

Pool Depth
3.5M

fiji sports council



AUGUST JULY
2016 - 2017
ANNUAL REPORT



COVER
Schools from around the country make use of the Damodar Aquatic Centre for their inter-house swimming competitions.

VISION To be the best.

MISSION We will create an environment of excellence.

VALUES
Service Excellence
Passion
Ownership
Respect
Teamwork

CONTENTS

Letter to the Minister	1
Events Highlights	2
Chairman's Report	5
Board Members	6
Senior Management	7
CEO's Report	8
Financial Performance	13
Financial Statements	15
Directory	44
Our Strategic Partners	45



Letter to the Minister



Hon. Laisenia Tuitubou

Minister for Youth and Sports
Nasoqo House
3 Gordon Street
Suva

Dear Minister

It is with great pleasure that I present the first Fiji Sports Council (FSC) Annual Report for the financial year August 2016 to July 2017.

This is the first FSC Annual Report that is in alignment with the Government initiative that has changed the fiscal year to end on July 31st.

This Report summarises the Council's performance during that period, and highlights the principal events and projects during for the year under review.

I would like to thank Government for its continued support and look forward to presenting the FSC Report for the next financial year, August 2017 to July 2018.



Peter Mazey
Chairman

Highlights August 2016 - July 2017

2016 Event Highlights

AUGUST

- Damodar Re-Signs Increased Naming Rights Deal for National Aquatic Centre
- FSC advertises Expression of Interest for Master Plan Design
- FSC Social Club supports Paralympic Athlete/Employee to Rio
- Kaji Rugby Competition (ANZ Stadium)
- Deans Rugby Final (ANZ Stadium)
- Fiji Secondary Schools 7s (ANZ Stadium)
- Hibiscus Festival (Vodafone Arena, FMF Gymnasium, FSC Carpark)
- Skipper Cup Semi-finals (ANZ Stadium)
- Tadra Kahani (Vodafone Arena)
- Fiji National University Exams (Vodafone Arena)
- University of the South Pacific Graduation (Vodafone Arena)

SEPTEMBER

- Escott Shield Competition (ANZ Stadium)
- SDA Fair (ANZ Stadium)
- Fiji Rugby Under 20 Championship – Fiji vs Cook Islands (ANZ Stadium)
- Basketball International – Fiji vs China Women (Vodafone Arena)
- Tappoo Devotional Concert (FMF Gymnasium)

OCTOBER

- National Women's Expo (Vodafone Arena)
- Courts Inter-District Championship (ANZ Stadium)
- Special Schools Olympics (ANZ Stadium)
- Fijiana 15s Trials (Buckhurst Ground)
- Westpac Diwali (Vodafone Arena)

NOVEMBER

- Fijiana 15s Test – Fiji vs Papua New Guinea (ANZ Stadium)
- Oceania 7s (ANZ Stadium)
- Chow Games (ANZ Stadium)
- Sukuna Bowl (ANZ Stadium)
- University of the South Pacific Exams (Vodafone Arena)
- Fiji National University Graduation (Vodafone Arena)
- Tuvalu Celebrates 38th Independence (FMF Gymnasium)

DECEMBER

- Under 18 Oceania Basketball Championship (Vodafone Arena)
- UPCI Conference (ANZ Stadium)
- Fiji Rugby Under 20 Championship – Tonga vs Cook Islands (ANZ Stadium)
- Fiji Rugby Under 20 Championship – Fiji vs Tonga (ANZ Stadium)
- ANZ White Christmas Party (ANZ Stadium)
- FSC Awards Master Plan Designer



2017 Event Highlights

JANUARY

- Fiji Sports Awards New Logo Launched
- Mana Whey Coral Coast 7s (Lawaqa Park)
- World Netball Youth Preparation (Vodafone Arena)
- Mind Pearl Awards Night (Vodafone Arena)

FEBRUARY

- Vodafone Re-Signs Naming Rights Deal
- FSC Sports Centre Re-Development Plans Commence
- Fiji Sports Awards (Vodafone Arena)
- Ship for Youth Leaders Cultural Night (Vodafone Arena)
- Super Rugby Pre-Sales Launched
- FMF Gymnasium Renovation Works Begin
- SPBD Awards Night (Vodafone Arena)
- Suva Volleyball Competition (National Netball Centre)

MARCH

- Pacific Rugby Cup – Fiji Warriors, Samoa A, Tonga A, Junior Japan – Round-robin Competition (ANZ Stadium)
- Pacific Rugby Cup – Fiji Warriors vs Tonga A (ANZ Stadium)
- Pacific Rugby Cup
- Fiji Bitter Marist 7s (ANZ Stadium)
- Julia Zahara Concert (Vodafone Arena)
- University of the South Pacific Graduation (Vodafone Arena)
- Secondary School Inter-house
- Suva Zone I Athletics Meet (ANZ Stadium)
- Suva Zone II Athletics Meet (ANZ Stadium)
- Tailevu Zone Athletics Meet (ANZ Stadium)
- NNN Zone Athletics Meet (ANZ Stadium)
- Maritime Zone Athletics Meet (ANZ Stadium)
- Nasinu Primary School Netball (National Netball Centre)

APRIL

- ITTF Oceania Para, Oceania & Oceania Junior Cadet Championships (Vodafone Arena)
- FSC Sports Camp
- Easter Athletics Championship (ANZ Stadium)
- Coca-Cola Games (ANZ Stadium)

MAY

- Super Rugby – Gallagher Chiefs vs BNZ Crusaders (ANZ Stadium)
- Inter-Secondary Schools Netball Competition (Vodafone Arena)
- Fiji Fashion Week (Vodafone Arena)
- Vanua Championship (Lawaqa Park)



JUNE

- Fiji vs Italy (ANZ Stadium)
- Fiji vs Scotland (ANZ Stadium)
- Oceania Athletics Championship (ANZ Stadium)
- Skipper Cup – Suva vs Naitasiri (ANZ Stadium)
- University of the South Pacific Exams (Vodafone Arena)
- National Women's Expo (Vodafone Arena)
- Totoya Day (Vodafone Arena)
- International School Swimming Carnival (Damodar City Aquatic Centre)
- Provincial Rugby Competition (Lawaqa Park)

JULY

- Deans Quarter-finals (ANZ Stadium)
- Fiji Showcase (Vodafone Arena)
- Schools Concerts (Vodafone Arena)
- AOG Conference (Vodafone Arena)
- Ace Student Convention (Vodafone Arena)
- Fiji Kula Awards Night (Vodafone Arena)
- Special Schools Sports Day (Vodafone Arena)
- Swimming Nationals (Damodar City Aquatic Centre)

AUGUST

- Deans Rugby Semi-finals & Finals (ANZ Stadium)
- Hibiscus Festival (Vodafone Arena, Multi-purpose Courts)
- Special Olympics (ANZ Stadium)
- New Methodist Conference (ANZ Stadium)
- Revival Conference (Lawaqa Park)



Chairman's Report



This first year of following the new financial year configuration of July to August was also one of celebration as we came together as a nation when the Fiji Sevens Rugby Team won their historic Gold Medal at the Olympic Games, held in Rio de Janeiro in August 2016.

I wish to commend the staff of the Fiji Sports Council for their sterling efforts to support, through volunteerism, the lead up to this memorable achievement.

I am also proud to note the principle of inclusivity and acceptance of diversity being put into practice by the Fiji Sports Council and its staff Social Club, with fundraising efforts to support our Paralympian Athletes including their colleague, Epeli Asaisea of Fiji Athletics and Mere Rodan of Fiji Table Tennis in the Paralympic Games, also held in Rio.

I commend the Executive Management Team for exercising its function as the Council's Compliance Committee at its monthly meetings, where a regular review of all policies and procedures takes place in order to improve conditions for the staff and the Council as a whole.

In the interests of accountability and transparency, it was decided to cancel the ticket entitlement available to staff until further notice, as the best use was not being made of this, and it was open to potential abuse.

I also wish to thank the Government for its invaluable support by providing the grant of one-third of the

necessary funding for the crucial and necessary renovation and rebuilding project.

The Fiji Sports Council was able to raise two thirds of the finance required to fund this major project. I wish to congratulate the CEO, as the ability to access these funds was a direct result of the Sports Council's improved financial position, combined with its established, proven, loan repayment record.

This will allow the Council to upgrade the Sports Council's offices and the FMF Gymnasium, with the existing office space and the national indoor gymnasium being closed so that the extensive undertaking could begin. We anticipate that the gymnasium refurbishment and new construction of offices will reach completion by the end of the 2017 calendar year.

In August 2016, the Council called for Expressions of Interest for the Master Plan Design, with the designer being awarded in December of that year. The graphic representation of the Master Plan will feature in the completed suite of Council offices.

I wish to take this opportunity to thank the staff of the Fiji Sports Council, who displayed the highest levels of professionalism and excellence and met the high standards expected by the international sporting community, while working from temporary offices.

I wish to congratulate the CEO and her team for their continued commitment and their ongoing endeavor to create and maintain internationally recognised sporting and events facilities that are safe, reliable, and of the highest standard.

Thank you to the Fiji Sports Council Board. Your dedication, guidance and spirit of cooperation make the Council's success possible.

To the Government of Fiji, a most sincere and grateful thank you for its steadfast support of our efforts to uphold and advance the benchmarks set by the nation's sports and the venues in which they take place.

A blue ink signature of Peter Mazey, written in a cursive style.

