



FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED

Delivering Thrifty &
Credible Financial Solutions
to Shareholders

ANNUAL REPORT 2017

41st Annual General Meeting

Swami Vivekananda College Auditorium, Nadi

16th August, 2018

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED

Board Members 2016-2019



AGNI DEO SINGH
Chairman



ARUN PRASAD
Secretary



PRANESH KUMAR
Treasurer



GOVIND SINGH
Vice Chairman



EMANUEL KUMAR
Asst. Secretary



AJESHNI LAL
Board Member



Late NAVINESH PRASAD
Board Member



GYAN PRASAD
Board Member



MUSTAFA KHAN
Board Member



NARAIN GOUNDER
Board Member



SASHI M. SHANDIL
Board Member



ROHIT DEO
Board Member

**FIJI TEACHERS UNION
CO-OPERATIVE THRIFT AND CREDIT LIMITED**

ANNUAL REPORT 2017

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**FIJI TEACHERS UNION
CO-OPERATIVE THRIFT AND CREDIT LTD**

**OFFICE BEARERS
2016 – 2019**

Chairman	:	AGNI DEO SINGH
Vice Chairman	:	GOVIND SINGH
Secretary	:	ARUN PRASAD
Treasurer	:	PRANESH KUMAR
Assistant Secretary	:	EMANUEL KUMAR
Board Members	:	AJESHNI LAL
	:	GYAN PRASAD
	:	NARAIN GOUNDER
	:	SASHI MAHENDRA SHANDIL
	:	ROHIT DEO
	:	Late NAVINESH PRASAD
	:	MUSTAFA KHAN

SUPERVISORY COMMITTEE

Chairman	:	RAM LINGAM
Members	:	VIDYA SINGH
	:	MUNIAPPA GOUNDER

OFFICE STAFF

Chief Executive Officer	:	CHANDAR DUTT
Manager Admin/Finance	:	SUNITA CHAND
Accountant	:	VINEEL KISHORE
Loans Officer	:	AVINESH PRASAD
Loans Clerk	:	KRISHNEEL PRASAD
Senior Clerical Officer	:	RASHNEELA DEVI
Filing/Mailing Clerk	:	JOASH GOUNDAR
Receptionist	:	PRATISHMA KUMAR
Clerical Officer – Labasa	:	SHAMAL KUMAR
Clerical Officer – Lautoka	:	LITIKA RATNAM

PROPERTIES

Support Staff	:	LACHANNA REDDY
	:	SANDEEP CHAND

SUPERVISORY COMMITTEE'S REPORT

"It's the little things you do that make the big things happen." (Mike Dooley)

It gives me immense pleasure to provide a report about the role and functions of the Supervisory Committee with regards to the successful functioning of the Fiji Teachers Union Co-operative Thrift and Credit Society Limited, which has been growing ever since it was formed years ago by some Union stalwarts. The National President of FTU, Bro. Muniappa Goundar and the Vice Chairlady of FTU, Sis. Vidya Singh are also part of the Supervisory Committee.

The Supervisory Committee is responsible for ensuring that the affairs and internal and external audits of FTU-CTCL are conducted in accordance with the governing by-laws, policies, procedures and the resolutions adopted at the CTCL AGM. Hence, the Supervisory Committee is pleased to report that the affairs of FTU-CTCL for the financial year 2017-18 has been carried out in accordance with the Board's policies, plans and procedures and properly administered.

The Supervisory Committee attended board meetings and the members were honoured to be part of the visits made to the Vuda and Fiji Hideaway Resort. The Committee, on the other hand, is delighted to report that last year was a fruitful, busy and dynamic year, especially with the excitement brought about by the construction of the honeymoon villas in Vuda and the scope of activities at the Fiji Hideaway Resort. There are ups and downs in every business and members must appreciate the fact that CTCL has accumulated a huge amount in investment and continues to gain member confidence.

The Supervisory Committee acknowledges the hard work of the Board and the Chairman. The Committee highly values the enormous progress and vast improvements made to FTU CTCL since its inception in 1977. Due to the foresightedness of the founding members today the entire membership of FTU-CTCL enjoys benefits from cheap interest rates on loans, dividend payouts (from shares and shares invested in Hideaway Resort) and savings.

Members should be proud of the fact that they

own the Fiji Hideaway Resort, which supports sports and children's welfare in the coral coast. On the other hand, despite the hiccups, the Supervisory Committee is pleased with the progress made with the operations at the Fiji Hideaway. Members would note that the Resort was purchased for \$12.5m and today it has a market value of approximately \$29.2m. The value has doubled up, no doubt.

The Resort has not made a profit but this should not cause too much panic as the Board has put in place strategies to maximise profits in the near future. Hence, shareholders should note with appreciation the hard work and efforts put in to ensuring that sound financial practices are observed in the daily operations of FTU-CTCL. This is reflected in the 2017-18 financial statements of FTU-CTCL.

Thus, the Supervisory Committee appreciates and commends the hard work of the Chairperson and his Board Members, the CEO and his Management at the Fiji Hideaway Resort, and the Manageress and her team at FTU-CTCL office in Suva. Without their diligent efforts, FTU-CTCL would not have climbed the ladder of success.

On behalf of the Supervisory Committee, I wish to extend my sincere gratitude to the membership of FTU-CTCL for giving us the opportunity to serve you. I also accord a big vinaka vakalevu to Sis. Vidya Singh and Bro. Muniappa Goundar for their support and attendance to the Supervisory Committee meetings and for the healthy and fruitful discussions and deliberations on all matters pertaining to the interests of FTU-CTCL. Long Live FTU-CTCL!

**RAM LINGAM (MR.)
(CHAIRMAN)**

MESSAGE FROM THE BOARD CHAIRMAN



CTCL was incepted as a humble loan and saving scheme some 40 years ago. Let me begin by expressing our our profound appreciation to the far sighted founders, who despite the challenges of that era, took this bold step. I had the good fortune of joining the second year of the Cooperative's existence with a \$2.50 minimum fortnightly savings. The loan ceiling was \$400.00 (I think).The Society had around 300 members.

Today the cooperative has paid up shares to the tune of \$46,893,287.17 and loan ceiling is \$110,000.00 and \$115,000 for housing only. This will be increased to \$115,000 and \$120,000 respectively.

The spirit of the foundation of the cooperative movement is service to the members ahead of profits. Hence the lowest cost of borrowing in the market and comparatively decent interest on savings.

To further strengthen the foundation of the organization, we embarked on investment in real estate in 1999.This practice, we learned had been adopted much earlier by cooperatives in more advanced countries like Israel, Malaysia and Australia.

As captured in this report, the most recent valuation of the assets reflects substantial appreciation (increases) compared to what we had paid for them. Investments in

properties are subject to 6% return as well.

FTUCTCL ventured into the Hospitality Industry some years ago. The purchase of the Hideaway Coral Coast resort offered a unique share purchase scheme to the members through interest free loans from within. While a 10% dividend was paid for the 5 years, the past 2 years did not achieve the desirable results. As mentioned in this report the Board and the management, with the assistance of the Auditors (our financial advisors) are strengthening the operations and implementing strategies to resume making sufficient surplus to pay dividends in the near future. Of course there are external factors like 6% increase in tax, that we have to absorb.

Members will also note that the resort was purchased for \$12.5 million and the current market value is \$29.2 million.

I thank the shareholders for their unwavering support in these challenging times and assure you we will in times to come regain the desired business result.

The first phase of Vuda Resort has been completed and the 27 rooms are now operational. We are relatively new in the market, the occupancy is gradually picking up. This property situated on a 20 acre 99 year crown lease has great potential for growth. It is envisaged that it will gradually expand into a 120 key resort.

Successive Boards must keep exploring new avenues to further enhance the collective as well as individual benefits of the members.

We look forward to constructive and deliberations and directions from this AGM to take on the challenges of strengthening and achieving better result in the next 12 months and beyond.

AGNI DEO SINGH

**FTU-CTCL ANNUAL GENERAL MEETING
ORDER PAPER
THURSDAY 16TH AUGUST 2018**

1.0 **Quorum:** Secretary to move.
"That this AGM has the necessary quorum as required by the FTU-CTC Ltd Regulation 16."

No. Present: - Total Membership: -

2.0 **Notice Convening the Annual General Meeting**
Secretary to move - "That this AGM of FTU-CTC Ltd be convened in accordance with Regulation 14, due notice of which was published in The Fiji Times of 8th April 2017."

3.0 **Communication from the Chair**

4.0 **Minutes of the 2017 AGM**
Secretary to move - "That the Minutes of the 40th Annual General Meeting held Xavier College auditorium, Ba on Wednesday 26th April, 2017 at 9.30am as circulated be taken as read and be confirmed."

4.1 **Matters Arising**

5.0 **Annual Report**
The Secretary to move - "That the Annual Report for the year 2017 as circulated be received for discussion and be adopted."

6.0 **Financial Report**
The Treasurer to move - "That the Audited Financial Report for the period 1st January 2017 to 31st December 2017 as previously circulated be received for discussion and be adopted."

6.1 **Matters Arising**

7.0 **General Business** (if any)

8.0 **Motions** (if any)

9.0 **Adjournment of the Meeting**
The Secretary to move - "That the AGM be adjourned "Sine Die."

1.0 **QUORUM**

Moved: Secretary

Seconded: Mr. Rajnesh Lingam

MINUTES OF 40TH ANNUAL GENERAL MEETING OF FTU-CTCL HELD AT XAVIER COLLEGE AUDITORIUM, BA ON WEDNESDAY 26TH APRIL 2017 COMMENCING AT 9.20AM

"That this AGM has the necessary quorum as required by the FTU – CTC Limited Regulation 16."

Total Membership: 4500

Members Present: 378

2.0 BOARD MEMBERS PRESENT

Mr. Agni Deo Singh, Mr. Govind Singh, Mr. Arun Prasad, Mr. Pranesh Kumar, Mrs. Gyan Prasad, Mrs. Ajeshni Lal, Mr. Navinesh Prasad, Mr. Sashi Mahendra Shandil, Mr. Mustafa Khan, Mr. Emanuel Kumar, Mr. Rohit Deo, Mr. Narain Gounder

2.1 Supervisory Committee Member: Mrs. Vidya Singh and Mr. M Goundar

2.2 Staff: Mr. Chandar Dutt

2.3 Apologies: Mr. Ram Lingam

3.0 NOTICE CONVENING THE ANNUAL GENERAL MEETING

Moved: Secretary

Seconded: Mr. Rohitesh Sandeep Kumar

"That this Annual General Meeting of FTU – CTCL be convened in accordance with Regulation 14, due notice of which was published in the Fiji Times of 08th April, 2017."

