosed, where applicable, in the relevant notes to the financial statements.

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by the Commission.

(a) Cash and cash equivalents

Cash and cash equivalents are carried in the balance sheet at cost. For the purpose cash flow statement, cash and cash equivalents comprise cash on hand and cash at bank.

(b) Foreign currency

Foreign currency transactions are translated to Fijian currency at rates of exchange ruling at the dates of the transactions. Amounts receivable and payable in foreign currencies are converted to Fijian currency at the rates of exchange ruling at balance date. All exchange gains or losses whether unrealized are included in the income statement.

Notes to and Forming Part of the Financial Statements (Cont'd)

For the Seven Months Period Ended 31 July 2016

3. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(c) Deferred income

Government grant in aid and assets acquired at no cost to the Commission are capitalised and systematically recognised as other income on the basis of the expected lives of the assets to which the grant relates.

Grants received before the revenue recognition criteria are satisfied are recognised as a liability.

(d) Government grant

The Commission receives operating grant from the Government. Operating grants that compensate the Commission for expenses incurred are recognised as revenue in the income statement on a systematic basis in the same period in which the expenses are incurred. Operating grants that are used to compensate the cost of an asset are recognised in the income statement as revenue on a systematic basis over the useful life of the assets.

The Commission also receives sporting grant from the Government. The sporting grants are disbursed by the Commission to various sporting organisation and agency for overseas tours, sports scholarships, and engagement of short term experts and hosting of international tournaments.

Furthermore, the Commission receives international coaches grant from the Government which is utilised to pay the salary and other benefits for the full time international engaged by various sporting organisation.

(e) Income tax

Income of the Commission is exempt from income tax in accordance with Section 17(24) of the Income Tax Act.

(f) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment loss. Cost includes expenditure that is directly attributable to the acquisition and installation of the items.

Property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives using the following rates:

Computer Equipment	20%
Furniture and Fittings	20%
Motor Vehicles	20%

Profits and losses on disposal of property, plant and equipment are taken into account in determining the results for the period.

(g) Employee entitlement

Annual leave

The liability for annual leave is recognized in the provision for employee entitlement. Liabilities for annual leave are expected to be settled within 12 months of the reporting date and are measured at their nominal values using the current remuneration rate which is expected to be applied at the time of settlement.

Long service leave

The Commission does not have any long service leave policy in place. All employee entitlement is expected to be used by employees within the fiscal year.

Wages and salaries

Liabilities for wages and salaries expected to be settled within 12 months of the reporting date are accrued up to the reporting date.

Defined contribution plans

Contributions to Fiji National Provident Fund (FNPF) by the Commission are expensed when incurred.

(h) Trade and other payables

Liabilities are recognized for amounts to be paid in the future for goods and services rendered. Creditors and accruals are stated at cost.

Notes to and Forming Part of the Financial Statements (cont'd)

For the Seven Months Period Ended 31 July 2016

3. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

(i) Leased assets

The determination of whether an arrangement is, or contains a lease is based on the substance of the arrangement at inception date of whether the fulfillment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset.

Finance leases, which transfer to the Commission substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the inception of the lease at the fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are reflected in income statement.

Subsequent to initial recognition, the asset is accounted for in accordance to the accounting policy applicable to that asset.

(j) Comparative

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

(k) Value Added Tax (VAT)

All the revenue, expenses, assets and liabilities are recorded at VAT inclusive prices. This treatment is based on the advised provided by Fiji Revenue Customs Authority on 31 January 2014. The reasons are as follows:

The Commission is basically providing funding and development of sports in Fiji and this is done through government grant funding. With such set up and with no taxable/business activities, the Commission is not registered for VAT. Any expenses incurred for which the Commission is charged VAT, the VAT portion will be cost to the Commission.

	2016 (\$)	2015 (\$)
4. REVENUE		
a) Operating revenue		
Sports Grant	6,328,996	3,635,086
International Coaches Grant	807,397	1,507,890
Operating Grant	553,310	794,005
	7,689,703	5,936,981
b) Other operating revenue		
Sponsorships	12,965	24,873
Amortization of Deferred Income	27,434	40,692
	40,399	65,565

Notes to and Forming Part of the Financial Statements (cont'd)