Peter Mazey
CHAIRMAN

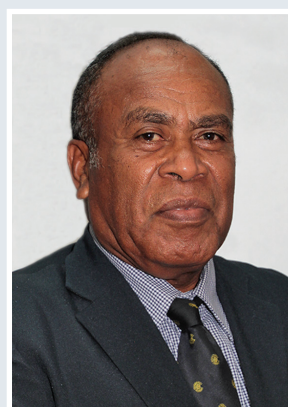
Members of the Board



Mr Peter Mazey
Chairman



Lt. Colonel Ifereimi Vasu
Deputy Chairman



Mr Joseva Sania
Board Member



Mr Daniel Lobendahn
Board Member



Mr Vijendra Sundar
Board Member



Mr Colin Philp
Board Member



Ms Marigold Moody
Board Member



Mrs Elesi Ketedromo
Board Member



Mrs Losalini Waqausa
Board Secretary



Mr Parmesh Chand
Board Member

Senior Management



Litiana Loabuka
CEO



John Pickering
Properties Manager



Eleina McDonald
Operations Manager



Ashni Sharma
Finance Manager



Alvinesh Chand
Audit Manager



Vikash Son
Senior Accountant



Della Shaw
Facility Supervisor



Sera Vakaloloma
Facility Supervisor



Bulou Rabuka
Facility Supervisor



Permal Swamy
Ground Superintendent



Vaseva Nasarova
Executive Assistant



Vijay Chetty
Maintenance Supervisor

CEO's Report



This is the first Fiji Sports Council Annual Report that follows the new financial year configuration of August to July.

The period covered by this Report, August 2016 - July 2017, has been an exciting, if sometimes challenging, year for the Fiji Sports Council.

As always, organisations that represent the multifaceted aspects of society have needed access to our services and our facilities. A review of the calendared events schedule for the year reveals just how dynamic and diverse life is, in Fiji.

But sport brings us together as a nation. Sport continues to unify us all.

Gold in Rio

This was exemplified at the start of this year of financial reporting when the whole of Fiji celebrated the historic Gold Medal win by the Fiji Sevens Rugby Team at the 2016 Olympic Games held in Rio de Janeiro in August 2016.

The Fiji Sports Council is proud of the supporting role it played in the attaining of this momentous achievement, through the volunteerism of its staff.

I am equally proud of the support given by the Fiji Sports Council Social Club, through its fundraising efforts, to our Paralympian Athletes, including their colleague Epeli Asaisea of Fiji Athletics and Mere Rodan of Fiji Table Tennis, along with their respective coaches, in the Paralympic Games also held in Rio.

Inclusivity

This demonstrates in real terms the principle of inclusivity and acceptance of diversity that underpins the Sports Council's mission to provide safe and reliable facilities through the development of an efficient workforce that delivers a high standard in customer service to achieve sporting excellence.

Our customer service delivery is geared for the elite athlete to achieve his or her best through the use of our facilities, but it is also designed to nurture the sporting development of all citizens, regardless of age or physical ability, who also have access to our stadiums and arenas.

This inclusivity is endorsed by the Special Schools Olympics, held annually at the ANZ Stadium, and the Special School Sports Day, at the Vodafone Arena. These events may well be the training grounds for future Paralympians.

Holistic wellbeing

I am also aware of the important role we play in providing a variety of venues that can be used by Fiji's citizens to conduct other events and programmes that contribute to their holistic wellbeing and to the rich fabric of our lives in Fiji.

As well as nurturing the sporting development of our fellow Fijians, we are also providing facilities that nourish the social, cultural, educational, artistic and spiritual lives of the wider Fijian community.

The religious groups that avail themselves of our facilities also appreciate the Sports Council's emphasis on inclusivity. During the year, the Assemblies of God Conference (Vodafone Arena), the United Pentecostal Church International Conference (ANZ Stadium), the Seventh Day Adventist programme (ANZ Stadium) and the Accelerated Christian Education Student Convention (Vodafone Arena) were held, while the New Methodist Conference (ANZ Stadium) and the Revival Conference (Lawaqa Park) are scheduled for the first month of the coming financial year.

Arts showcase

We are able to provide a platform to showcase local and international cultural and artistic endeavours of all age groups, such as Tadra Kahani in the past, School concerts, the Kula Film Awards, the Tappoo Devotional Concert and the Julia Zahara concert.

The diverse array of activities taking place included the Fiji

Showcase, the National Women's Expo and Fiji Fashion Week. These events contribute to the economic and artistic development of the participants, with newcomers encouraged to exhibit their creative ventures alongside seasoned artists, designers and crafts people.

The Sports Council is pleased to be able to support these creative endeavours, as we understand the important contribution, they make in enriching the lives of so many people.

Hibiscus Festival

In August 2016, our facilities were used for the first time to host the Hibiscus Festival, using the Vodafone Arena, the FMF Gymnasium and the Fiji Sports Council car park to accommodate the weeklong event.

Originating in 1956 as a one-night gala held at the then Suva Town Hall, the Festival has grown considerably over the years. The change of venue from the traditional site at Albert Park in the heart of Suva City was necessary protect the considerable investment made by the Suva City Council in upgrading their playing fields.

Not only did the move to the Sports Council venues protect Albert Park. It also protected all participants and the general public from the equally traditional 'mud to the ankles' scenario, often experienced in the past during inclement weather at the Hibiscus Festival. We look

forward to hosting the Hibiscus Festival for a second time early in the next financial year.

Our facilities contribute to the educational and professional aspirations of our mostly but not exclusively young people, with tertiary institutions like the University of the South Pacific and the Fiji National University conducting examinations and holding their graduation ceremonies in the Vodafone Arena.

Gala events

The standard of our facilities also make them suitable for special events and gala occasions such as the Fiji Sports Awards Night, the South Pacific Business Development Awards Night, the Mind Pearl Awards Night, the Fijian Holdings Award night, the Westpac Diwali celebrations (all held in the Vodafone Arena) and the ANZ 'White Christmas' Party (ANZ Stadium).

Other significant events included the celebration of Tuvalu's 38th Year of Independence (FMF Gymnasium), the Ship for Youth Leaders Cultural Night and the Totoya Day Celebration (both at the Vodafone Arena).

The full calendar of events other than sporting fixtures did not in any way clash with the impressive list of sporting events that were hosted by the Fiji Sports Council throughout the 2016-2017 Financial Year.





Youth in sport

At the Sports Council, we strongly believe that the team spirit and the code of fair play experienced on the playing fields by the nation's youth contribute to their development as responsible citizens in the future.

It is pleasing to see that growing numbers of our young people are continuing to participate in sporting events at the school, club, national, regional and international levels. For some of our more talented sports men and women, sporting activities are becoming a viable career choice.

The many sporting fixtures held in the ANZ Stadium, highlights for school students, their teachers and parents, included the Kaji Rugby Competition, the Deans Rugby Final, Fiji Secondary Schools 7s, the Chow Games, the Coca-Cola Games and the various Secondary School Inter-house competitions and Zone Athletics Meets.

We also encourage and support the continued participation in recreational sports and exercise by all Fijians, whatever their age or chosen career path.

International endorsement

The investment made by the Fiji Sports Council in the ANZ Stadium continued to be endorsed with regional and international sporting organisations holding major fixtures at this facility.

Amongst those demonstrating their confidence in our ability to host world-class events in a world-class facility were the organizers of the Fiji Rugby Under 20 Championship, with participation by Tonga, the Cook Islands and Fiji.

Likewise, international teams representing Fiji, Samoa, Tonga, Japan, Italy, Scotland participated in the Pacific Rugby Cup competition.

Not only were we honored to host these events, but also, once again, the Super Rugby match between the Gallagher Chiefs and the BNZ Crusaders took place at the ANZ Stadium. This second successful event raised Fiji Sports Council's profile further and as a result, FSC received a few more queries from international stakeholders regarding other international sporting events

We are well aware that these major sporting events have focused the attention of the international media upon our venues. As we continue to engage with international sporting bodies, we have also been very aware that the Fiji Sports Council offices have not presented an accurate picture of the level of professionalism we strive to bring to our work. Nor has the scattered nature of the offices created an efficient, speedy service for our customers, clients and the general public who wish to avail themselves of our services.

Major upgrade begins

To meet the pressing need to upgrade both the Sports Council's offices and the FMF Gymnasium, the existing office space and the national indoor gymnasium were closed so that a major renovation and rebuilding project could begin.

It is pleasing to note that we were able to raise two thirds of the necessary finance to fund this venture due to our improved financial position, combined with our excellent, proven, loan repayment record, whereby the loan to refurbish the ANZ Stadium was repaid in full within five years.

I also wish to thank our Fijian Government for assisting us with the office and gymnasium project by providing the invaluable grant of one-third of the necessary funding.

As an adjunct to this project, the Fiji Sports Council

called for Expressions of Interest for the Master Plan Design in August 2016, with the designer being awarded in December of that year. The graphic representation of the Master Plan will feature in the completed suite of Council offices. We anticipate the timely completion of this reconstruction project by the end of the 2017 calendar year.

Values exemplified

I am pleased to report that, despite moving into sometimes cramped and uncomfortable conditions, the Sports Council staff continued to deliver their services with an attitude that exemplifies our values of excellence, integrity and teamwork.

The logistics of hosting international tournaments are challenging even under the most ideal of conditions, so I wish to commend my staff who met the high standards expected by the international sporting community, whilst working from their temporary quarters.

Despite not having access to the FMF Gymnasium during this time, the Fiji Sports Council still was able to provide venues of an international standard for international, regional, national and youth-oriented sporting events.

Amongst the events taking place at the Vodafone Arena were the Basketball International, Fiji vs. China Women, the World Netball Youth Preparation, the ITTF Oceania Para, Oceania and Oceania Junior Cadet Championships and the Inter-Secondary Schools Netball Competition.

The Suva Volleyball competition was held at the National Netball Centre, Lawaqa Park hosted the Vanua Championship and the Provincial Rugby Competition. Schools held swimming competitions and carnivals at the Damodar City Aquatic Centre, where the Swimming Nationals were also held, and the Fijiana 15s Trials took place at Buckhurst Ground, followed by the Fijiana 15s Test – Fiji vs. Papua New Guinea at the ANZ Stadium.