4.0 WELCOME FROM CHAIR AND INTRODUCTORY REMARKS

The Chairman, Mr. A.D. Singh welcomed all the members present for the 40th Annual General meeting of FTU-CTCL and he thanked them for registering in a timely manner.

The Chair said the 2016 – 2017 year had been very challenging due to the unexpected event – the cyclone Winston. There were a lot of plans for development and upgrade of the Hideaway in January 2016 but that had to be put on hold due to Cyclone Winston. A large number of our members were also affected by this cyclone, many lost their homes and belongings. Under the social responsibility of the Credit Union and looking at the plight of the affected members, assistance in the form of unsecured loan of \$1,500.00 was given to bring some relief to them.

A School Disaster Relief Fund was set up with help of Council of Pacific Education and \$30,000.00 worth of assistance was given to affected students.

A Disaster Relief Fund was established and FTU is putting aside \$5,000.00 annually to meet the member's needs. A contribution of \$10,000.00 was made to the Prime Minister's Relief Fund.

The cyclone had a major impact on our investment – Hideaway Coral Coast due to the reports of devastation caused by Winston reported by the media abroad. The downward effect was that tourists had stopped visiting Fiji. Last year the Resort didn't make much profit due to low occupancy, reduction in the room rates and increasing prices of goods. For four years shareholders have been getting 10% dividend but this year the resort managed to break even with minimal profit. Some measures had to be put in place, staff had to be laid off and the management didn't have to go back to shareholders for assistance. The additional 5% tax imposed by the government increased tax to 25%. The bookings are done 6 months in advance when the tax was announced the resort had to sustain this 5% as it could not be passed on the tourist.

Vuda Resort is now in the finishing stage, it begun with 15- key resort and it has now gone up to 27- key resort. The Chair said the next stage will have another 40-key added to the resort in the next 12 months. He said the service facilities are there now and we just have to connect as we progress

with the development.

Chair declared that a 4% dividend will be paid by CTCL for 2016 period.

5.0 MINUTES OF THE 39th ANNUAL GENERAL MEETING – 2016

Moved: Secretary

Seconded: Mr. Abhay Chand

"That the minutes of the 39th Annual General Meeting held at Yatu Lau Lagoon Resort, Pacific Harbour on Tuesday the 16th August, 2016 at 9.45am as circulated be taken as read and be confirmed."

- 5.1 Chair reported that we are now with Fiji Care for all the insurance regarding CTCL.
- 5.2 Chair said it is to be noted that the Board was elected for a 3 year term.
- 5.3 He reminded that dividend was delayed due to Winston and paid in August, 2016.
- 5.4 Chair reiterated that every \$1950.00 of share qualifies for 1 FOC night.

6.0 ANNUAL REPORT- 2016

Moved: Secretary

Seconded: Mrs. Seema Kumar

"That the Annual Report for the year 2016/2017 as circulated be received for discussion and be adopted."

- 6.1 The Secretary thanked the Branch Executives for their assistance during the reporting period.
- 6.2 The Secretary said the concerns of some of the shareholders was that why the Resort could not attract the local visitors with attractive room rates as other Resorts were doing. This was to be looked into.
- 6.3 He also reminded members to familiarize themselves with the FOC night provisions.
- 6.4 The Secretary reminded the members who had insured their vehicles and properties through CTCL that they needed to put in writing should they wish to terminate their insurance upon completion of loan repayment.
- 6.5 The members were asked to read through the "reminders" and familiarize themselves with the rules.
- 6.6 In case of a change in address due to change of school, residence and postal address members were reminded to write and inform CTCL so that it could be updated in the system
- 6.7 The Chair announced that the previous year loan formula was revised to be 12 times the total contribution and loan ceiling increased to \$110,000.00. For this year housing loan to be further increased to \$115,000.00.
- 6.8 The Chair explained to the members the requirement for the submission of recent salary slip while applying for loans.
- 6.9 The Chair explained the work of the CTCL staff and the sacrifices of the Board members.
- 6.10 Mr. V. Pillay requested if the Board could look at the possibility of reducing the Housing loan interest from 6% to be competitive with other lending institutes.
- 6.11 The Chair responded that the Board had been talking about it, to be in par with other lenders with our housing lending rates.
- 6.12 Mr. Sandeep Rohitesh Kumar thanked the entire Board for their efforts in looking after the affairs of CTCL well.

7.0 FINANCIAL REPORT

Moved : Pranesh Kumar – Treasurer

Seconded: Mr. Nakul Barman

"That the Audited Financial Report for the period 1st January, 2016 to 31st December, 2016 as

previously circulated be received for discussion and be adopted."

- 7.1** The Treasurer informed the members of the change in Auditors for this year. Ernest and Young are the auditors for CTCL and for Hideaway the auditors had been KPMG – the Board will decide on Hideaway auditors.
- 7.2** The Treasurer reported that the Hideaway Resort's profit for this year had been reduced from \$1,535,719.00 to \$34,657.00 and there will be no dividend for shareholders.
- 7.3** Mr. Arvind Kumar thanked the CTCL Board for the Branch Office in Lautoka. He suggested that instead of renting the office CTCL, should look at the prospect of buying a property as an investment.
- 7.4** Mr. Pravin Chand expressed his disappointment at the fact that shareholders will not get any dividend this year. He said members faced difficulty in getting a booking for FOC nights. Each time members called, they were told the Resort was fully booked. He further stated that the members last year had even told of the reduction in FOC nights and now that they are told they would not get any dividend. This was unacceptable.
- 7.5** He further questioned the expertise of the Supervisory Committee Members and the process of their appointment. Mr. Pravin Chand requested for the occupancy rate (Figures) before and after the cyclone.
- 7.6** The Chair explained that all investment returns are paid on the profit that the investment makes and in our case it was not much.
- 7.7** He further stated that the Board leaves no stones unturned to see the efficient management of the investment and that the FTU-CTCL is transparent and the books could be inspected by any shareholder at any time. In the past 10% dividend was paid because Hideaway made substantial profit which was not possible this year and it was not because of mismanagement but something beyond our control.
- 7.8** The Chair clarified that Supervisory Committee were elected by the House in the AGM and like the Board Members they have a three-year term.
- 7.9** The Chair stated that monthly accounts were sent to the Supervisory Committee and the major investment is discussed with them also.
- 7.10** The Chair stated that monthly accounts were sent to the Supervisory Committee and the major investment is discussed with them also.
- 7.11** Mr. Abhay Chand queried about \$20,000.00 rise in the salary figures as per the Report.
- 7.12** The Treasurer explained it was because of the collective agreement to pay cola every year and the increase in FNPF employer contribution from 8% to 10%.
- 7.13** Mr. Nakul Deo Barman expressed his appreciation to the Board Members for looking after the CTCL investment well.
- 7.14** The Chair stated that the announcement by tourism minister of increased visitor arrival does not mean we have more tourist coming but it also includes all other visitors. He said bigger resorts had dropped their rates and revised their marketing package which had to be matched by Hideaway thus leading to minimal profit.
- 7.15** Mr. V. Pillay said let's look at the future since Fiji is prone to cyclone and other disasters what contingency plan does the management and the Board have so that members get their dividend. He suggested for creation of reserves fund to cater for it.
- 7.16** The Chair stated the possibility of the creating a reserve fund will be looked at to cater for the times of disaster. He said we are glad that there was no major damage to the resort infrastructure.
- 7.18** The Chair also said that the Hideaway account is monthly checked by Finance Committee.
- 7.19** Mr. Manhar Kumar said that over a \$1m drop in revenue is a huge loss. He asked if \$34,657 in profit could not be given to members as dividends.
- 7.20** The Treasurer explained that the profit of \$34,657 if distributed to fully paid up shares of \$5850.00 would come to close to \$2.00 in dividend and according to the By-law any dividend below \$5.00 is not to be paid.

- 7.21** Mr. Manhar Kumar with reference to note 5C raised a query on the increase in the general expenses from \$ 190,157.00 to \$348,759, asking whether it was because of the cyclone.
- 7.22** The Chair explained the general expense included the generator hiring which had to be brought from Nadi. Cost of increase in purchase due to shortage of supply and had to rely on imports also had a ripple effect on expenses.
- 7.23** The Treasurer agreed that it was just one off expenses.
- 7.24** Mrs Keshni Prasad retorted that this explanation was given when treasurer responded to the previous question. She further asked about the action taken against the defaulters as the amount seem to be increasing.
- 7.25** The Chair replied that beside each defaulter the action taken was noted. He said the list was published so that the members could assist us in locating them.
- 7.26** Mr. Pratosh Kumar sought clarification on other receivables and prepayment as part of the income.
- 7.27** The Treasurer explained that this concerned our Wholesalers who did the marketing and it included the forward bookings done for the tourist for the next accounting period.
- 7.28** Mr. Pratosh Kumar further queried about \$187,996.00 that was withdrawn from Hideaway Buffer Fund and used in Vuda capital project. He asked whether it was prudent to do so.
- 7.29** The Treasurer replied that Hideaway Vuda had taken bank loan and this amount was given as a bridging payment to keep the work moving. It will become part of the initial loan to meet maintenance expense.
- 7.30** Mr. Pratosh said that additional loan should have been taken from the bank to meet the need.
- 7.31** The Chair responded and said that taking a loan would take time and it would have hindered the project progress.
- 7.32** Mr. Rameshwar Lal said that for 4 years we have received 10% dividend and the reserve fund should have been used to pay least 5% dividend this year,
- 7.33** The Chair said the point was noted and Board will look into it.
- 7.34** Mr. Rajnesh Lingam thanked the Board for their effort and requested the members to bear with the Board. He requested the Board members to look at contingency plan to ensure members a return for their investment. He further said that Board should use opportunities such as Rio Rugby Sevens celebrations to attract more visitors to the Resort.
- 7.35** The Chair assured the members that their concerns were recorded. The Chair thanked all the members for raising their concerns. He mentioned that we were 5 years old in the resort development and we are continuing to learn. He said we will try to have contingency plan as to how we can put aside the surplus to meet the needs to give returns for their investment. He reiterated that the Board is elected for a 3 year period. He also thanked the Board Members and the management and staff for their hard work. The shareholders were thanked for having confidence in CTCL.

8.0 ADJOURNMENT

Meeting was adjourned at 11.40 am.

.....
Agni Deo Singh
CHAIRMAN

.....
Arun Prasad
SECRETARY

FIJI TEACHERS' UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED ANNUAL REPORT APRIL 2017 – MARCH 2018



1.0 INTRODUCTION

Co-operatives are formed to assist members in the same community or those involved in the same business. The members can purchase a share and their shares could be used to generate income and profits shared as dividends. Cooperates are founded on the principle that people will join hands to assist each other. FTU-CTCL is no different.