For the Seven Months Period Ended 31 July 2016

	2016 (\$)	2015 (\$)
5. SPORTING GRANT EXPENSES		
Overseas tours	4,674,955	470,407
Scholarships	103,440	68,397
Short term expert	102,157	130,811
Hosting tournaments	1,368,774	275,602
Outreach programs	79,670	205,992
One-off sporting grant	-	2,891,135
	6,328,996	4,042,344
6. INTERNATIONAL COACHES EXPENSES		
Salary for international coaches	675,492	1,280,381
Other benefits	61,351	161,625
	736,843	1,442,006
7. ADMINISTRATIVE EXPENSES		
Electricity	3,859	6,404
Rent	6,496	11,750
Set up cost	1,987	-
	12,342	18,154
8. PERSONNEL EXPENSES		
Wages and salaries	213,540	355,892
FNPF contribution	15,505	22,606
TPAF	1,864	3,715
Staff welfare	6,303	5,413
Staff uniform	2,995	7,481
Fringe benefits	328	656
Staff training	1,021	11,975
	241,556	407,738
9. OPERATING EXPENSES		
Audit fees	3,041	2,700
Advertising	2,128	300
Annual report	17,000	5,000
Bank charges	861	1,529
Conference	-	31,738
Consultancy fees	7,500	4,000
Council members fees and allowance	29,257	44,405
Council meeting expenses	325	440
Internet fees	2,517	3,886
License	1,219	1,277
Motor vehicle expenses	19,055	30,471
Printing and stationary	11,706	11,454
Special sports equipment	3,856	22,905

Notes to and Forming Part of the Financial Statements (*Cont'd*)

For the Seven Months Period Ended 31 July 2016

	2016 (\$)	2015 (\$)
9. OPERATING EXPENSES (<i>Cont'd</i>)		
Sports promotions	11,664	36,304
Mobile charges	11,367	19,242
Software support fees	1,145	598
Insurance	8,611	16,602
Office supplies	746	2,011
Subscriptions	-	673
Telephone	1,906	3853
Travel & accommodation	1,464	23,178
Website Management Fee	9,375	-
Other expenses	8,897	4,551
	153,640	267,117
10. CASH AND CASH EQUIVALENTS		
Cash on hand	800	800
Cash at bank	959,097	204,416
	959,897	205,216
11. OTHER CURRENT ASSETS		
Cash advance to staffs	337	312
Deposits	125	125
	462	437

Notes to and Forming Part of the Financial Statements (cont'd)

For the Seven Months Period Ended 31 July 2016

	Furniture & Fittings (\$)	Computer Equipment (\$)	Motor Vehicle (\$)	Total (\$)
12. PROPERTY, PLANT & EQUIPMENT				
Cost				
Opening Balance 01/01/16	39,814	73,229	368,218	481,261
Acquisitions	-	5,404	-	5,404
Less Disposal	-	-	-	-
Balance as at 31 July 2016	39,814	78,633	368,218	486,665
Accumulated Depreciation				
Opening Balance 01/01/16	18,511	32,850	134,141	185,502
Depreciation charge for the year	4,645	9,139	42,959	56,743
Disposal	-	-	-	-
Balance as at 31 July 2016	23,156	41,989	177,100	242,245
Carrying Amount as at 1 January 2016	21,303	40,379	234,076	295,759
Carrying Amount as at 31 July 2016	16,658	36,644	191,118	244,420

The Commission had six motor vehicles as at the balance date. Four of the motor vehicles were leased by the Commission under non-cancellable finance lease agreements. The lease term is for four years until then the lease liabilities are effectively secured as the rights to the motor vehicle revert to the lessor in the event of default

	2016 (\$)	2015 (\$)
Net carrying amount of motor vehicles under a finance lease	109,151	138,460
13. TRADE AND OTHER PAYABLE		
Audit fees	2,600	2,100
Annual report	11,000	5,000
International coaches salary	18,044	9,022
International coaches annual leave	58,438	37,282
Commission staff salary	14,965	8,077
Board Meeting Allowance	5,533	-
Trade creditors	326,160	101,247
Trade and Other payables	436,740	162,728

Notes to and Forming Part of the Financial Statements (*cont'd*)

For the Seven Months Period Ended 31 July 2016

	2016 (\$)	2015 (\$)
14. DEFERRED REVENUE		
Opening Balance	157,299	132,996
Add: grant utilized to finance property, plant & equipment	5,404	64,994
Less: provision for amortisation	(27,434)	(40,691)
Add: sports grant received in advance	297,850	-
Closing Balance – 31 July	<u>433,119</u>	<u>157,299</u>
15. FINANCE LEASE LIABILITY		
Opening Balance	105,038	167,842
Less: principal repayment	(36,636)	(62,804)
Closing Balance – 31 July	<u>68,402</u>	<u>105,038</u>
Represented By:		
Current	36,636	62,804
Non-Current	31,766	42,234
	<u>68,402</u>	<u>105,038</u>

The Commission entered into a finance lease agreement with Australian and New Zealand Banking Group Limited (ANZ) to finance the purchase of the Commission's motor vehicle. The lease term is for four years until then the lease liabilities are effectively secured as the rights to the motor vehicle revert to the lessor in the event of default.