Compliance committee

During this period, the Fiji Sports Council, employed 83 permanent and 123 flexi-staff. During the August 2016 - July 2017 Financial Year, the Executive Management Team met each month to review issues of compliance. The Sports Council regularly reviews all policies and procedures in order to improve conditions for the staff and the Council as a whole.

Turfing project

Our turfing project continued to be successful. We acquired the licence to plant the special grass, and have continued to successfully manage this programme. I am especially proud of the team responsible for this, by developing and

maintaining the turf nursery at Veivadravadra.

Naming rights

I wish to take this opportunity to thank our naming right sponsors for their continued support. It has been gratifying to note that well respected and successful business houses and organisations continue to maintain this esteemed partnership with us.

In this respect, we welcomed the re-signing of naming rights by Vodafone for the Vodafone Arena, and the re-signing of the increased naming rights by Damodar City for the Damodar City Aquatic Centre during this financial year.

Appreciation

I also wish to thank all the national sporting organisations and their respective district associations for their continued use of our facilities. This endorsement of our facilities and the standards we strive to maintain is of the utmost importance to all of us at the Fiji Sports Council.

Again, my sincere thanks to the Management team for their commitment and hard work. My thanks also to each and every one of our Fiji Sports Council employees. It is only through the dedicated and concerted efforts by the whole team that we are able to accomplish our vision and mission statements as practical realities within the framework of our daily working lives.

I wish to express my sincere gratitude to our Board of Directors. I appreciate the wisdom, experience and business acumen that each one of you provide, but especially our Chairman, Mr Peter Mazey, who always makes himself available for the benefit of the Fiji Sports Council. Your guidance is essential as we continue to develop as the leading provider of the best Sports and Events facilities of an international standard.

Again, my sincere thanks to our Fijian Government and to every Fijian and overseas visitor to our facilities this past financial year. Your ongoing support of the Fiji Sports Council is invaluable in the realisation of our vision. I look forward to continuing to work with you into the future.



Litiana Loabuka
CEO
Fiji Sports Council



Financial Performance

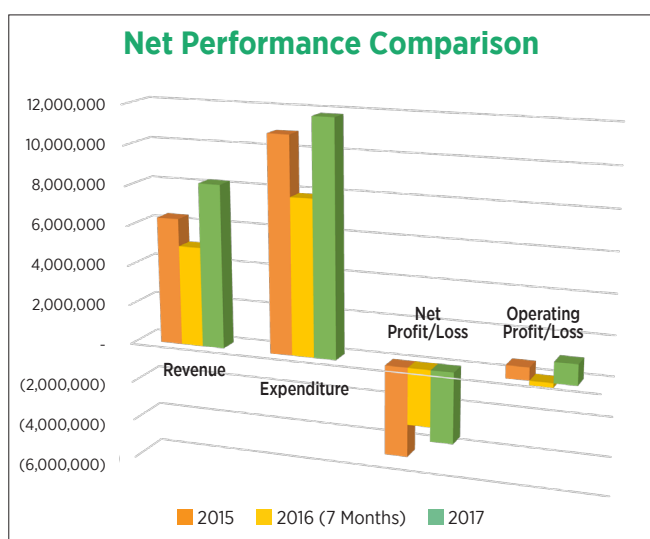
The year 2017 marked an immense turnover for the Council's financial sector. With the change of the financial year to August-July to align with the Fiji Government fiscal year and to the change of financial management, the Council set out on its financial journey, prioritising accountability in improving processes and establishing a broader set of goals to achieve in the new financial year, now beginning in August 2016 and ending in July 2017.

With the start of the renovation programme of the FMF Gymnasium and the development of Fiji Sports Council's new Head Office, the year 2017 presented further challenges, as the Council had to manage operations without one of the sources of its valuable income streams.

The Financial Year in Review

The total revenue reported for the financial year ended July 2017 amounted to \$8,219,798.

Total expenditure was recorded at \$11,796,243. The graph below shows comparison with year 2016 (January-July 2016) - 7 month reporting period.

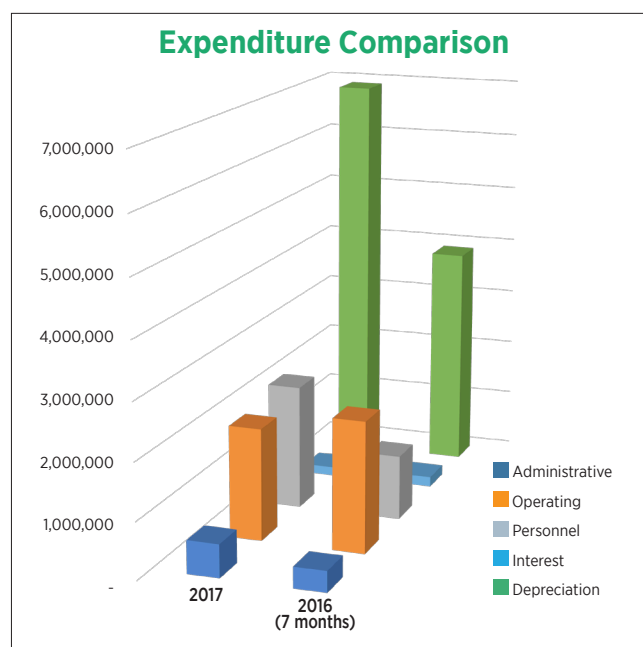
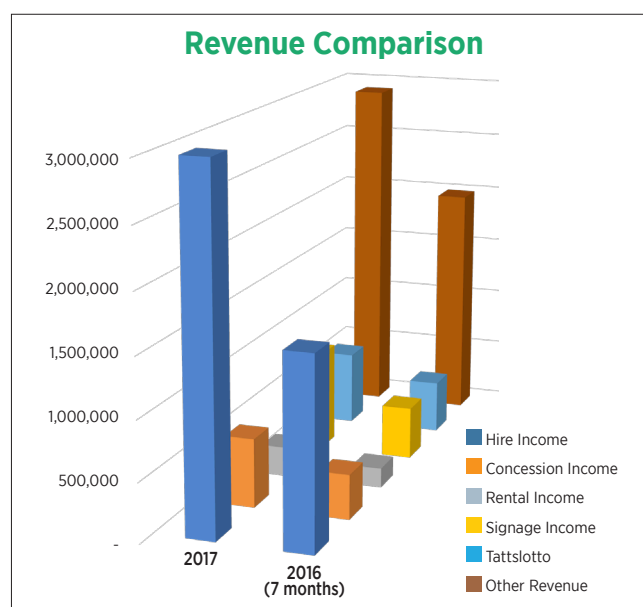


The operating profit has progressively increased over the years, as shown in the graph above.

The Council again received financial assistance in the form of the capital grant from the Government of Fiji towards the renovation of the FMF Gymnasium and construction of our newly developed FSC Head Office. The Council sustained its ability to generate revenue in maintaining the daily operations even with the closure of one its major income generating facility for renovations.

The Financial period ending July 2017 recorded the

significant achievement of the highest operating profit when compared to previous years and subsequent periods. The Council recorded approximately \$1.031m in operating profit.



The Council continued to strengthen its financial processes, initiate more income streams to invest in and worked within the budgetary limits of spending, which has resulted in its operational revenue generation of \$5.7m. This has been the highest recorded operating revenue for the Council so far, consequently recording the highest operating profit when compared to previous years.

Revenue was spent wisely, prioritising necessary works for the upkeep and maintenance of the Council's daily operational properties.

Net Worth

The Council was worth approximately \$79m for the period ended July 2017, which, including the Council's fixed assets, the property, plant and equipment, brings it to a total value of \$146m.

Year End Results & Going Forward

The Council has delivered a commendably successful performance financially and operationally in this financial period when compared to previous years. The Council looks forward to embracing an even more positive year ahead with the anticipated re-opening of the FMF Gymnasium and the newly extended FSC Head Office. The Council intends to continue its growth and deliver service excellence to its valued customers.



Shown here meeting with the Fiji Sports Council's CEO, are members of its Board reviewing plans for future developments.



FIJI SPORTS COUNCIL

Financial Statements

FOR THE YEAR ENDED 31 JULY 2017

Council's Report	16
Statement by the Board	18
Independent Auditor's Report	19
Statement of Comprehensive Income	21
Statement of Changes in Equity	22
Statement of Financial Position	23
Statement of Cash Flows	24
Notes to the Financial Statements	25 - 41
Detailed Income Statement	42

Council's Report

For the Year Ended 31 July 2017

In accordance with a resolution of Board, the members herewith submit the statement of financial position of Fiji Sports Council as at 31 July 2017, the related statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended and report as follow:

1. The Board Members in office at the date of this report are:

- Peter Mazey
- Elesi Ketedromo
- Daniel Lobendahn
- Colin Philp
- Lt. Col Ifereimi Vasu
- Vijendra Kumar Sundar
- Marigold Moody
- Parmesh Chand
- Joseva Sania

2. Principal activity

To promote and foster the development of amateur sports and recreation in Fiji including supporting and managing sporting facilities in Fiji.

3. Operating results

The Council recorded a loss for the year of \$3,576,444 [2016: Loss of \$2,859,597 for Seven Months]

4. Bad and doubtful debts

Prior to the completion of the Council's accounts, the Members took reasonable steps to ascertain that action has been taken in relation to writing off bad debts and the making of provision for doubtful debts. In the opinion of the Board, adequate provision has been made for doubtful debts.

5. Current Assets

Prior to the completion of the Financial Statements of the Council, the Board took reasonable steps to ascertain whether any current assets were likely to realise in the ordinary course of the business, their values as shown in the accounting records of the Council.

Where necessary these assets have been written down or adequate provision has been made to bring the values of such assets to an amount they are expected to realise.