FTU – CTCL will endeavour to assist shareholders grow through easy borrowings and utilising facilities for savings. The ceiling for borrowing remains at \$110,000.00 per shareholder.

The In –House Mortgage Protection Scheme interest, which was reduced to 0.5% from 1%, as per the decision of the 2013 Annual General Meeting, remains.

IMPS does not cover loans taken by the retired teachers.

The Annual Report, which incorporates the Financial Reports, is tabled for discussion and adoption.

2.0 FIJI TEACHERS' UNION – CREDIT THRIFT AND COOPERATIVE LIMITED

FTU – CTCL [then FTU – CTCS] was established in 1978 to assist members with financial needs – savings and borrowings.

Today, we have a total membership of 4,691 of which 4420 are active members. We have 271 retired teachers who have continued with their FTU-CTCL membership.

Profit generated during the year is paid back to the members as dividends [70%] and the balance of 30% is accumulated as Reserve Fund, as per the requirement of Co-Operative Act.

Total comprehensive income for the 2017 year was \$910,805.00, compared to 2016 income of \$1,557,657.00

3.0 FTU –CTCL CORE VALUES

- We will be fair and ethical in our dealings
- We will focus on our member benefits
- We will give you clear information about our products and services
- We will be a responsible lender
- We will deliver a high standard of service to shareholders
- We will deal fairly and impartially with all complaints
- We will recognise member / shareholder rights
- We will comply with our legal and industry obligations
- We will endeavour to provide financial literacy

4.0 FTU – CTCL SHARES

As at 31st December, 2017, the total shares issued stood at \$46,072,829.00, with shares of \$1 each.

There has been an increase of 9.29%, comparing with total shares as at 31st December 2016, which stood at \$42,839,528.00.

Whilst it is important that we provide assistance to members with accessible loans, it is equally important for us to ensure that shareholders save as much as they can to ensure increased balances in retirement. We believe that savings must be encouraged.

Membership drive will continue during the year. The Board sincerely acknowledges the assistance given by all the FTU Branch Executives, Heads of Schools and members at large for their assistance during membership drive. There are some members who always carry the Forms with them to assist others who require the FTU-CTCL services.

5.0 FIJI HIDEAWAY RESORT & SPA

Resort Purchase

In October 2009, the Fiji Hideaway & Spa Resort was purchased at a price of \$12.9 M.

Progressive share purchase was offered to the FTU-CTCL shareholders @\$390.00 p.a. in 2011.

As of 31/12/17, the total paid up shares was \$11,488,720.00.

Performance 2017

The Resort made a Net Loss of \$39,726.00 [after tax].

The total revenue from sales and other income was \$ 9,359,617.00 in 2017, in comparison to 2016 where the total revenue was \$10,827,335.00.

As of 31/12/17, the total paid up shares was \$11,488,720. In 2016, the total purchased share was \$10,827,335.00. FTU – CTCL accounts are now being audited by Earnest & Young [EY].

The Hideaway Coral Coast and Vuda Resort accounts are audited by KPMG

The shareholders can scrutinise the financial performance of the Resort from the financial score board.

6.0 HIDEAWAY FREE NIGHTS

FOC nights were reduced from five to three nights in January, 2017.

Shareholders are reminded that that FOC Nights are for Frangipani Bures only. In the event the Bures are not available and shareholders still wanted to spend time at Hideaway on that particular date, then \$40 is to be paid for the upgraded bures.

The Board is aware of the shareholders complaints regarding the non-availability of the foc bures, the lack of feedback and the unfriendly treatment given to the foc night beneficiaries. The Management has been asked to be more professional and prioritise first time users.

On the same note, shareholders are kindly requested to plan and book in advance.

A minimum of \$20 per person per day on food / beverages to be spent to qualify for free breakfast.

Full details attached as annexure.

7.0 VUDA HIDEAWAY RESORT & SPA - PROGRESS

The project, which commenced in February 2014, was finally completed in December, 2017.

The project cost \$13,340,768.00.

The Vuda Resort is now fully operational and expected to attract visitors and generate income "to break even" and progressively make profit in a few years time.

[See GM's Report on page ... 15...]

8.0 SUB COMMITTEES 2017 - 2018

8.1 ADMIN COMMITTEE

Mr. Agni Deo Singh [Chair]
Mr. Arun Prasad
Mr. Pranesh Kumar
Mr. Govind Singh

8.2 FINANCE COMMITTEE

Mr. Pranesh Kumar [Chair]
Mr. Narain Gounder
Mr. Navinesh Prasad
Mr. Emanuel Kumar
Ms. Gyan Prasad

The role of the Finance Committee is primarily to provide financial oversight for the organisation. This includes budgeting and financial planning, financial reporting, and the creation and monitoring of internal controls and accountability policies. The Committee is also tasked with the examination of the monthly accounts of FTU-CTCL, Fiji Hideaway Resort & Spa and Vuda Hideaway.

8.3 LOANS COMMITTEE

Mr. Arun Prasad [Chair]
Mr. Pranesh Kumar
Mr. Narain Gounder
Mr. Emanuel Kumar
Mr. Rohit Deo
Mr. Mustafa Khan
Ms. Gyan Prasad

The Committee meets on Wednesdays to check loan applications and process loans. Shareholders are to note that all Loan Application Forms are to reach the Suva Office by 2pm on Tuesdays. It takes about four months to conclude Housing Loans and about two weeks to conclude Motor Vehicle Loans.

Latest pay slip must be attached with the Loan Application Forms. The Office will check the deductions being made for individual members and then work out the fortnightly repayment as Salary Section will not deduct more than 50% [total] from the individual's pay.

8.4 SECURITIES COMMITTEE

Mr. Rohit Deo [Chair]
Mr. Govind Singh
Mr. Navinesh Prasad

8.5 PUBLICITY COMMITTEE

Ms. Ajeshni Lal [Chair]
Mr. Arun Prasad
Mr. Pranesh Kumar
Mr. Mustafa Khan

8.6 PROPERTIES COMMITTEE

Mr. A.D.Singh [Chair]
Mr. Govind Singh
Mr. Arun Prasad
Mr. Emanuel Kumar
Mr. Pranesh Kumar

9.0 BENEFITS REVISITED

9.1 Ceiling was been increased to \$110,000. For housing loan, \$115,000.00 could be considered.

This will be further increased to \$115,000.00 and \$120,000.00 respectively.

9.2 Interest on Home Loan – The interest rate for all home loans only will be reduced to 5.5 percent from 6 percent for two years.

9.3 Re-payment time has been increased from 18years to 20 years.

9.4 Motor Vehicle loan Re-payment has been re-scheduled as follows:

- Brand new vehicles – increased from 4 years to 5 years.
70% of the value is taken as security.
- Japanese second hand vehicles – repayment period now is 4 years.
60% of the value is taken as security.
- All other Motor Vehicles – repayment period is 3 years
- Motor Vehicles up to the value of \$8,000.00 is not accepted as a security.
- Vehicles are now insured with Sun Insurance

9.5 M-Paisa – Shareholders are enjoying the benefits of money transfer via M-Paisa provision.

9.6 In-House Mortgage Protection Scheme [IMPS] – as per the resolution of 2013 AGM, the IMPS has been reduced to 0.5%, from 1.0%. In 2017, \$213,755.52 was paid out from IMPS Account.

9.7 Motor Vehicle and Housing Loan Insurance – All vehicles provided as securities for loans are insured through the scheme. Members wishing to terminate the policy on completion of loan repayment must inform the management in writing. CTCL will continue to insure your motor vehicles unless it gets in writing to cease insurance payments.

With effect from 01/01/18, FTU-CTCL has gone into an agreement with Sun Insurance for all motor vehicle insurance. The rate is 3 percent of the sum insured.

9.8 Retired Members – provision is there for them to do lump sum deposits and they can withdraw and deposit money at their convenience.

10.0 Resignation - Mr. Sashi Shandil resigned from the Board in July 2018.

11.00 Obituary - Mr. Navinesh Prasad, Board Member, passed away in June 2018. The Board recognises late Mr. Prasad's immense contribution in the Finance Committee meetings as well as in the Board meetings.

CONCLUSION

As a Co-operative, we must continue to operate for the benefit of the members. Our success depends on the members' confidence in the society. It is therefore important that we put in strategies and make "business like" decisions to ensure financial success. Practices and policies must be in place to ensure better services to the members.

In our earlier reports, we had stated that Hideaway was on "the path to recovery and should catch up in the next financial year."


However, for two continuous years, the Resort has failed to make sufficient profit to pay dividend to shareholders. It is about time we discard the excuse of adverse weather conditions, competition from other resorts and increased taxes. It is in this regards that the Board is re-structuring Hideaway Resort and FTU-CTCL.

The Annual General Meeting gives the shareholders to scrutinise the performance of the Board and the Management. The decisions made and endorsed by the AGM are followed by the Board, as per the Act. It is the fundamental right of the shareholders to ask questions, seek clarifications and make constructive suggestions.

On savings, our objective is to see that when members retire from teaching, they retire on the credit side of the ledger rather than debit.

Finally, I wish to accord my sincere thanks and appreciation to the Board of Directors, the Staff of Coral Coast and Vuda Resorts, the Staff of FTU-CTCL and all the shareholders for rallying behind the organisation.

Vinaka Vakalevu.



ARUN PRASAD
BOARD SECRETARY
31st July, 2018.

Fiji Hideaway Resort & Spa General Manager's Report.

Currently, the Coral Coast property needs infrastructure and financial revamping to ensure operational sustainability.

I wish to highlight on some issues that has affected the business at Hideaway.

- Adverse Weather Conditions – the market still has fresh memories of TC Winston. The regular warnings for likely hurricanes and flooding have affected the Australian and New Zealand Markets.
- Cannibalising effect – The drop in room rates by 5 Star Resorts along Coral Coast.
- 25 percent Tax on the Industry – this has affected the pricing formula. Fiji is now regarded as a very expensive destination.
- High Cost of Travel – the ground travel from Nadi to Hideaway remains a contributing factor.
- Direct Booking and web Page – this has been a challenge for us.

I am taking measures like eliminating non-essential operational cost, launching a new website, reviewing room rates, developing travel packages and improving online and offline public profile of the resort.