16. FINANCE LEASE COMMITMENTS

To meet the transportation needs the Commission entered into a finance lease agreement with Australian and New Zealand Banking Group Limited. Even though these obligations are not recognized on the statement of financial position, they do contain credit risk and are therefore part of the overall risk of the Commission.

The total finance lease commitments are as follows:

Future finance lease repayment not provided for in the financial statements and payable as follows:

Not later than one year (one year plus interest)	70,446	70,446
Later than one year but not later than two years	6,280	47,371
Later than two years but not later than four years	-	-
	<u>76,726</u>	<u>117,817</u>

The leases typically run for a period of four years. The annual interest payment recognized as an expense in the income statement amounts to \$4,458.

Notes to and Forming Part of the Financial Statements (cont'd)

For the Seven Months Period Ended 31 July 2016

17. OPERATING LEASE COMMITMENTS

The Commission rents two offices under operating leases. The leases are for an average period of five years with fixed rentals over same period.

	2016 (\$)	2015 (\$)
Minimum lease payments under operating leases recognised as an expense during the year	6,496	11,750
At the year-end the Commission has outstanding commitments under non-cancellable operating leases that fall due as follows:		
Not later than one year	11,750	11,750
Later than one year but not later than two years	17,993	23,500
Later than two years but not later than five years	-	989
	29,743	36,239

18. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Commission's activities expose it to financial risks. The Commission is basically providing funding to National Sporting Bodies for the development of sports in Fiji and this is done through government grant received. The operation of the Fiji National Sports Commission depends on the grants received from the Government.

The Commission is exposed to credit risk. The Commission entered into a finance lease agreement with Australian and New Zealand Banking Group Limited. Even though these obligations are not recognized on the statement of financial position, they do contain credit risk and are therefore part of the overall risk of the Commission

Risk is inherent in the Commission's activities but it is managed through a process of ongoing identification, measurement and monitoring, subject to risk limits and other controls. The independent risk control process does not include business risks such as changes in the environment, technology and industry. They are monitored through the Commission's strategic planning process.

(a) Market risk

Market risk does not apply to the Commission since it is not involved in trading activities.

(i) Political climate

The Commission operates in Fiji and changes to governments, policies affect economic situation and ultimately the grant income of the Commission.

(ii) Interest rate risk

At the reporting date the Commission did not have any interest-bearing financial instruments.

Notes to and Forming Part of the Financial Statements (*cont'd*)

For the Seven Months Period Ended 31 July 2016

19. EVENTS SUBSEQUENT TO BALANCE DATE

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of Fiji National Sports Commission, the results of those operations, or the state of affairs of the Commission in future financial years.

20. PRINCIPAL ACTIVITIES

The principal activity of the Commission is to guide and enhance the delivery of sports programmes in Fiji through a coordinated approach at all levels of participation by government statutory bodies and the community and to ensure the development of sports in Fiji. The Commission was established under the Fiji National Sports Commission Decree No. 5 of 2013.

21. RELATED PARTY DISCLOSURES

(a) Identity of related parties

The directors of the Board in office during the year were:

	Appointed	Resigned
Mr. Peter Mazey	5-Feb-13	—
Mr. David Voss	5-Feb-13	—
Mr. Sashi Dhanji	5-Feb-13	Deceased
Ms. Cathy Wong	5-Feb-13	—
Ms. Litiana Loabuka	5-Feb-13	—
Mr. Josefa Sania	5-Feb-13	—
Mr. Filimoni Waqabaca	5-Feb-13	Resigned
Mr. John Philp	5-Sep-14	—
Mr. Hari Raj Naicker	15-May-15	—
Ms. Alison Burchell	1-Mar-16	—
Ms. Makereta Konrote	18-Mar-16	—

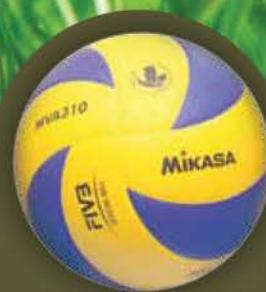
(b) Transactions with related parties during the seven months ended 31 July 2016 with approximate transaction value are summarized as follows:

	2016 (\$)	2015 (\$)
Board expenses and allowances	29,257	44,405
(c) <u>Compensation of key management personnel</u>		
Key management personnel expenses	109,618	188,000

Key management personnel include the Chief Executive Officer, Finance Manager, Sector Engagement Manager and Sports Development Manager of the Commission.

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ANNUAL REPORT
JANUARY - JULY
2016

**FIJI NATIONAL
SPORTS
COMMISSION**



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