As at the date of this report the members are not aware of any circumstances which would render the values attributed to the current assets in the Council's Financial Statements misleading.

6. Events subsequent to balance date

No matters or circumstance have arisen since the end of the financial year that has significantly affected or may significantly affect the operations of the Council the results of those operations or the state of affairs of the Council in financial year subsequent to the financial year.

7. Unusual Transaction

In the opinion of the Board, the results of the Council during the financial year were not substantially affected by any item, transaction or event of an abnormal character nor has there arisen between the end of the financial year and the date of this report any item, transaction or an event of an abnormal character likely in the opinion of the Board to affect substantially the results of the operations of the Council in the current financial year.

Council's Report

For the Year Ended 31 July 2017

8. Significant Events during the year

There were no significant changes in the operations of the Council during the financial period.

9. Related Party Transaction

In the opinion of the Board all related party transactions have been adequately recorded in the books of the Council.

10. Other Circumstances

As at the date of this report:

- (i) No charge on the assets of the Council has been given since the end of the financial year to secure the liabilities of any other person;
- (ii) No contingent liabilities has arisen for which the Council could become liable; and
- (iii) No contingent liabilities or other liabilities of any Council has become or is likely to become enforceable within the year after the end of the financial year which in the opinion of the Board will or may substantially affect the ability of the Council to meet its obligation as and when they fall due.

As at the date of this report the Board are not aware of any circumstances that have arisen not otherwise dealt with in this report which would make adherence to the existing method of valuation of assets or liabilities of the Council misleading or inappropriate.

Dated at Suva this 21st day of Nov. 2019.

For and on behalf of the Board and in accordance with a resolution of the Board.


Chairman

21/11/19.
Date


Member

21/11/2019
Date

Statement by the Board

For the Year Ended 31 July 2017

In accordance with a resolution and in the opinion of the members of FIJI SPORTS COUNCIL we state that:-


- (i) the accompanying statement of Comprehensive Income is drawn up so as to give a true and fair view of the results of the Council for the year ended 31 July 2017;
- (ii) the accompanying statement of Financial Position is drawn up so as to give a true and fair view of the state of affairs of the Council as at 31 July 2017;
- (iii) the accompanying statement of Changes in Equity is drawn up so as to give a true and fair view of the changes in equity of the Council for the year ended 31 July 2017;
- (iv) the accompanying Statement of Cash Flows is drawn up so as to give a true and fair view of the cash flows of the Council for the year ended 31 July 2017;
- (v) at the date of this statement, there are reasonable grounds to believe that the Council 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 Council and reflected in the financial statements.

Dated at Suva this 21st day of Nov. 2019.

For and on behalf of the Board and in accordance with a resolution of the Board.


Chairman

21/11/19.
Date


Member

21/11/2019
Date

Independent Audit Report

For the Year Ended 31 July 2017

OFFICE OF THE AUDITOR GENERAL

Excellence in Public Sector Auditing



6-8th Floor, Ratu Sukuna House
2-10 McArthur St
P.O.Box 2214, Government Buildings
Suva, Fiji

Telephone: (679) 330 9032
Fax: (679) 330 3312
Email: info@auditorgeneral.gov.fj
Website: <http://www.org.gov.fj>



INDEPENDENT AUDITOR'S REPORT

FIJI SPORTS COUNCIL

I have audited the accompanying financial statements of Fiji Sports Council ("the Council"), which comprise the statement of financial position as at 31 July 2017, statement of comprehensive income, statement of changes in equity and statement cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information as set out on notes 1 to 27.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fiji Sports Council as at 31 July 2017, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards (IFRS).

Basis for Opinion

I have conducted my audit in accordance with International Standards on Auditing (ISA). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Council in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to my audit of the financial statements in Fiji and I have fulfilled other ethical responsibilities in accordance with these requirements and the IESBA Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other Matter

Internal control on cash floats needs to be strengthened with written confirmation of the balances following cash count to certify its existence and proper accountability.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, Fiji Sports Council Act Cap 271A, 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 Council'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 entity or to cease operations, or has no realistic alternative but to do so.

The Council members are responsible of overseeing the entity's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing (ISA) 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.

Independent Audit Report

For the Year Ended 31 July 2017

As part of an audit in accordance with ISA, I exercise professional judgement and maintain professional skepticism throughout the audit. I 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 my 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 controls.
- 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 Council's 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 Council's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Council 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.

I 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 I identify during my audit.

Report on Other Legal and Regulatory Requirements

I have obtained all the information and explanation which, to my best of my knowledge and belief, were necessary for the purpose of my audit.

In my opinion;

- a) proper books of account have been kept by the Fiji Sports Council, sufficient to enable financial statement to be prepared, so far as it appears from my examination of those books,
- b) to the best of my information and according to the explanations given to me, give the information required by the Fiji Sports Council Act Cap 271A, in the manner so required.



Ajay Nand
AUDITOR-GENERAL



Suva, Fiji
5 December 2019

Statement of Comprehensive Income

For the Year Ended 31 July 2017

	Notes	12 Months 31 July 2017	7 Months 31 July 2016
Revenue			
Operating income	5	4,388,633	2,388,611
Other income	6	3,252,118	2,240,640
Consession income		579,045	375,540
Total Revenue		8,219,796	5,004,792
Expenditure			
Administrative expenses	11	580,932	368,973
Operating expenses	8	1,301,559	1,127,975
Other operating expenses	9	279,839	896,929
Personnel expenses	10	2,182,994	1,128,604
Depreciation		6,911,069	3,897,962
Consession Purchases	7	386,453	270,199
Interest		153,394	173,747
Total Expenditure		11,796,240	7,864,389
Total Comprehensive Loss for the year		(3,576,444)	(2,859,597)

The Statement of Comprehensive Income is to be read in conjunction with the notes to and forming part of the financial statements set out on pages 25 - 40.

Statement of Changes in Equity

For the Year Ended 31 July 2017

	Revaluation Reserves	Accumulated Losses	Total
Balance as at 01 January 2015	108,000	1,569,321	1,677,321
Impairment Gain - Property revaluation surplus	88,207,210	-	88,207,210
Net loss for the year ended 31 December 2015-Restated	-	(4,500,432)	(4,500,432)
Balance as at 31 December 2015-Restated	88,315,210	(2,931,111)	85,384,099
Net loss for the seven months ended 31 July 2016	-	(2,859,597)	(2,859,597)
Balance as at 31 July 2016	88,315,210	(5,790,708)	82,524,502
Net loss for the year ended 31 July 2017	-	(3,576,444)	(3,576,444)
Balance as at 31 July 2017	88,315,210	(9,367,152)	78,948,058

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 25 - 40.

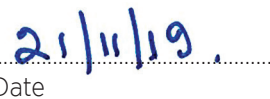
Statement of Financial Position


As at July 2017

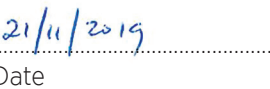
	Notes	12 Months 31 July 2017	7 Months 31 July 2016
Current assets			
Cash & cash equivalents	12 (a)	470,700	714,537
Inventory	13	51,962	59,279
Trade and other receivables	14 (a,b)	966,109	869,580
Prepayments and deposits	14 (c) (i)	118,060	99,851
Total Current Assets		1,606,831	1,743,247
Non-current assets			
Prepayments and deposits	14 (c) (ii)	242,274	242,274
Property, plant and equipment	15	144,531,508	149,836,294
Total Non - Current Assets		144,773,782	150,078,568
Total Assets		146,380,613	151,821,815
Current liabilities			
Bank overdraft	12 (b)	10	191,091
Trade and other payables	16 (a,b)	1,222,585	1,908,646
Interest bearing borrowings	17 (ii)	345,846	2,125,452
Total Current Liabilities		1,568,441	4,225,189
Non-current liabilities			
Interest bearing borrowings	17 (iii)	4,450,611	4,450,611
Deferred income	18	61,413,503	60,621,514
Total Non - Current Liabilities		65,864,114	65,072,125
Total Liabilities		67,432,555	69,297,314
NET ASSETS		78,948,058	82,524,502
Equity			
Reserves		88,315,210	88,315,210
Accumulated Funds		(9,367,152)	(5,790,708)
TOTAL EQUITY		78,948,058	82,524,502

For and on behalf of the Board and in accordance with a resolution of the Board.


Chairman


Date


Member


Date

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 set out on pages 25 - 40.

FIJI SPORTS COUNCIL

Statement of Cash Flows

For the Year Ended 31 July 2017

	Notes	12 Months 31 July 2017	7 Months 31 July 2016
Cash flows from operating activities			
Receipts from customers		5,764,736	3,486,653
Payments to suppliers, creditors and employees		(5,527,061)	(2,733,078)
Interest and Finance costs paid		(153,394)	(173,747)
Net cash used by operating activities	12 (c)	84,281	579,828
Cash flows from investing activities			
Acquisition of property, plant & equipment		(1,606,283)	(1,743,083)
Disposal of property, plant & equipment		-	13,440
Net cash used by investing activities		(1,606,283)	(1,729,643)
Cash flows from financing activities			
Proceed from government grants		3,248,852	3,197,902
Repayment to Interest bearing borrowings		(1,779,606)	(2,126,859)
Net cash provided by financing activities		1,469,246	1,071,043
Net decrease in cash held		(52,756)	(78,773)
Cash at bank balance at the beginning of the year		523,446	602,219
Cash and cash equivalents at the end of the year	12 (a) & (b)	470,690	523,446

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 25 - 40.

Notes to and Forming Part of the Financial Statements

For the Year Ended 31 July 2017

1. GENERAL INFORMATION

To promote and foster the development of amateur sports and recreation in Fiji including supporting and managing sporting facilities in Fiji.