**Chandar Dutt
General Manager**

TREASURER'S REPORT - FOR THE YEAR ENDING 2017



All through the accounting cycle, the accounting system is used to track, organize and record the financial transactions of an organization. At the end of each period, the information is used to prepare the financial statements, which are usually composed on Statement of Financial Position [Balance Sheet], Statement of Financial Performance [Income Statement], Statement of Retained Earnings [Owners Equity]; and a Statement of Cash Flow.

Financial statements prepared by Chartered Accountant with a Review Engagement Report or Audit Opinion are formulated according to the "International Financial Reporting Standards [IFRS]" and the "Generally Accepted Accounting Principles [GAAP]". The audit for FTU-CTCL was conducted by Ernest and Young Chartered Accountants Fiji [EY] and the review for Fiji Hideaway Coral Coast was executed by Klynveld Peat Marwick Goerdeler [KPMG] Australia. The financial statements have been prepared on historical cost basis except for investment properties that have been measured at fair value.

The financial results showed great improvement in CTCL financials as assets grew to \$86 884 036 when compared to \$83 966 268 in 2016. This showed that the co-operative shareholders are doing well in terms of their investment. The total members fund and reserves were valued at \$66 369 640. Accumulation of \$46 072 829 in shares has enabled CTCL to invest in \$37 895 444 in loans to its membership. This has earned 6% interest on the credit facility provided by

the co-operative. Eventually, the interest paid to members is accumulated from this trading activity of the organisation. The resulting net profit from operations amounted to \$1 451 706. With a pre-determined interest on share capital of 4%, the co-operative will pay a sum of \$1 713 581 to its shareholders for the financial year.

Moreover, total assets are valued at \$86 884 036 which also accounts for our investing activity and it is the rental property and vacant land. This has been recently valued to a maximum book value of \$17 265 000 by Pacific Valuations Limited. A revaluation gained has been realised to a tune of \$10 404 639.

Furthermore, Fiji Hideaway Coral Coast had a number of changeable trends during the year. This is a reflection of stiff competition in the market and the uprising of new holiday destinations in Fiji. Nevertheless, the resort was able to sustain itself from its generation of income and expenses, after accounting for income and transitional tax expense that was charged by FRCS. The trending results had not favoured the industry and the management and the board is seriously looking into it to improve the trading results. On the contrary, the resorts assets recorded a charge of \$22 429 551 over its nine years of operations. The recent market valuation has also positioned the resorts assets at \$29 250 000 which is much higher than the current year financial standing.

To conclude, businesses operate on the upward and downward trending results. Fiji Hideaway will have its own share of improvement strategies and I am sure that given the circumstances, it will be able to bounce back from its current trend.

I now commend the FTU-CTCL financials and the Fiji Hideaway Resort and Spa – Coral Coast financials for adoption and discussion.

PRANESH KUMAR

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2017

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FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2017

In accordance with a resolution of the Board of Directors, the directors herewith submit the statement of financial position of Fiji Teachers Union Co-operative Thrift and Credit Limited ("the Co-operative") as at 31 December 2017, the related statement of comprehensive income, the statement of members' fund and reserves and the statement of cash flows for the year ended on that date and report as follows:

Directors

The names of the board directors in office at the date of this report are:

Agni Deo Singh (Chairman)	Gyan Prasad
Govind Singh (Vice Chairman)	Narain Gounder
Arun Prasad (Secretary)	Sashi Mahendra
Pranesh Kumar (Treasurer)	Rohit Deo
Emanuel Kumar (Assistant Secretary)	Mustafa Khan
Ajeshni Lal	

Principal Activity

The principal activities of the Co-operative in the course of the financial year were that of promoting thrift among its members, receiving the savings of its members, to grant loan to its members and to invest member savings. The Co-operative also holds investment properties which earns rental income.

Results

The operating result for the year was a surplus of \$910,805 (2016: \$1,557,657) after providing an income tax expense of \$1,955 (2016: \$26,386).

Interest

During the financial year, the Co-operative paid out interest on share capital of \$1,713,581 (2016: \$1,614,241). Interest of \$1,841,203 were declared in the current year (2016: \$1,713,581).

Bad and Doubtful Debts

Prior to the completion of the Co-operative's financial statements, the directors took reasonable steps to ascertain that action had been taken in relation to writing off of bad debts and the provision for doubtful debts. In the opinion of directors, no provision for doubtful debts is required.

As at the date of this report, the directors are not aware of any circumstances, which would render the amount written off for bad debts, or the provision for doubtful debts in the Co-operative, inadequate to any substantial

Non-current Assets

Prior to the completion of the financial statements of the Co-operative, the directors took reasonable steps to ascertain whether any non-current assets were unlikely to be realised in the ordinary course of business other than at their values as shown in the accounting records of the Co-operative. Where necessary these assets have been written down or adequate provision has been made to bring the values of such assets to an amount that they might be expected to realise.

As at the date of this report, the directors are not aware of any circumstances, which would render the values attributed to non-current assets in the Co-operative's financial statements misleading.

Basis of Accounting

The directors of the Co-operative believe that the basis of preparation of the Financial Statements is appropriate and that the Co-operative will be able to conduct its normal operations in the next twelve months. The directors of the Co-operative resolved that the classification and carrying amounts of assets and liabilities included in these financial statements are appropriate.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 DIRECTORS' REPORT *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

Unusual Transactions

In the opinion of the directors, the results of the operations of the Co-operative during the financial year were not substantially affected by any item, transaction or event of a material unusual nature, nor has there arisen between the end of the financial year and the date of this report any item, transaction or event of a material unusual nature likely, in the opinion of the directors, to affect substantially the results of the operations of the Co-operative in the current financial year, other than those reflected in the Financial Statements.

Events Subsequent to Balance Date

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations of the Co-operative, the results of those operations or the state of affairs of the Co-operative in future financial years.

Other Circumstances

As at the date of this report:

- (i) no charge on the assets of the Co-operative has been given since the financial year ended 31 December 2017 to secure the liabilities of any other person;
- (ii) no contingent liabilities have arisen since the financial year ended 31 December 2017 for which the Co-operative could become liable; and
- (iii) no contingent liabilities or other liabilities of the Co-operative has become or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Co-operative to meet its obligations as and when they fall due.

As at the date of this report, the directors are not aware of any circumstances that have arisen, not otherwise dealt with in this report or the Co-operative's financial statements, which would make adherence to the existing method of valuation of assets or liabilities of the Co-operative misleading or inappropriate.

Auditor Independence

The directors have obtained an independence declaration from the Company's auditor, Ernst & Young. A copy of the auditor's independence declaration is set out in the Auditor's Independence Declaration to the Co-operative on page 5.

Directors' Benefits


Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than those included in the aggregate amount of emoluments received or due and receivable by directors shown in the financial statements or received as the fixed salary of a full-time employee of the Co-operative or of a related corporation) by reason of a contract made by the Co-operative or by a related corporation with the director or with a firm of which he is a member, or with a Co-operative in which he has a substantial financial interest.

Signed for and on behalf of the board and in accordance with a resolution of the directors.

Dated this 6th day of July 2018.



Chairman



Treasurer



Secretary

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
DIRECTORS' DECLARATION
FOR THE YEAR ENDED 31 DECEMBER 2017

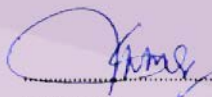
The Board of Directors of the Co-operative have made a resolution that declared:

- (a) in the directors' opinion, the financial statements and notes of the Co-operative for the financial year ended 31 December 2017:
 - (i) give a true and fair view of the financial position of the Co-operative as at 31 December 2017 and of the performance of the Co-operative for the year ended 31 December 2017; and
- (b) at the date of this declaration, in the Directors' opinion, there are reasonable grounds to believe that the Co-operative will be able to pay its debts as and when they become due and payable.

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



Chairman



Treasurer



Secretary

6 July 2018
Suva, Fiji.



Pacific House
Level 7
1 Bult Street Suva Fiji
PO Box 1359 Suva Fiji

Tel: +679 331 4166
Fax: +679 330 0612
ey.com

Auditor's Independence Declaration to the Directors of Fiji Teachers Union Co-operative Thrift Limited

As lead auditor for the audit of Fiji Teachers Union Co-operative Thrift Limited for the financial year ended 31 December 2017, I declare to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Fiji Teachers Union Co-operative Thrift Limited and the entity it controlled during the financial year.

Ernst & Young
Chartered Accountants

Steven Pickering
Partner

Suva, Fiji
6 July 2018



Building a better
working world

Pacific House
Level 7
1 Bull Street Suva Fiji
PO Box 1359 Suva Fiji

Tel: +679 331 4166
Fax: +679 330 0612
ey.com



INDEPENDENT AUDITOR'S REPORT

To the members of FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED

Report on the Audit of the Financial Statements

Qualified opinion

We have audited the Financial Statements of Fiji Teachers Union Co-operative Thrift and Credit Limited ("the Co-operative"), which comprise the statement of financial position as at 31 December 2017, and the statement of comprehensive income, the statement of changes in members' funds and reserves, the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, except for the effects, if any, of the matters detailed in the qualification paragraph below, the accompanying financial statements give a true and fair view of the financial position of the Co-operative as at 31 December 2017, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standard (IFRS) and the Co-operatives Act 1996.

Basis of Qualifications

The prior year comparative figures were not audited by us. Although the prior year accounts were audited, we have not been able to review the workpapers of the previous auditor. Our work related to current year balances has identified a number of matters which have been restated in the 31 December 2016 figures. As we have not performed a full re-audit of the 2016 recorded balances it is possible that some misstatements in those balances remain, which would have an impact on the 2017 financial performance.

Basis for Opinion

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

The management and Directors are responsible for the preparation and fair presentation of the Financial Statements in accordance with IFRS and the Co-operative Act 1996, and for such internal control as the management and Directors determine is necessary to enable the preparation of Financial Statements that are free from material misstatement, whether due to fraud or error.

Responsibilities of the management and Directors for the Financial Statements

In preparing the Financial Statements, the management and Directors are responsible for assessing the Co-operative'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 the management and Directors either intend to liquidate the Co-operative or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

The management and Directors are responsible for overseeing the Co-operative's financial reporting process.

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISA will always detect a material misstatement when it exists. Misstatements can arise from fraud and 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 the Financial Statements.



INDEPENDENT AUDITOR'S REPORT *continued*

As part of an audit in accordance with ISA, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Co-operative'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 the management's and Directors' 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 Co-operative's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures, are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Co-operative to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

In our opinion, the financial statements have been prepared in accordance with the requirements of the Co-operative Act 1996 in all material respects, and;

- a) we have been given all information, explanations and assistance necessary for the conduct of the audit;
- b) the co-operative has kept financial records sufficient to enable the financial statements to be prepared and audited.