Fiji Sports Council (the "Council") is a body corporate incorporated under Fiji Sports Council Act Cap.271A and domiciled in Fiji. The address of the Council's registered office is 220 Laucala Bay Road, Suva, Fiji Islands.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted by Fiji Sports Council are stated to assist in the general understanding of these financial statements. These policies have been consistently applied except as otherwise indicated.

2.1 Basis of Preparation

The financial statements of Fiji Sports Council have been prepared in accordance with the International Financial Reporting Standards (IFRS). They have been prepared under the historical cost convention, as modified by the revaluation of investments property and derivative financial instruments at fair value.

In the application of IFRS, management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. Judgments made by management in the application of IFRS 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.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. Judgments made by the Authority in the application of IFRS for SMEs that have significant effects on the financial statements and estimated with a significant risk of material adjustments in the next year are disclosed, where applicable, on 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.

The principal accounting policies adopted in the preparation of these financials statements are set out below. These policies have been consistently applied to all the periods presents, unless otherwise stated.

New and amended standards adopted by the council

There are no IFRSs or IFRIC interpretations that are effective for the first time for the financial year beginning on or after 1 August 2016 that would be expected to have a material impact on the entity.

New Standards and amendments issued but not yet effective

The following new standards and amendments to existing standards have been published and are mandatory for accounting periods beginning on or after 1 January 2016 or later periods, and the Council has not early adopted them.

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

For the Year Ended 31 July 2017

IFRS 9 - 'Financial instruments' (effective beginning on or after 1 January 2018)

This standard on classification and measurement of financial assets and financial liabilities will replace IAS 39, 'Financial instruments: Recognition and measurement'. IFRS 9 has two measurement categories: amortised cost and fair value. All equity instruments are measured at fair value. A debt instrument is measured at amortised cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest. For liabilities, the standard retains most of the IAS 39 requirements. These include amortised-cost accounting for most financial liabilities, with bifurcation of embedded derivatives. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity's own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch.

2.2 Foreign Currency Translation

i. Functional and presentation currency

The financial statements are presented in Fiji Dollars (\$FJ), which is the entity's functional currency.

ii. Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions are recognised in profit or loss. Foreign exchange gains and losses that relate to borrowings and cash and cash equivalents are presented in profit or loss within 'finance income or costs'. All other foreign exchange gains and losses are presented in profit or loss within 'other (losses)/gains - net'.

2.3 Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less.

2.4 Trade Receivables

Trade receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Council will not be able to collect all amount due according to the original terms of the receivables.

2.5 Inventories

Inventories are stated at a lower of cost and net realizable value.

The cost of inventory has been determined on a weighted average cost basis. This includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition. No provision has been made for slow moving or obsolete inventories on the basis that the amount is considered to be immaterial.

At each reporting date however, inventories are assessed for impairment. If inventory is impaired, the carrying amount is reduced to its selling price less cost to complete and sell. The impairment loss is recognised immediately in profit or loss. FSC only sells snacks, refreshments and liquor which is described as concession inventory.

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

For the Year Ended 31 July 2017

2.6 Property, Plant and Equipment

Property, plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the Management.

The entity adds to the carrying amount of an item of property, plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the Council. All other repairs and maintenance are charged to profit and loss during the year in which they are incurred.

Depreciation

Depreciation on the other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight line method on the basis of maximum rates allowed by Fiji Revenue and Customs Services.

	Rates
Sports equipment	1 - 2 Years
Motor vehicles	1 - 5 Years
Plant & Equipment	1 - 5 Years
Office Equipment	1 - 5 Years
Concession Equipment	1 - 3 Years
Furniture & Fittings	1 - 10 Years
Leasehold Land	82 - 99 Years
Leasehold Building	1 - 20 Years

Amortization

The upgrade of \$21,181,322 of the Stadium in 2012 is amortized at a rate of 11.214% per annum. The amortized amount is transferred to the deferred income account every year.

The upgrade of \$2,575,936 of the Lawaqa Park is also amortized at a rate of 11.214% per annum. The amortized amount for this upgrade, in addition to the Stadium upgrade was also transferred to the deferred income account in 2016.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Capital work in progress is not depreciated.

Expenditure

Expenditure incurred to replace a component of an item of property, plant and equipment that is accounted for separately, including major improvements, renovations and overhaul expenditure is capitalized only when it increases the future economic benefits embodied in the items of property, plant and equipment.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognized within gains/(losses) on sale of fixed assets in the Statement of Comprehensive Income.

2.7 Provisions

Provisions are recognised when the Council has a present legal or constructive obligation as a result of past events. It is probable that a transfer of economic benefits will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of the amount expected to be required to settle the obligation.

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

For the Year Ended 31 July 2017

2.8 Trade Payables

Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

2.9 Employee Benefits

Superannuation plans

All employees who are Fiji Citizens belong to the Fiji National Provident Fund, an independent statutory administered funds. Obligations for contributions to defined superannuation plans are recognized as an expense in the profit and loss as incurred.

Wages, salaries and annual leave

Liabilities for wages and salaries, including non-monetary benefits and annual leave expected to be settled within 12 months of the balance date represent present obligations in respect of employees service up to the balance date.

They are calculated at undiscounted amounts based on remuneration rates that the council expects to pay as at balance date including related on-costs, such as payroll tax. Increases or decreases in this obligation are recognized in the profit or loss.

Employee benefits long-service leave

The liability for employee benefit obligations related to long service leave are recognized in the profit and loss when they are incurred.

2.10 Borrowings

Borrowings are recognised initially at the transaction price. Borrowings are subsequently stated at amortised cost. Interest expense is recognised on the basis of the effective interest method and is included in finance costs.

2.11 Leases

Assets acquired under finance leases are included as property, plant and equipment in the Statement of Financial Position. Finance leases effectively transfer from the lesser to the lessee substantially all the risks and benefits incidental to ownership of the leased property. Finance leases are capitalised at the lease's inception at the lower of the fair value of the leased property and the present value of the minimum lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate on the finance balance outstanding. The corresponding rental obligations, net of finance charges are included in other long-term payables. The interest portion of the finance cost is charged to the income statement over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The property, plant and equipment acquired under finance leases is depreciated over the shorter of the useful life of the asset or the lease term.

2.12 Deferred income

Donor grants are not recognized as income until there is reasonable assurance that the Council will comply with the conditions attached to them and the grant will be recovered.

Non monetary grants relating to the donations of the property, plant and equipment are taken to property, plant and equipment and deferred income at cost.

The deferred income is recognized as income or expenditure over the periods necessary to match the depreciation of the related donated assets. The benefit brought to account is in the same proportion that depreciation bears to the cost of the asset acquired with the grant. Donated assets are initially recorded at cost or at valuation.

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

For the Year Ended 31 July 2017

2.13 Revenue recognition

Services rendered

Revenue from hire of facilities, advertising signs and concession is recognized in the profit or loss on an accrual basis. The entity recognizes revenue when the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity and specific criteria have been met for each of the entity's activities.

Sale of goods

Sale of goods are recognised when the Council sells a product to the customer as control passes to the customer on the day the transaction takes place. Retail sales are usually cash.

Interest income

Interest income is recognized in the profit or loss on an accrual basis.

Grant income

Grant receivable from government as compensation for costs already incurred for immediate financial support, with no future related costs, is recognized as income in the period in which it is receivable.

2.14 Net Finance charges

Finance cost comprises interest expense on borrowings and leases and is recognized as it accrues in profit or loss.

Finance income comprises interest income on funds invested in financial assets. Interest income is recognized as it accrues in profit or loss.

2.15 Income Tax

The Council is exempt from income tax in accordance with section 16 (24) of the Income Tax Act. Revenue received from Pacific Instant Lottery is subject to gambling turnover tax under the provisions of the Gambling Turnover Tax Decree 1991.

Value Added Tax (VAT)

Revenue, expenses and assets are recognised net of the amount of respective vat except:-

- where the value added tax incurred on the purchase of assets or services is not recoverable from the taxation authority, in which case the value added tax is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable;
- receivables that are stated with the amount of value added tax included and payables that are stated with the amount of value added tax included.

The net amount of value added tax recoverable or payable to the tax authority is included as part of the receivables or payables in the Statement of Financial Position.

2.17 Comparatives

The comparative are the audited figures for the seven months ended 31 July 2016 and have been regrouped where considered necessary.

2.18 Change in balance date

The Council changed its balance date to align its reporting with that of the Government of Fiji. The balance date of the Government budget and financial reporting is July from 2016 onwards.

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

For the Year Ended 31 July 2017

3. FINANCIAL RISK MANAGEMENT

Overview

The Council's activities expose it to a variety of financial risks; market risk (including currency risk and price risk), credit risk and liquidity risk. The Council's controls over these risks focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Council's financial performance.

Risk management is carried out by executive management. Executive management identifies, evaluates and monitors financial risks in close co-operation with the operating units. The Board provides policies for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk and investment of excess liquidity.

The Board has the overall responsibility for the establishment and oversight of the Council's risk management framework. The Council's risk management policies are established to identify and analyse the risks faced by the Council, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Council's activities.

The Council does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

3.1 Market Risk

Market risk is the risk that changes in the market prices, such as foreign exchange rates, interest rate, equity prices, and credit spreads will affect the Council's income or the value of its holdings of financial instruments. The objective of market risk management is to control market risk exposures within acceptable parameters while optimising the return on risk.

Unfavourable changes to duty and tax regulations may expose the Council to a decline in revenue. To minimise this risk, the Council implemented appropriate strategies to ensure that products and prices remain attractive. The Council operates in Fiji and changes to government and the policies they implement affect the economic situation and ultimately the revenue of the Council. To address this, the Council reviews its pricing and product range regularly and responds appropriately to these changes.