Ernst & Young
Chartered Accountants



Steven Pickering
Partner
Suva, Fiji
6 July 2018

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 STATEMENT OF COMPREHENSIVE INCOME
 FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	2017 \$	Restated * 2016 \$
Interest income	5 (a)	1,871,081	2,194,874
Rental income		375,032	415,551
Other revenue	5(b)	44,724	71,277
Total income		2,290,837	2,681,702
Administrative expenses	5 (d)	(560,318)	(225,324)
Depreciation and amortisation expense		(33,002)	(31,521)
Property maintenance expense		(22,610)	(37,009)
Operating expenses	5(c)	(243,198)	(243,649)
Total administration and operating expenses		(859,128)	(537,503)
Profit from operations		1,431,709	2,144,199
Finance costs	5 (e)	(520,929)	(560,156)
Unrealised gain on available for sale shares		1,980	-
Profit before income tax		912,760	1,584,043
Income tax expense	6	(1,955)	(26,386)
Profit for the year		910,805	1,557,657
Other comprehensive income		-	-
Total comprehensive Income for the year, net of tax		910,805	1,557,657

* Certain amounts shown here do not correspond to the 2016 financial statements and reflect adjustments made. Refer note 26 to these Financial Statements.

The accompanying notes form an integral part of this Statement of Comprehensive Income.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 STATEMENT OF CHANGES IN MEMBERS' FUNDS AND RESERVES
 FOR THE YEAR ENDED 31 DECEMBER 2017

Members' funds and reserves	Note	2017 \$	Restated * 2016 \$
Members Hideaway shares			
Balance at 1 January		10,991,421	9,696,060
Movement during the year		497,299	1,295,361
Balance at 31 December	18	<u>11,488,720</u>	<u>10,991,421</u>
Members shares			
Balance at 1 January		42,839,526	40,356,027
Contributions during the year		6,423,396	6,649,429
		<u>49,262,922</u>	<u>47,005,456</u>
Withdrawals during the year		(2,496,503)	(2,922,275)
		<u>46,766,419</u>	<u>44,083,181</u>
Shares transferred to loan account		(693,590)	(1,243,655)
Balance at 31 December	20	<u>46,072,829</u>	<u>42,839,526</u>
Reserve fund			
Balance at 1 January		3,300,794	2,521,965
Operating profit		273,242	778,829
Balance at 31 December	21	<u>3,574,036</u>	<u>3,300,794</u>
Retained earnings			
Balance at 1 January		6,437,695	7,372,447
Operating profit		637,563	778,829
Less: interest on share capital declared		(1,841,203)	(1,713,581)
Balance at 31 December		<u>5,234,055</u>	<u>6,437,695</u>
Total members' funds and reserves		<u>66,369,640</u>	<u>63,569,436</u>

* Certain amounts shown here do not correspond to the 2016 financial statements and reflect adjustments made. Refer note 26 to these Financial Statements.

The accompanying notes form an integral part of this Statement of Changes in Members' Funds and Reserves.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 STATEMENT OF FINANCIAL POSITION
 AS AT 31 DECEMBER 2017

	Notes	2017 \$	Restated * 2016 \$
Assets			
Cash and cash equivalents	8	3,176,040	4,686,445
Trade and other receivables	7	151,576	173,037
Financial assets	9	1,017,480	2,000
Loans to members	14	37,895,444	36,447,727
Investment properties	11	17,265,000	17,265,000
Amount due from related parties	23 (c)	13,340,768	11,417,716
Investment in subsidiary	10	13,878,119	13,878,119
Property, plant and equipment	12	90,023	96,224
Intangible assets	13	69,586	-
Total assets		86,884,036	83,966,268
Liabilities			
Trade and other payables	16	2,386,016	2,099,818
Interest bearing borrowings	15	14,075,722	14,450,214
Employee entitlements	17	20,151	-
Deferred liability	19	2,544,138	2,360,386
Deferred tax liability	6	1,488,369	1,486,414
Total liabilities		20,514,396	20,396,832
Net assets		66,369,640	63,569,436
Members' funds and reserves			
Members Hideaway shares	18	11,488,720	10,991,421
Members shares	20	46,072,829	42,839,526
Reserve fund	21	3,574,036	3,300,794
Retained earnings		5,234,055	6,437,695
Total members' funds and reserves		66,369,640	63,569,436

* Certain amounts shown here do not correspond to the 2016 financial statements and reflect adjustments made. Refer note 26 to these Financial Statements.

The accompanying notes form an integral part of this Statement of Financial Position.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED 31 DECEMBER 2017

	Note	2017	2016
		\$	\$
Operating activities			
Receipts of interest, rentals and other income		2,368,417	2,681,702
Cash paid to suppliers and employees		(519,766)	(505,982)
Interest paid		(520,929)	(560,156)
Payment of interest on share capital to members		(1,713,570)	(1,614,241)
Net loans granted to members		(963,164)	(895,724)
Net cash flows used in Operating Activities		(1,349,012)	(894,401)
Investing activities			
Acquisition of plant and equipment		(26,812)	(28,091)
Acquisition of Intangible assets		(69,586)	-
Investment in term deposits		(1,013,500)	-
Net loan to subsidiary		(1,923,052)	(1,721,656)
Net cash flows used in Investing Activities		(3,032,950)	(1,749,747)
Financing activities			
Net proceeds from issue of shares to members		3,233,303	2,483,499
Repayment of interest bearing borrowings principal		(859,045)	(735,447)
Net proceeds from Hide-A-Way shares		497,299	1,295,361
Net cash flows provided by Financing Activities		2,871,557	3,043,413
Net decrease in cash and cash equivalents		(1,510,405)	399,265
Cash and cash equivalents at 1 January		4,686,445	4,287,180
Cash and cash equivalents at 31 December	8	3,176,040	4,686,445

The accompanying notes form an integral part of this Statement of Cash Flows.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017

1 Corporate Information

The financial statements of Fiji Teachers Union Co-operative Thrift and Credit Limited ("the Co-operative") for the year ended 31 December 2017 were authorised for issue in accordance with a resolution of the directors on _____.

Fiji Teachers Union Co-operative Thrift and Credit Limited is a co-operative incorporated and domiciled in Fiji Islands and operating under its own By-Laws. The principal activities of the Co-operative are described in Note 24.

2 Basis of preparation of the Financial Statements

The financial statements have been prepared on a historical cost basis except for investment properties that have been measured at fair value. The financial statements are presented in Fijian dollars and all values are rounded to the nearest dollar except when otherwise indicated.

Statement of compliance

The financial statements of Fiji Teachers Union Co-operative Thrift and Credit Limited have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board (IASB).

The financial statements provide comparative information in respect of the previous period of 2016.

First-time adoption of IFRS

The financial statements, for the year ended 31 December 2017, are the first the Co-operative has prepared in accordance with IFRS. For periods up to and including the year ended 31 December 2016, the Co-operative prepared its financial statements in accordance with International Financial Reporting Standards for Small and Medium Sized Entities ("IFRS for SMEs").

Accordingly, the Co-operative has prepared financial statements that comply with IFRS applicable as at 31 December 2017, together with the comparative period data for the year ended 31 December 2016, as described in the summary of significant accounting policies. In preparing the financial statements, the Co-operative's opening statement of financial position was prepared as at 1 January 2016, the Co-operative's date of transition to IFRS. There were no financial impact from the transition of IFRS for SMEs to IFRS.

Basis of consolidation

The Co-operative is an investment entity, therefore, it holds its investments in subsidiaries at fair value rather than consolidating the same. Investments in subsidiaries are classified as fair value through profit or loss in accordance with IFRS 9.

Going concern

The financial statements have been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

2.1 IFRS Standards issued but not yet effective.

These standards are interpretations that are issued, but not yet effective, up to the date of issuance of the financial statements are disclosed below. The Co-operative intends to adopt the standards when they become effective.

References	Summary	Application date
IFRS 15 Revenue from Contracts with Customers	Requires revenue to be recognised on satisfaction of the performance obligations specified under contracts	1 January 2018
IFRS 9 Financial Instruments	New requirements on recognition of expected credit losses	1 January 2018
IFRS 16 Leases	Requires operating leases to be recognised on balance sheet	1 January 2019

The Co-operative will review the impact of these standards in the next financial year.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED 31 DECEMBER 2017

2.2 Summary of significant accounting policies

a) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand and short term deposits with an original maturity of three months or less. For the purposes of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above.

b) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Such costs include the cost of replacing part of the plant and equipment when that cost is incurred, if the recognition criteria is met. When significant parts of property, plant and equipment are required to be replaced in intervals, the Co-operative recognises such parts as individual assets with specific useful lives and depreciation respectively. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria is satisfied. All other repair and maintenance costs are recognised in the statement of comprehensive income as incurred.

Depreciation is calculated on a straight line basis over the useful life of the asset as follows:

Computers	10.00%
Buildings	1.00%
Office renovation	10.00%
Equipment, furniture & fittings	10.00%
Motor vehicles	18.00%

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the period the asset is derecognised.

The assets' residual values, useful lives and methods of depreciation are reviewed at each financial year end, and adjusted prospectively, if appropriate.

c) Investment properties

Investment property is held for long-term rental yields or for capital appreciation or both, and is not occupied by the Co-operative.

Investment property is measured initially at cost including transaction costs. The carrying amount also includes the cost of replacing part of an existing investment property at the time that cost is incurred if the recognition criteria are met.

Subsequent to initial recognition, investment property is stated at fair value. Gains or losses arising from changes in the fair values are included in the statement of comprehensive income in the year in which they arise, including the corresponding tax effect.

Investment property is derecognised when it has been disposed of or permanently withdrawn from use and no future economic benefit is expected from its disposal. The difference between the net disposal proceeds and the carrying amount of the asset would result in either gains or losses at the retirement or disposal of investment property.

d) Fair value measurement

The Co-operative measures its investments in properties and subsidiaries as well as its investments in financial instruments, such as shares at fair value at each reporting date.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

2.2 Summary of significant accounting policies *continued*

d) Fair value measurement *continued*

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to the Co-operative. The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The fair value for financial instruments traded in active markets at the reporting date is based on their quoted price, without any deduction for transaction costs.