• Foreign Exchange Risk

The Council undertakes transactions denominated in foreign currencies. Consequently, exposures to exchange rate fluctuation. Exchange rate exposures are managed within approved policy parameters. Major foreign exchange transactions relates to importation of goods of which settlement is based on spot rates. Foreign currency risk arises from recognised assets and liabilities that are denominated in a currency that is not the Council's functional currency. As a measure, the Council negotiates competitive rates with its bankers to minimise losses and maximise gains when foreign exchange receipts and payments become due.

• Price Risk

The Council does not have investments in equity securities and therefore is not exposed to equity securities price risk. The Council is not exposed to commodity price risk.

3.2 Credit Risk

Credit risk is the risk of financial loss to the Council if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Council's receivables from customers and investment securities.

• Trade and Other Receivables

The Council's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the demographics of the Council's customer base, including the default risk of the industry in which customers operate, as these factors may have an influence on credit risk, particularly in the currently deteriorating economic circumstances.

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

For the Year Ended 31 July 2017

3.3 Liquidity Risk

Liquidity risk is the risk that the Council will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another cash financial asset. The Council's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Council's reputation.

3.4 Operational Risk

Operational risk is the risk of loss arising from systems failure, human error, and fraud to external events. When controls fail to perform, operational risks can cause damage to reputation, have legal or regulatory implications, or lead to financial crisis. The Council cannot expect to eliminate all operational risk, but through a control framework and by monitoring and responding to potential risks, the Council is able to manage risks. Controls include effective segregation of duties, access, authorisation and reconciliation procedures, staff education and assessment procedures.

4. CRITICAL ACCOUNTING ESTIMATES & JUDGEMENTS

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

4.1 Impairment of Accounts Receivable

Impairment of accounts receivables balance is assessed at an individual as well as on a collective level certain debtors in the + 90 days category (excluding those covered by a specific impairment provision) are estimated to have been impaired and are accordingly provided for.

4.2 Impairment of Property, Plant and Equipment and Investment Property

The Council assesses whether there are any indicators of impairment of all property, plant and equipment and investment property at each reporting date. Property, plant and equipment and investment property are tested for impairment and when there are indicators that the carrying amount may not be recoverable, a reasonable provision for impairment is created. For the year ended 31 July 2017 no provision for impairment has been made as the Council reasonably believes that no indicators for impairment exist.

4.3 Provision for Stock Obsolescence

Provision for stock obsolescence is assessed and raised on a specific basis based on a review of inventories. Inventories considered obsolete or non-saleable are written off in the period in which they are identified.

5 OPERATING INCOME

	12 Months 31 July 2017	7 Months 31 July 2016
Hire Income	2,661,746	1,341,610
Rental Income	248,527	163,262
Signage Income	852,102	441,886
Tattslotto	626,258	441,853
	<u>4,388,633</u>	<u>2,388,611</u>

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

For the Year Ended 31 July 2017

	12 Months 31 July 2017	7 Months 31 July 2016
6 OTHER INCOME		
Operating Grant	458,716	559,395
Amortization of deferred grant	2,456,864	1,433,171
Sponsorship/Donation	9,172	-
Media	66,670	30,482
Club-Subscription	55,493	52,483
Club-Membership	62,562	57,472
School Programs	4,823	16,383
Towels	13,230	4,905
Tickets	1,869	8,034
Lighting - LED	1,287	1,009
Grass Sales	110,451	77,306
Sports Equipment for Sale	43	-
T-Shirt Sales	826	-
Recycled Items	792	-
Staff Sales Share - 10%	5	-
FNU Training Grant	7,933	-
Equipment/Machinery Hire	593	-
Sports Camp Income	138	-
Business House Income	651	-
	<u>3,252,118</u>	<u>2,240,640</u>
7 CONCESSION EXPENSES		
Concession Purchases	343,129	246,777
Liquor Purchases	40,482	23,422
Other Purchases	2,842	-
	<u>386,453</u>	<u>270,199</u>
8 OPERATING EXPENSES		
Waste Disposal & Cleaning	134,474	105,957
Utilities	805,766	569,078
Travelling & Accommodation	2,345	12,903
Licensing	9,749	4,631
Communication	92,222	47,135
Repair & Maintenance	197,151	349,384
Motor Vehicle	59,754	38,888
Inventory Shrinkage/Spoilage	98	-
	<u>1,301,559</u>	<u>1,127,975</u>

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

For the Year Ended 31 July 2017

	12 Months 31 July 2017	7 Months 31 July 2016
9 OTHER OPERATING EXPENSES		
Royalties/Levy	10,807	45,157
Promotions/Giveaways/Gifts	1,946	6,502
Plant/Nursery	1,629	-
Signages	12,813	14,458
Hiring & Leasing	123,999	169,707
Staff Training	12,627	12,719
Conferences & Meetings	9,673	1,008
Registration	750	-
Entertainment	6,135	5,853
Compensation Charges	135	-
Planning/Designing/Survey	33,780	-
Compliance Equipment	10,142	4,195
FSC Board Meeting Exp	2,922	2,869
Sevusevu	581	452
Uniforms & Safety Gears/Supplies	10,188	9,714
Rental Charges	5,415	1,376
Land Lease/Rentals	16,122	9,349
First Aid & Medical Supplies	2,492	2,682
Catering	13,397	2,949
Business House Exp	2,754	-
Equipment/Machinery for Hiring	1,532	-
Reversal of Receivables-MOE and other*	-	607,940
	<u>279,839</u>	<u>896,929</u>

* The receivable of \$554,347.38 on VAT from Ministry of Economy was booked since 2015. The VAT remained unpaid as at 31st December, 2015. The Council paid the Vat on 16th November 2016 on behalf of the Ministry of Economy. This was reversed as Ministry of Economy confirms that they will not reimburse the amount. The other reversal amounting to \$53,592.41 relates to deposits receivable from the suppliers which was booked from prior years and were not collectible till 2016 which were reversed upon the Boards approval. Both reversals were approved by the Fiji Sports Council's Board.

10 PERSONNEL EXPENSES		
Wages & Salaries	1,777,333	948,988
Superannuation - Fiji National Provident Fund	173,373	91,409
Acting Allowances	9,027	-
FNU Levy	18,504	9,804
Annual Leave	80,031	31,436
Other Leaves	3,980	-
Job Evaluation	10,249	-
FSC Board	72,567	25,216
Other Staff Expenses	37,930	21,751
	<u>2,182,994</u>	<u>1,128,604</u>

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

For the Year Ended 31 July 2017

	12 Months 31 July 2017	7 Months 31 July 2016
11 ADMINISTRATIVE EXPENSES		
Advertising	55,864	34,215
Audit Fees	23,730	5,429
Accounting & Software Support	29,231	6,062
Consultancy	8,098	11,351
Legal Fees	6,918	21,613
Disposal of Asset	-	13,441
Departmental Supplies	192	-
Printing	17,194	15,012
Ticket/Books Printing	35,407	10,471
Postage	873	1,111
Stationery	7,427	28,087
City Rates	24,662	14,997
Insurance	314,243	194,272
Bank Fees/Charges	23,777	3,195
Computer & IT Expenses	7,521	2,481
Computer/Printer Consumables	11,156	2,752
Dues/Subscriptions	653	272
Freight, Duty & Cartages	13,986	4,212
	<u>580,932</u>	<u>368,973</u>
12 CASH AND CASH EQUIVALENTS		
a. For the purposes of Statement of Cash Flows, cash includes cash on hand and cash at banks. Cash at the end of the reporting period as shown in the statement of cash flows comprises:		
Capital Project Account - 12148434	-	343,148
Operational Grant Account - 11334850	-	53,941
Gate-taking Account - 565845	66,042	149,029
Concession Account - 12199466	147,931	128,625
General Account - 565798	117,320	-
Draw Down Account - 12980803	112,918	-
BSP Rakiraki - 1716104	9,978	10,094
Petty Cash	3,000	1,700
Cash Float	13,511	28,000
	<u>470,700</u>	<u>714,537</u>
b. Bank Overdraft		
Operational Grant Account - 11334850	10	-
General Account - 565798	-	191,091
	<u>10</u>	<u>191,091</u>

The Overdraft facility with ANZ Banking Group Limited is for working capital requirements of the Council. The current approve limit is \$300,000. The securities for the above facility is disclosed in note 17 (i) and (ii) of this financial statements. The interest rate is 5% per annum.

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

For the Year Ended 31 July 2017

	12 Months 31 July 2017	7 Months 31 July 2016
12 CASH AND CASH EQUIVALENTS (Continued)		
c. Reconciliation of Net Cash Provided by Operating Activities to Operating Loss After Income Tax		
Net (Loss)	(3,576,444)	(2,859,597)
Add/(Less) Non Cash Items:		
Depreciation	6,911,069	3,897,962
Amortization of government grant	(2,456,864)	(1,433,171)
	877,761	(394,806)
Changes in assets and liabilities during the financial year:-		
Decrease/(Increase) in Trade & Other Receivable	1,803	(84,968)
Decrease/(Increase) in Inventories	7,318	(48,309)
(Decrease)/Increase in Trade & Other Payables	(802,600)	1,107,910
Net Cash Provided by Operating Activities	84,282	579,827
13 INVENTORY		
Concession Inventory	51,962	59,279
	51,962	59,279
14 TRADE AND OTHER RECEIVABLES		
(a) Trade Receivables		
Trade Debtors	520,772	598,641
	520,772	598,641
(b) Other Receivables		
Others Debtors - Tattslotto	65,047	54,985
Sundry Receivables	544	-
Staff Debtors	28,829	4,532
GTT Clearing Account	-	6,720
Other Receivable **	350,917	204,702
	445,337	270,939
	966,109	869,580
** The Council paid, for and on behalf of the Government, VAT on capital grant for 2015. The Council was expecting re-imbursment from the Ministry of Economy and awaited official confirmation on the re-imbursment. The re-imbursment was officially declined by Ministry of Economy in a letter dated 09/08/2018, whereby the Board of the Fiji Sports Council approved for the reversal of the re-imbursment booked in the Board meeting dated 25/09/18. The Ministry of Economy is also liable to pay VAT on capital grant for 2016 to the Fiji Revenue & Customs Services.		
(c) Deposits & Prepayments		
(i) Current		
Other Deposits Paid	3,150	-
Insurance Prepaid	8,263	6,875
Rates & Licenses	14,054	383
FEA Deposits	92,593	92,593
	118,060	99,851
(ii) Non-current		
FEA Deposits	242,274	242,274

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

For the Year Ended 31 July 2017

	12 Months 31 July 2017	7 Months 31 July 2016
15 (i) PROPERTY, PLANT AND EQUIPMENT		
Property, plant and equipment are included in the accounts on the following basis:		
Leasehold improvements - Land	57,669,339	57,669,339
Add: Additions	-	-
Less: Accumulated Depreciation	(3,003,086)	(2,340,610)
	54,666,253	55,328,729
Leasehold improvements - Buildings	118,403,172	116,804,952
Add: Additions	40,209	1,598,220
Less: Accumulated Depreciation	(30,451,165)	(24,419,221)
	87,992,216	93,983,951
Motor Vehicles	459,627	459,627
Add: Additions	193,015	-
Less: Accumulated Depreciation	(451,552)	(429,347)
	201,090	30,280
Plant and Equipment	85,700	24,838
Add: Additions	4,105	60,862
Less: Accumulated Depreciation	(50,644)	(22,750)
	39,161	62,950
Furniture and Fittings	420,659	383,256
Add: Additions	-	37,403
Less: Accumulated Depreciation	(393,006)	(335,458)
	27,653	85,201
Office & Concession Equipment	321,403	288,245
Add: Additions	21,050	33,158
Less: Accumulated Depreciation	(245,959)	(200,729)
	96,495	120,674
Sports Equipment	327,705	327,705
Add: Additions	7,262	-
Less: Accumulated Depreciation	(166,532)	(103,195)
	168,435	224,510
Business Software	-	-
Add: Additions	3,234	-
Less: Accumulated Depreciation	(435)	-
	2,799	-
Work In Progress	1,337,407	-
Add: Additions	-	-
	1,337,407	-
Total Written Down Value	144,531,508	149,836,294

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

For the Year Ended 31 July 2017

15 (ii). PROPERTY, PLANT AND EQUIPMENT

	Leasehold Land	Building & Improvements	Motor Vehicle	Plant & Equipment	Furniture & Fittings	Concession Equipment	Office Equipment	Sports Equipment	Business Software	Work in Progress	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Cost											
Balance as at 01 January 2016	57,669,339	116,804,952	459,627	24,838	383,256	16,137	272,108	327,705	-	-	175,957,962
Acquisitions	-	1,598,220	-	60,862	37,403	-	33,158	-	-	-	1,729,643
Balance as at 31 July 2016	57,669,339	118,403,172	459,627	85,700	420,659	16,137	305,266	327,705	-	-	177,687,605
Balance as at 01 August 2016	57,669,339	118,403,172	459,627	85,700	420,659	16,137	305,266	327,705	-	-	177,687,605
Acquisitions	-	40,209	193,015	4,105	-	-	21,050	7,262	3,234	1,337,407	1,606,283
Balance as at 31 July 2017	57,669,339	118,443,381	652,642	89,805	420,659	16,137	326,316	334,967	3,234	1,337,407	179,293,888
Depreciation											
Balance as at 01 January 2016	1,954,166	21,023,502	420,452	14,152	306,419	11,788	157,448	65,421	-	-	23,953,349
Depreciation for the year	386,444	3,395,718	8,895	8,598	29,039	1,348	30,145	37,774	-	-	3,897,962
Balance as at 31 July 2016	2,340,610	24,419,221	429,347	22,750	335,458	13,136	187,593	103,195	-	-	27,851,311
Balance as at 01 August 2016	2,340,610	24,419,221	429,347	22,750	335,458	13,136	187,593	103,195	-	-	27,851,311
Depreciation for the year	662,476	6,031,944	22,205	27,894	57,548	1,919	43,311	63,336	435	-	6,911,069
Balance as at 31 July 2017	3,003,086	30,451,165	451,552	50,644	393,006	15,055	230,904	166,532	435	-	34,762,380
Carrying amount											
Balance as at 01 January 2016	55,328,729	93,983,951	30,280	62,950	85,201	3,001	117,673	224,510	-	-	149,836,294
Balance as at 31 July 2016	55,328,729	93,983,951	30,280	62,950	85,201	3,001	117,673	224,510	-	-	149,836,294
Balance as at 01 August 2016	54,666,253	87,992,216	201,090	39,161	27,653	1,082	95,413	168,435	2,799	1,337,407	144,531,508
Balance as at 31 July 2017	54,666,253	87,992,216	201,090	39,161	27,653	1,082	95,413	168,435	2,799	1,337,407	144,531,508

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

For the Year Ended 31 July 2017

	12 Months 31 July 2017	7 Months 31 July 2016
16 PAYABLES		
(a) Trade Payables		
Trade Creditors	365,462	637,106
	<u>365,462</u>	<u>637,106</u>
(b) Other Payables		
Other Payables ***	476,965	964,138
Payroll Liabilities	150,431	227,352
Provision for Audit Fees	23,750	8,750
Advanced Deposits/Income	169,387	133,333
VAT Liability	36,590	(123,258)
Retention - Projects	-	61,227
	<u>857,123</u>	<u>1,271,541</u>
	<u>1,222,585</u>	<u>1,908,646</u>

*** Includes \$350,917 payable for VAT on Government Grant of \$4.25m for 2016.

17 INTEREST BEARING BORROWINGS**i. Australia and New Zealand Banking Group Limited**

This Loan was for ANZ Stadium upgrade. Interest was charged at a rate of 5% p.a. in those years.

The securities to be lapsed are a corporate guarantee and indemnity dated 21st February 2013 limited to the amount of \$20m given by the Government of the Republic of Fiji on account of Fiji Sports Council to secure fully drawn advance.

Included in Current Liabilities	-	2,125,452
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The final repayment of \$2,125,000 was made by the Ministry of Economy to ANZ in October 2016 as a form of yearly grant to the Council.

ii. Australia and New Zealand Banking Group Limited

This Loan was for FMF Gymnasium upgrade. Interest was charged at a rate of 4% p.a.

The securities to be lapsed are a corporate guarantee and indemnity dated 21st February 2013 limited to the amount of \$20m given by the Government of the Republic of Fiji on account of Fiji Sports Council to secure fully drawn advance.

Included in Current Liabilities	345,846	-
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Notes to and Forming Part of the Financial Statements (Cont'd)

For the Year Ended 31 July 2017

iii. Government of Fiji

The loan from FNPF to the Fiji Sports Council was for the construction of the Lawaqa Park in 1995. The loan was paid by the Government of Fiji for and on behalf of Fiji Sports Council to FNPF in full in 2013.

This loan agreement between Government of Fiji and Fiji Sports Council is arising from cabinet decision dated 30th August 2005 which outlined the following:

- the agreement be drawn up between the Government of Fiji and the Fiji Sports Council (FSC) to recover the loan paid by it to Fiji National Provident Fund;
- that the FSC commence payment of the principal amount after 84 months from the date of the agreement; and
- that the FSC will pay interest at 3% per annum on a semi annual basis.
The loan repayment commences in 2022.

Included in Non-current Liabilities

4,450,611

4,450,611

**12 Months
31 July 2017**

**7 Months
31 July 2016**

18 DEFERRED INCOME

Opening balance	60,621,514	58,856,783
Government grant received during the year	3,248,853	3,197,902
Amortisation transferred to income statement	63,870,367	62,054,685
	(2,456,864)	(1,433,171)
	<u>61,413,503</u>	<u>60,621,514</u>

The deferred income includes facilities that were funded by the Government of China for the 2003 South Pacific Games. The deferred income also includes the loan taken from ANZ which was paid off by the Government of Fiji for the upgrade of the ANZ Stadium in 2013 and the grant given by the Government of Fiji for the upgrade of Lawaqa Park in 2015.

19 PRINCIPAL ACTIVITIES

To promote and foster the development of amateur sports and recreation in Fiji including supporting and managing sporting facilities in Fiji.

20 ENTITY DETAILS

- | | |
|---|--|
| <p>i Registered Office
FMF Gymnasium
220 Laucala Bay Road
Suva</p> | <p>ii Principal Place of Business
FMF Gymnasium
220 Laucala Bay Road
Suva</p> |
|---|--|

21 SEGMENT REPORTING

- Industry Segment**
The Council operates predominantly in the sports and events industry.
- Geographic Segment**
The Council operates in Fiji and therefore has only one geographical area for reporting purposes.

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

For the Year Ended 31 July 2017

22 CAPITAL EXPENDITURE COMMITMENTS

As at 31 July 2017, the Council had entered into capital commitments as per assets schedule. The Council signed a new loan agreement of \$2.832m with ANZ Banking Group dated January 2017.

This Loan is to assist the Council with major upgrade works at the FMF gymnasium and newly attached head office structure. Interest is charged at a rate of 4% p.a. and monthly principal and interest repayments are \$52,140.

23 CONTINGENT LIABILITIES & COMMITMENTS

a. Contingent Liabilities

BW Holdings

- The Company has sued Fiji Sports Council (FSC) for breach of contract.
- The Plaintiff (BW Holdings) has not pursued this action to trial or arbitration. No steps have been undertaken for a period in excess of 6 years. The lawyers of Fiji Sports Council are now making an application to strike out this matter.
- The Council is awaiting a hearing date to be set by the Suva High Court.

Segran Nair

- Segran Nair is claiming general damages for breach on contract with judgement in the sum of \$229,135 with interest at the rate of 8% on the judgement sum.
- This matter will now be called in September 2017 for mention to fix a new hearing date.