For all other financial instruments not traded in an active market, the fair value is determined using valuation techniques deemed to be appropriate in the circumstances. Valuation techniques include the market approach (i.e., using recent arm's length market transactions, adjusted as necessary, and reference to the current market value of another instrument that is substantially the same) and the income approach (i.e., discounted cash flow analysis and option pricing models making as much use of available and supportable market data as possible).

e) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and any accumulated impairment losses.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life is renewed at least at each financial year end. Changes in the expected useful life or expected pattern of consumption in future economic benefits embodied in the asset is accounted by changing the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in profit or loss in the expense category consistent with the function of the intangible assets. Gains or losses arising from the derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of comprehensive income when the asset is derecognised.

f) Income tax

The Co-operative is not liable for income tax under Part 2 (1) of Regulation 3 of the Income Tax Act Regulation 2016, however the exemption shall not exceed 8 years from the date of registration as a co-operative society.

This exemption applies to Co-operative where the activities of the Cooperative is to accept deposits from members and non-members and granting loans for productive purposes to members. Under Part 2 (2) of Regulation 3 of the Income Tax Act 2016, the exemption does not apply to income derived from a trade or business carried on by the Society. Thus interest income derived by the Cooperative is exempt from income tax, however rental income is subject to income tax.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

2.2 Summary of significant accounting policies *continued*

g) Financial assets

The Co-operative classifies its financial assets as loans and receivables and available-for-sale financial assets. The classification depends on the purpose for which the financial assets were acquired. Management determines the classification of its financial assets at initial recognition.

Loans and receivable financial asset

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, loans and receivables are carried at amortized cost using the effective interest method less any allowance for impairment. Gains and losses are recognized in the statement of comprehensive income when the loans and receivables are derecognized or impaired, as well as through the amortization process.

Available for sale financial asset

Available-for-sale financial assets are included in non-current assets unless management intends to dispose of the investment within 12 months of the statement of financial position date.

Investments in the Fiji TV is classified as available-for-sale financial assets and are accounted for at fair value.

Financial assets are de-recognized when the rights to receive cash flows from the investments have expired or have been transferred and the Co-operative has transferred substantially all risks and rewards of ownership.

Changes in the fair value of available-for-sale financial assets are recognized in other comprehensive income and included in the investment revaluation reserve.

When financial assets classified as available-for-sale are sold or impaired, the accumulated fair value adjustments recognized in the investment revaluation reserve are included in the statement of comprehensive income.

Dividends on available-for-sale financial assets are recognized in the statement of comprehensive income as part of revenue when the Co-operative's right to receive payments is established.

The Co-operative assesses at each balance date whether there is objective evidence that a financial asset is impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss (measured as the difference between the acquisition cost and the current fair value, less any impairment loss on the financial assets previously recognized in statement of comprehensive income) is removed from fair value reserve within equity and recognized in the statement of comprehensive income. Impairment losses recognized on equity instruments are not reversed through the statement of comprehensive income.

h) Loans to members

Loans to members are stated at principal loan advanced plus accrued interest.

i) Employee entitlements

Annual leave

The liability for annual leave is recognized in the provision for employee benefits. 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 remuneration rate expected to apply at the time of settlement.

Long service leave

The liability for long service leave is recognized in the provision for employee benefits and measured at the present value of expected future payments to be made in respect of services provided by employees up to the reporting date.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

2.2 Summary of significant accounting policies *continued*

j) Trade and other payables

Liabilities for trade creditors and other amounts are carried at cost (inclusive of VAT where applicable) which is the fair value of the consideration to be paid in the future for goods and services received whether or not billed to the entity. Amounts payable that have been denominated in foreign currencies have been translated to local currency using the rates of exchange ruling at the end of the financial year.

k) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the entity and revenue can be reliably measured. Rental income from the leasing of properties is recognised on an accrual basis. Interest income is accrued on the monthly outstanding balance at the prevailing interest rate of 6% per annum.

l) Comparative figures

Comparative figures have been amended where necessary, for changes in presentation in the current year. Refer to note 26 for prior year restatements.

3. Significant accounting judgments, estimates and assumptions

The preparation of the Co-operative's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

In the process of applying the Co-operative's accounting policies, management has made the following judgments, which has the most significant effect on the amounts recognised in the financial statements:

a) *Assessment as investment entity*

Entities that meet the definition of an investment entity within IFRS 10 are required to measure their subsidiaries at FVPL rather than consolidate them. The criteria which define an investment entity are, as follows:

- An entity that obtains funds from one or more investors for the purpose of providing those investors with investment management services;
- An entity that commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and
- An entity that measures and evaluates the performance of substantially all of its investments on a fair value basis.

The Co-operative's By-Laws details its objective of providing investment management services to investors. The objective of FTU CTCL is to provide its investors with maximum returns on their shares by investing in equities and property investments for the purpose of returns in the form of investment income and capital appreciation.

The Board has also concluded that the Co-operative meets the additional characteristics of an investment entity, in that it has more than one investment; the Co-operative's ownership interests are predominantly in the form of equities and property investments; it has more than one investor and its investors are not related parties.

The Board has concluded that the Co-operative meets the definition of an investment entity. These conclusions will be reassessed on a continuous basis, if any of these criteria or characteristics change.

b) *Impairment of loans*

Impairment of loan balances is assessed at an individual level as well as on a collective level. If there is objective evidence that impairment loss on loans and receivable financial assets has occurred, the carrying value of the asset is reduced by the use of an allowance account. The amount of the loss is recognized in the Statement of Comprehensive Income.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

3. Significant accounting judgments, estimates and assumptions *continued*

c) *Fair value gain to investment*

Gains or losses arising from changes in the fair value of investment property are included in the Statement of comprehensive income in the period in which they arise.

4. SEGMENT INFORMATION

The co-operative operates predominantly in the credit and property investment industry.

Business segments

The following tables present revenue and profit information and certain asset and liability information regarding the segments for the years ended 31 December 2017 and 2016.

Year ended 31 December 2017	Finance activities	Investment activities	Eliminations	Total
	\$	\$	\$	\$
Revenue				
Interest income	2,142,014	411	(271,345)	1,871,080
Rental income	-	375,032	-	375,032
Other revenue	43,729	995	-	44,724
	<u>2,185,743</u>	<u>376,438</u>	<u>(271,345)</u>	<u>2,290,836</u>
Results				
Administrative expenses	(549,815)	(10,502)	-	(560,317)
Depreciation and amortisation expense	(24,276)	(8,726)	-	(33,002)
Property maintenance expense	(174)	(22,436)	-	(22,610)
Operating expenses	<u>(161,749)</u>	<u>(81,449)</u>	<u>-</u>	<u>(243,198)</u>
Profit from operations	1,449,729	253,325	(271,345)	1,431,709
Finance costs	-	(792,274)	271,345	(520,929)
Income tax expense	-	(1,955)	-	(1,955)
Unrealised gain on available for sale shares	1,980	-	-	1,980
Net profit	<u>1,451,709</u>	<u>(540,904)</u>	<u>-</u>	<u>910,805</u>
Assets and liabilities				
Segment assets	3,874,384	17,895,320	-	21,769,705
Loan to members	47,898,113	-	(4,460,256)	43,437,857
Investment in subsidiary	-	13,878,119	-	13,878,119
Amount due from related parties	11,027,801	6,588,291	(9,817,737)	7,798,355
Total assets	<u>62,800,298</u>	<u>38,361,730</u>	<u>(14,277,993)</u>	<u>86,884,036</u>
Segment liabilities	(2,132,391)	(1,762,145)	-	(3,894,536)
Interest bearing borrowings	-	(18,535,978)	4,460,256	(14,075,722)
Deferred liability	(2,544,138)	-	-	(2,544,138)
Related party borrowings	-	(9,817,737)	9,817,737	-
Total liabilities	<u>(4,676,529)</u>	<u>(30,115,860)</u>	<u>14,277,993</u>	<u>(20,514,396)</u>
Other segment information				
Deferred tax liability	-	(1,488,369)	-	(1,488,369)

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

4. SEGMENT INFORMATION *continued*

Year ended 31 December 2016	Finance activities \$	Investment activities \$	Eliminations \$	Total \$
Revenue				
Interest income	2,404,020	1,049	(210,195)	2,194,874
Rental income	-	415,551	-	415,551
Other revenue	71,157	120	-	71,277
	<u>2,475,177</u>	<u>416,720</u>	<u>(210,195)</u>	<u>2,681,702</u>
Results				
Administrative expenses	(221,934)	(29,035)	-	(250,969)
Depreciation and amortisation expense	(28,662)	(2,859)	-	(31,521)
Property maintenance expense	(811)	(36,198)	-	(37,009)
Operating expenses	<u>(154,219)</u>	<u>(90,453)</u>	<u>-</u>	<u>(244,672)</u>
Profit from operations	2,069,551	258,175	(210,195)	2,117,531
Finance costs	-	(743,683)	210,195	(533,488)
Income expense	-	(26,386)	-	(26,386)
Net profit/(loss)	<u>2,069,551</u>	<u>(511,894)</u>	<u>-</u>	<u>1,557,657</u>
Assets and liabilities				
Segment assets	18,435,465	659,619	-	19,095,084
Loan to members	37,807,441	-	(4,522,412)	33,285,029
Investment in subsidiary	-	13,878,119	-	13,878,119
Amount due from related parties	2,777,070	23,368,730	(8,437,763)	17,708,037
Total assets	<u>59,019,976</u>	<u>37,906,468</u>	<u>(12,960,175)</u>	<u>83,966,268</u>
Segment liabilities	(1,876,920)	(1,709,312)	-	(3,586,232)
Interest bearing borrowings	-	(14,450,214)	-	(14,450,214)
Deferred liability	(2,360,386)	-	-	(2,360,386)
Related party borrowings	-	(12,960,175)	12,960,175	-
Total liabilities	<u>(4,237,306)</u>	<u>(29,119,701)</u>	<u>12,960,175</u>	<u>(20,396,832)</u>
Other segment information				
Deferred tax liability	-	(1,486,414)	-	(1,486,414)

5. REVENUE AND EXPENSES

	2017 \$	2016 \$
(a) Interest income		
Interest on loan from members	1,809,417	1,763,434
Interest on loan - Hideaway	-	385,629
Interest on term deposit	20,677	-
Bank interest	40,987	45,811
	<u>1,871,081</u>	<u>2,194,874</u>