Kings Neon Sign Limited

- The case was instituted by Kings Neon Sign Limited against Fiji Sports Council. This matter is set for hearing late in September 2017.
- This matter will now be called in September 2017 for mention to fix a new hearing date.

b. Operating Lease Commitments

FSC has lease agreements with the following:

- i. Native Land Trust Board to lease lots 1 & 2 of Lawqa & Rakirakilevu contained in lease 23401 in Sigatoka. The lease is for term of 87 years, signed on 1 January 1998 and ending in 2085. The lease payment is \$1,000 per annum.
- ii. Government of Fiji to lease lot 1 on Plan S. 1501 known as National Sport Complex contained in lease in Suva. The lease is for term of 99 years, signed on 1 December 1978 and ending in 2077. The lease payment is \$100 per annum.
- iii. Government of Fiji to lease lot 1 on SO. 2659 known as Victoria Park contained in lease 12274 Suva. The lease is for term of 99 years, signed on 1 January 1979 and ending on 1 January 2078. The lease payment is \$10 per annum.
- iv. Government of Fiji to lease lot 1 plan S4488 Muanivatu known as National Aquatic & Netball Centre, contained in lease 13625. The lease is for term of 99 years, signed on 1 November 2001 and ending on 1 November 2100. The lease payment is \$100 per annum.
- v. Government of Fiji to lease lot 1 on SO 1143 at Veivadravadra, Sigatoka contained in lease 136333. The lease is for term of 99 years, signed on 1 April 1984 and ending on 1 April 2083. The lease payment is \$100 per annum.
- vi. Government of Fiji to lease lot 69 & 70 at Navua known as Thomson Park, contained in lease 481769. The lease is for term of 99 years, signed on 1 April 1999 and ending on 1 January 2098. The lease payment is \$500 per annum.
- vii. Native Land Trust Board to lease Lawqa Park at Sigatoka, contained in lease 23401. The lease is for term of 99 years, signed on 1 January 1986 and ending on 1 January 2085. The lease payment is \$7,000 per annum.
- viii. A crown lease agreement to lease lot 1 SO3262 Penang Reclamation contained in lease 13343 in Rakiraki, Ba. The lease is for term of 99 years, signed on 1 January 1995 and ending on 1 July, 2094. The lease payment is \$100 per annum.

Detailed Income Statement

For the Year Ended 31 July 2017

24 RELATED PARTIES

All transactions that occurred between the Council and Companies or Organizations in which a Council may have an interest, either as a member or employee, were at 'arms length' and in normal course of Council.

Transactions with related parties

- (i) The Government of Fiji allocated a \$20m grant to the Council in 2012 to upgrade the ANZ Stadium. The grant is payable from Government at \$3m for the first year (2013) and \$4.25m for the consecutive years until 2016 for the repayment of the Council's loan from ANZ for upgrading and development works at the ANZ Stadium.
- (ii) In 2015, the Council received a grant of \$3m for upgrade of Lawaqa Park.
- (iii) In 2016, the Council received a grant of \$1,296,516 for capital works.
- (iv) In the current year, the Council received a grant of \$1,225,000 towards the upgrade of the FMF Gymnasium.

25 KEY MANAGEMENT PERSONNEL

The following are the key management personnel having authority and responsibility for planning, directing and controlling the activities of the Council, directly or indirectly as at the date of this report:

Litiana Loabuka - Chief Executive Officer
John Pickering - Properties Manager
Ashni Sharma - Finance Manager
Sandhya Gounder - Human Resources Manager
Eleina McDonald - Operations Manager
Alvinesh Chand - Internal Audit Manager

26 SIGNIFICANT EVENTS

There were no significant changes in the operations of the Council during the financial year.

27 SUBSEQUENT EVENTS

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

FIJI SPORTS COUNCIL

Detailed Income Statement *(Cont'd)*

For the Year Ended 31 July 2017

	Notes	12 Months 31 July 2017	7 Months 31 July 2016
REVENUE			
Hire Income		2,661,746	1,341,610
Concession Income		579,045	375,540
Rental Income		248,527	163,262
Signage Income		852,102	441,886
Tattslotto		626,258	441,853
Other Income	6	3,252,118	2,240,640
TOTAL REVENUE		8,219,796	5,004,792
EXPENSES			
Administrative expenses			
Advertising		55,864	34,215
Concession expenses		386,453	270,199
Audit Fees		23,730	5,429
Accounting & Software Support		29,231	6,062
Consultancy		8,098	11,351
Legal Fees		6,918	21,613
Departmental Supplies		192	-
Printing		17,194	15,012
Ticket/Books Printing		35,407	10,471
Postage		873	1,111
Stationery		7,427	28,087
City Rates		24,662	14,997
Insurance		314,243	194,272
Bank Fees/Charges		23,777	3,195
Computer & IT Expenses		7,521	2,481
Computer/Printer Consumables		11,156	2,752
Dues/Subscriptions		653	272
Freight, Duty & Cartages		13,986	4,212
Total administrative expenses		967,385	639,172
Operating expenses			
Waste Disposal & Cleaning		134,474	105,957
Utilities		805,766	569,078
Travelling & Accommodation		2,345	12,903
Licensing		9,749	4,631
Communication		92,222	47,135
Repair & Maintenance		197,151	349,384
Motor Vehicle		59,754	38,888
Inventory Shrinkage/Spoilage		98	-
Total operating expenses		1,301,559	1,127,975

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

For the Year Ended 31 July 2017

Notes	12 Months 31 July 2017	7 Months 31 July 2016
Other operating expenses		
Royalties/Levy	10,807	45,157
Promotions/Giveaways/Gifts	1,946	6,502
Plant/Nursery	1,629	-
Signages	12,813	14,458
Hiring & Leasing	123,999	169,707
Staff Training	12,627	12,719
Conferences & Meetings	9,673	1,008
Registration	750	-
Entertainment	6,135	5,853
Compensation Charges	135	-
Planning/Designing/Survey	33,780	-
Compliance Equipment	10,142	4,195
FSC Board Meeting Exp	2,922	2,869
Sevusevu	581	452
Uniforms & Safety Gears/Supplies	10,188	9,714
Rental Charges	5,415	1,376
Land Lease/Rentals	16,122	9,349
First Aid & Medical Supplies	2,492	2,682
Catering	13,397	2,949
Business House Exp	2,754	-
Equipment/Machinery for Hiring	1,532	-
Reversal of Receivables-MOE and other	-	607,940
Total other operating expenses	279,839	896,929
Personnel Expenses		
Wages & Salaries	1,777,333	948,988
Superannuation - Fiji National Provident Fund	173,373	91,409
Acting Allowances	9,027	-
FNU Levy	18,504	9,804
Annual Leave	80,031	31,436
Other Leaves	3,980	-
Job Evaluation	10,249	-
FSC Board	72,567	25,216
Other Staff Expenses	37,930	21,751
Total personnel Expenses	2,182,994	1,128,604
Depreciation	6,911,069	3,897,962
Interest	153,394	173,747
Total Expenses	11,796,240	7,864,389
Net Operating Loss	(3,576,444)	(2,859,597)

fiji sports council



NATURE OF BUSINESS	:	To promote and foster the development of amateur sports and recreation in Fiji including supporting and managing sporting facilities in Fiji.
REGISTERED OFFICE	:	FMF Gymnasium 220 Laucala Bay Road Suva Fiji
BOARD MEMBERS	:	Peter Mazey Elesi Ketedromo Daniel Lobendahn Colin Philp Lt. Col Ifereimi Vasu Vijendra Kumar Sundar Marigold Moody Parmesh Chand Joseva Sania
BOARD SECRETARY	:	Losalini Waqausa
BANKERS	:	ANZ Banking Group Limited ANZ House Suva Bank South Pacific Suva
OFFICES	:	Laucala Bay Road Suva Lawaga Park Sigatoka

Our Strategic Partners

The Fiji Sports Council wishes to thank its Corporate Sponsors, leaders in their respective fields, for their continued support.

These strategic partnerships not only promote our sponsors' brands, their vision and image, but also, by taking naming rights at five of our national sporting arenas, demonstrate their faith in our ability to be the leading provider of premier Sports and Events facilities.



With naming rights to the National Stadium, ANZ Fiji continues its proud commitment to promoting community values.

Thanks to ANZ's contribution, the National Stadium pitch has been upgraded to an international standard and seating capacity can cater for 15,000 spectators.

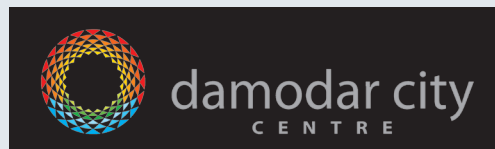
For more information on our sponsor, visit:
<http://www.anz.com>



Vodafone

The commitment by Vodafone Fiji to sports in Fiji is endorsed by securing naming rights to the renamed Vodafone Arena, which can seat up to 5000 spectators, and is in keeping with our sponsor's global vision, "To care for the world around you."

For more information on our sponsor, Vodafone –Power to you, visit: www.vodafone.com.fj



As sports is a form of entertainment, taking up naming rights at the National Aquatic Centre is a natural fit for the Damodar Brothers, with their many years of experience entertainment industry. The Damodar City Aquatic Centre can accommodate up to 500 spectators in the covered seating area.

For more information on our sponsor visit: www.facebook.com/pages/Damodar/City/centre/204794746212341



The FMF Group of companies has lent its trusted name in taking up naming rights to the National Gymnasium, which seats close to 1,600 spectators.

The diverse range of activities – sporting and otherwise – taking place here includes netball, basketball, soccer, weightlifting, concerts and wedding and birthday celebrations.

For more information on our sponsor, visit: www.fmf.com.fj

fiji sports council



AUGUST **2016** - JULY **2017**
ANNUAL REPORT