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

5. REVENUE AND EXPENSES <i>continued</i>	2017	2016
(b) Other revenue	\$	\$
Sundry income	20,791	43,171
Entrance fee	484	960
Administration fee	23,449	27,146
	<u>44,724</u>	<u>71,277</u>
(c) Operating expenses	\$	\$
City rate	8,149	8,368
Electricity	19,892	18,336
Insurance	32,420	40,263
Salaries and wages	170,624	164,962
Business licenses	873	873
Chemicals	1,167	110
Pest control	4,391	5,100
Water	5,682	5,637
	<u>243,198</u>	<u>243,649</u>
(d) Administrative expenses	\$	\$
Advertising	1,034	628
Annual general meeting	29,421	33,059
Auditor's remuneration	21,746	13,000
Bank charges	7,451	11,482
Board Honorarium	2,850	2,850
Board members' allowances	13,884	14,111
Computer upkeep	19,177	12,442
Dispenser	606	325
Doubtful debts	233,284	-
Electronic data processing commission	332	362
Fax	250	276
FNPF Employer Contribution	16,709	11,558
FNU Levy	2,498	1,732
General expenses	10,784	1,822
Internet	2,218	4,458
Legal fee	33,433	651
Long service leave	20,151	-
Share of loss from subsidiary	-	518
Office expenses	9,592	10,470
Office rent	30,281	27,462
Pool Maintenance	-	505
Post box rental	39	39
Postage and Stamps	19,541	13,281
Printing and stationery	21,008	35,909
Service charges	491	-
Telephone	15,130	15,736
Training	450	460
Travel and accommodation	4,841	12,188
Union dues	43,117	-
	<u>560,318</u>	<u>225,324</u>

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

	2017	2016
5. REVENUE AND EXPENSES <i>continued</i>		
(e). Finance costs	\$	\$
Interest on WBC loan	<u>520,929</u>	<u>560,156</u>
6. INCOME TAX	\$	\$
Reconciliation of tax expense and accounting profit multiplied by Fiji's tax rate for 2017 and 2016:		
Operating loss before income tax attributed to CTCL Properties	<u>(538,950)</u>	<u>(485,508)</u>
Prima facie tax expense thereon at the rate of 20%	(107,790)	(97,102)
Tax losses not recognised	133,925	97,102
Restatement of deferred balances	<u>(24,180)</u>	<u>26,386</u>
Income tax expense attributable to operating loss	<u>1,955</u>	<u>26,386</u>
Deferred tax at 31 December relates to the following:		
Accelerated depreciation and revaluation of investments	<u>(1,488,369)</u>	<u>(1,486,414)</u>
	<u>(1,488,369)</u>	<u>(1,486,414)</u>
Represented on the statement of financial position:		
Deferred tax liability	<u>(1,488,369)</u>	<u>(1,486,414)</u>
	<u>(1,488,369)</u>	<u>(1,486,414)</u>
7. TRADE AND OTHER RECEIVABLES	\$	\$
Trade receivables	19,100	13,700
Income receivable- interest	7,177	-
Vodafone imprest	100,000	100,000
Other receivables	1,850	1,850
Admin fees receivable	<u>80,936</u>	<u>57,487</u>
	209,063	173,037
Provision for doubtful debts	<u>(57,487)</u>	<u>-</u>
	<u>151,576</u>	<u>173,037</u>
8. CASH AND CASH EQUIVALENTS	\$	\$
For the purposes of the statement of cash flows, cash and cash equivalents include cash on hand and in banks and investment in money market instruments. Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows is reconciled to the related items in the statement of financial position as follows:		
	\$	\$
Cash at bank	1,720,379	2,075,711
Cash at bank - IMP	707,088	1,241,115
Cash at Bank - RF	71,490	671,667
Cash at bank - Hideaway RF	(921)	891
Cash at bank-WP	5,015	40,580
Cash at bank - Dividend	672,489	655,521
Petty cash imprest	500	400
	<u>3,176,040</u>	<u>4,686,445</u>
9. FINANCIAL ASSETS	\$	\$
Available-for-sale financial assets		
Shares in Fiji Television Limited	3,980	2,000
Held-to-maturity investments		
Term deposit	9(a) <u>1,013,500</u>	<u>-</u>
	<u>1,017,480</u>	<u>2,000</u>

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

9. FINANCIAL ASSETS *continued*

Particulars relating to financial assets:

- (a) Term deposits are placed with Westpac Banking Corporation and Kontiki Finance Limited and earn interest at 3% to 5% per annum. The terms of the deposits are for 12 months.

10. INVESTMENT IN SUBSIDIARY

Hide-A-Way Resort Limited - ordinary shares

	2017 \$	2016 \$
	13,878,119	13,878,119

Particulars relating to financial assets:

- (a) The Co-operative owns 528,852 ordinary shares (90.66%) in Hide-A-Way Resort Limited and has full control over the subsidiary company. The results of Hide-A-Way Resort Limited are not consolidated in these financial statements as the Co-operative is an investment entity and therefore was required to hold the investment in subsidiary at fair value rather than consolidating the results. However, the investment in subsidiary was not recorded at cost value at year end.

11. INVESTMENT PROPERTIES

Nailuva road

At 1 January

	\$	\$
	1,470,000	1,470,000
	1,470,000	1,470,000

At 31 December

Rewa street

At 1 January

	2,135,000	2,135,000
	2,135,000	2,135,000

At 31 December

Tower 2000

At 1 January

	6,300,000	6,300,000
	6,300,000	6,300,000

At 31 December

Knolly Street land

At 1 January

	1,945,000	1,945,000
	1,945,000	1,945,000

At 31 December

Vuda land

At 1 January

	5,415,000	5,415,000
	5,415,000	5,415,000

At 31 December

Net book value

	17,265,000	17,265,000
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During the year, the Co-operative changed its accounting policy for investment properties from the cost model to the fair value model as it has been designated an investment entity. The Co-operative's investment properties have now been recognised at fair value based on an independent valuation prepared by a registered valuer, Pacific Valuations Limited. The valuation has been adopted by the Directors and retrospectively incorporated into the values of the individual investment properties as at 1 January 2016. Consequently, all depreciation since that date have been reversed.

The gain from revaluation amounted to \$10,404,639. These were for the following properties:

	Revaluation gain \$
Nailuva road	1,107,065
Rewa street	1,274,344
Tower 2000	2,721,344
Knolly Street land	1,812,987
Vuda land	3,488,899
Total revaluation gain	10,404,639

There was no valuation performed for the freehold land located in Vuda.

Property rental income earned by the Co-operative from its investment properties amounted to \$376,032 (2016: \$415,551).

The investment properties disclosed under Note 11 are mortgaged to Westpac Banking Corporation.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

12. PROPERTY, PLANT AND EQUIPMENT	Land and Building	Office renovation	Computers	Furniture and fittings	Office and gym equipment	Motor Vehicles	Tools	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Cost:								
At 1 January 2017	11,680	79,808	76,556	198,558	43,714	46,000	1,988	458,304
Additions	-	-	7,832	6,677	12,165	-	138	26,812
At 31 December 2017	11,680	79,808	84,388	205,235	55,879	46,000	2,126	485,116
Depreciation and impairment:								
At 1 January 2017	(5,692)	(46,919)	(71,774)	(188,920)	(13,686)	(34,500)	(589)	(362,080)
Depreciation charge for the year	-	(7,981)	(5,130)	(7,367)	(4,038)	(8,280)	(217)	(33,013)
At 31 December 2017	(5,692)	(54,900)	(76,904)	(196,287)	(17,724)	(42,780)	(806)	(395,093)
Net book value - 31 December 2016	5,988	32,889	4,782	9,638	30,028	11,500	1,399	96,224
Net book value - 31 December 2017	5,988	24,908	7,484	8,948	38,155	3,220	1,320	90,023

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS continued
 FOR THE YEAR ENDED 31 DECEMBER 2017

13. INTANGIBLE ASSETS	2017 \$	2016 \$
At 1 January	-	-
Additions	69,586	-
Net book value	<u>69,586</u>	<u>-</u>
14. LOANS TO MEMBERS	\$	\$
Balance as at 31 December	38,071,241	36,447,727
Deduct: Provision for Doubtful debts	(175,797)	-
	<u>37,895,444</u>	<u>36,447,727</u>

Internal term loans for Tower, Rewa and CTCL Properties amounting to \$3,276,591, \$1,183,665 and \$9,817,737 respectively at year end, were eliminated from the loans to members.

- (i) As at 31 December 2017, the balance of loans receivable from the board and the committee members of the Co-operative amounted to \$366,244 (2016: \$423,031); and
- (ii) A sum of \$175,797 (2016: \$nil) was recorded as allowance for impairment losses.

15. INTEREST BEARING BORROWINGS	\$	\$
Current		
Secured loan - Westpac Banking Corporation	<u>1,387,106</u>	<u>1,125,297</u>
Non-current		
Secured loan - Westpac Banking Corporation	<u>12,688,616</u>	<u>13,324,917</u>
Total interest bearing borrowings	<u>14,075,722</u>	<u>14,450,214</u>

Particulars relating to Interest bearing borrowings:

- a) The Co-operative has two loan facilities with Westpac Banking Corporation. The loan facilities attracts an interest rate of 7.50% per annum and is for 12 years. While, the other attracts 10.70% and is for 5 years. Total monthly repayments of \$121,286 is paid by the Co-operative. The bank loans are secured by:
- i. Registered first fixed and floating charge by the borrower over all its assets and undertaking including its uncalled and called but unpaid capital;
 - ii. Unlimited guarantee by Hideaway Resort Limited;

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
NOTES TO THE FINANCIAL STATEMENTS *continued*
FOR THE YEAR ENDED 31 DECEMBER 2017

15. INTEREST BEARING BORROWINGS *continued*

Particulars relating to interest bearing borrowings *continued* :

- iii. Registered first fixed and floating charge (stamped collateral) by Hideaway Resort Limited over all its Assets and undertakings including its uncalled and called but unpaid capital;
- iv. Registered first all monies mortgage no. 764169 (stamped collateral) by Hideaway Resort Limited over Native Lease no. 15937;
- v. Registered first all monies mortgage no. 764169 (stamped collateral) by Hideaway Resort over: Crown Lease no. 18176 being allotment 1 Lot 3 and 14;
- vi. Collateral deed over Hotel and Liquor license (stamped collateral) between Hideaway Resort Limited or Licensee and Westpac;
- vii. Unlimited Guarantee by Co-operative Thrift and Credit Investment Ltd registered first fixed and floating charge by Co-operative Thrift and Credit Investment Limited over all its assets and undertakings including its uncalled and called but unpaid capital;
- viii. Registered first all monies mortgage (stamped collateral) by Fiji Teachers Union Co-operative Thrift and Credit Limited over: CT NO. 22115/22116, CT NO. 12720, Allotment 2 on DP 7119, Knolly street, Suva, CT no. 27946 and CT no. 15272/ 15273; and
- ix. Security over deposit (stamped \$100) by over:
 - Term deposit number: 9805861789
 - Maturity Date: 12/09/2018
 - Amount: \$500,000.

	2017	2016
	\$	\$
16. TRADE AND OTHER PAYABLES		
Trade accounts payable	90,377	8,237
Interest on share capital payable	1,996,615	2,031,859
Other payables	299,024	59,722
Total trade and other payables	<u>2,386,016</u>	<u>2,099,818</u>

Terms and conditions of the above financial liabilities:

- Trade payables are non-interest bearing and are normally settled on 30-day terms; and
- Other payables are non-interest bearing and mainly consists of rental deposits.

17. EMPLOYEE ENTITLEMENTS	\$	\$
Non-current		
Long service leave	<u>20,151</u>	<u>-</u>

18. MEMBERS HIDEAWAY SHARES

Members of the Cooperative are given the opportunity to invest their funds in Hide-A-Way Resort Limited, which is the subsidiary company of the Cooperative through a share scheme. The minimum shares of \$390 and maximum of \$5,850 are offered to its members. Members are able to purchase more shares at any point in time provided that the limit is not exceeded.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
NOTES TO THE FINANCIAL STATEMENTS *continued*
FOR THE YEAR ENDED 31 DECEMBER 2017

19. Deferred liability

Deferred liability represents In-house Mortgage Protection (IMP) fees charged at 0.5% on the loans taken by members. The amount is deferred and utilized against the loan taken by members upon the death of a member.

	2017	2016
	\$	\$
In-house Mortgage Protection (IMP)	<u>2,544,138</u>	<u>2,360,386</u>

20. MEMBERS SHARES

- (i) In accordance with Section 5 of the By Laws of the Cooperative, members have to subscribe shares of the Cooperative. The par value of each members share is not less than one dollar and the minimum number of shares held by each member shall be \$20. The shares are payable at the time of application.
- (ii) The maximum amount of shares, which may be held by any one member, shall be established from time to time by resolution of the board.
- (iii) Section 5 of the Cooperative's By Laws further states that money paid on account of shares may be withdrawn in whole or in part subject to any indebtedness of the Cooperative.
- (iv) Shares may be transferred from one member to their appointed nominee under Section 6 of the By Laws.
- (v) In accordance with the Section each year, the Board may declare interest on share capital from the remainder of the surplus after the statutory contribution to the reserve fund.

21. RESERVE FUND

In accordance with Section 100 of the Co-operative Act 1996 and Section 16 of the FTU CTCL Supplementary By-laws:

- (i) Co-operative shall maintain a reserve fund which shall be indivisible and no member shall be entitled to claim a specific share of it;
- (ii) The Co-operative shall allocate to the statutory reserve fund at least thirty percent of its surplus resulting from the transactions of the co-operative with its members during the financial year. The entire surplus resulting from the transactions with non-members of the co-operative during the financial year shall be allocated to the reserve fund. Until such time as the total amount in the reserve fund reaches at least half the value of the total assets of the co-operative the co-operative may reduce its allocation to the reserve fund to at least five percent of its surplus; and
- (iii) The reserve fund shall be utilised for the development of the Co-operative.

22. COMMITMENTS AND CONTINGENT LIABILITIES

- a) Contingent liabilities at balance date amounts to \$nil (2016: nil).
- b) Capital commitments at balance date amounts to \$nil (2016: nil).
- c) Operating lease income:

	\$	\$
Future lease commitments in respect of operating lease are as follows:		
Within one year	309,585	23,400
Later than one year but not more than five years	62,900	93,600
Later than 5 years	<u>372,485</u>	<u>117,000</u>

The Co-operative leases rental properties based on a fixed annual rental charge.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

22. COMMITMENTS AND CONTINGENT LIABILITIES <i>continued</i>	2017	2016
d) Operating lease expense:	\$	\$
Future lease commitments in respect of operating lease expense are as follows:		
Within one year	11,400	11,400
Later than one year but not more than five years	34,350	40,800
Later than 5 years	-	4,950
	<u>45,750</u>	<u>57,150</u>
The Co-operative leases rental properties based on a fixed annual rental charge.		
e) Guarantees:	\$	\$
Bank guarantees - EFL deposit	<u>59,680</u>	<u>59,680</u>

23. RELATED PARTY TRANSACTIONS

a) Identity of related parties

Board of directors

The names of persons who were directors of the Co-operative at any time during the financial year are as follows:

Agni Deo Singh (Chairman)	Gyan Prasad
Govind Singh (Vice Chairman)	Narain Gounder
Arun Prasad (Secretary)	Sashi Mahendra Shandil
Pranesh Kumar (Treasurer)	Rohit Deo
Emanuel Kumar (Assistant Secretary)	Navinesh Prasad (deceased)
Ajeshni Lal	Mustafa Khan

Key management personnel

The following persons were the executive identified as key management personnel, with the greatest authority and responsibility for planning, directing and controlling the activities of the Co-operative.

Chandar Dutt (Chief Executive Officer)

b) Transactions with related parties		2017	2016
Entity	Transaction	\$	\$
Key management personnel	Short term employee benefits	<u>13,884</u>	<u>-</u>
c) <i>Amount receivable from related party</i>			
Loan receivable from subsidiary		<u>13,340,768</u>	<u>11,417,716</u>

24. PRINCIPAL ACTIVITY

The principal activities of the Co-operative in the course of the financial year were that of promoting thrift among its members, receiving the savings of its members, to grant loan to its members and to invest member savings. The Co-operative also holds investment properties which earns rental income.

25. SUBSEQUENT EVENTS

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations of the Co-operative, the results of those operations or the state of affairs of the Co-operative in future financial years.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 NOTES TO THE FINANCIAL STATEMENTS *continued*
 FOR THE YEAR ENDED 31 DECEMBER 2017

26. PRIOR PERIOD RESTATEMENTS

Prior period restatements relate to the following:

- i. The Co-operative incorrectly recorded a loan of \$5,915,734 for Hideaway Vuda Resort to property, plant and equipment instead of the loan account;
- ii. Land and building of \$17,647,058 owned by Hide-A-Way Resort Limited was incorrectly recorded in the book of account of the Co-operative. The Co-operative does not own the land and building and thus incorrectly recorded the land and building of Hide-A-Way Resort Limited;
- iii. Income receivables of \$118,509 related to unclaimed monies in prior years was incorrectly recorded as a receivable as was not owing from members;
- iv. The Co-operative incorrectly recorded term loans for Vuda and Hide-A-Way amounting to \$9,172,791 however the amounts were not payable;
- v. The Co-operative incorrectly recorded Hide-A-Way share receivable from members amounting to \$8,214,352 however shares were not yet purchased by members;
- vi. The Co-operative did not record deferred tax liability arising from prior years amounting to \$1,137,524;
- vii. The Term loan Rewa was understated by \$86,396 at year end;
- viii. Investment properties was reclassified from property, plant and equipment of \$6,810,057. There was a change in the accounting policy as disclosed in Note 11 that resulted in a retrospective adjustment for the fair value given on investment properties of \$10,454,943; and
- ix. The loan portfolio included an account for CTCL Properties, of which \$5,282,776 was incorrectly recorded as loan receivable.

The impact of the prior period restatements is as follows:

	Initially recorded	Adjustment	Restated
Statement of Comprehensive Income			
Interest on share capital	1,713,581	(1,713,581)	-
Statement of Financial Position			
Property, plant and equipment	30,469,063	(40,827,782)	96,224
Investment properties	-	17,265,000	17,265,000
Amount due from related parties	5,501,982	5,915,734	11,417,716
Term Loan - Rewa	1,071,780	86,395	1,158,175
Deferred tax liability	-	(1,486,414)	(1,486,414)
Share receivable - Hideaway	8,214,352	(8,214,352)	-
Term Loan - Vuda	6,427,153	(1,926,101)	4,501,052
Term Loan - Hideaway Resort & Spa	2,745,638	(2,745,638)	-
Loans receivable	31,164,951	5,282,776	36,447,727
Income receivables	291,546	(118,509)	173,037
	<u>85,886,465</u>	<u>(26,768,891)</u>	<u>69,572,517</u>
Statement of Changes in Members' Funds and Reserves			
Equity	74,094,410	(10,524,974)	63,569,436
Statement of Cash flows			
No impact	-	-	-
27. CO-OPERATIVE DETAILS			
Co-operative incorporation			
The Co-operative is incorporated in Fiji under the Co-operative Act 1996.			
Registered office/principal place of business			
1-3 Berry Road			
Suva			
Fiji Islands			
Number of employees at the end of the year		2017	2016
Finance and administration		<u>9</u>	<u>9</u>

**FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
DISCLAIMER ON ADDITIONAL FINANCIAL INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2017**

Disclaimer on additional financial information

The following additional information, being the detailed income statement has been compiled by the management of Fiji Teachers Union Co-operative Thrift and Credit Limited and does not form part of the financial statements.

No audit or review has been performed by Ernst & Young and accordingly no assurance is expressed by Ernst & Young.

To the extent permitted by law, Ernst & Young does not accept liability for any loss or damage which any person, other than Fiji Teachers Union Co-operative Thrift and Credit Limited may suffer arising from any negligence on our part. No person should rely on the additional financial information without having an audit or review conducted.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 STATEMENT OF FINANCIAL PERFORMANCE FOR CTCL
 FOR THE YEAR ENDED 31 DECEMBER 2017

	2017 \$	2016 \$
Income		
Bank interest	40,576	44,762
Interest- term deposits	20,677	-
Loan interest - CTCL	1,855,462	1,763,434
Loan interest - Tower/Rewa	225,300	210,195
Loan interest - Hideaway	-	385,629
Entrance fee	484	960
Unclaimed dividend	-	12,828
Administration fee	23,449	27,146
Sundry income	19,806	30,223
Unrealised gain on shares	1,980	-
	<u>2,187,734</u>	<u>2,475,177</u>
Expenses		
Advertising	979	573
Annual general meeting	29,421	33,059
Audit fee	21,746	13,000
Board members' allowances	13,884	14,111
Board honorarium	2,850	2,850
Electronic data processing commission	332	362
Computer upkeep	19,177	12,442
Internet	2,218	4,458
Depreciation	24,276	28,662
Dispenser	606	325
Doubtful debts	233,284	-
Electricity	9,588	9,232
Office expenses	9,592	10,470
Fax	250	276
FNPF employer contribution	16,709	11,558
Insurance	5,237	3,206
Long service leave	20,151	-
Office rent	30,281	27,462
Union fees	43,117	-
Post box rental	39	39
Postage and stamps	19,541	13,281
Printing and stationery	21,008	35,909
Repairs and maintenance	174	811
Salaries and wages	146,924	141,290
Legal fee	25,285	-
Bank charges	7,204	10,932
Telephone	14,860	15,541
Travel and accommodation	4,778	12,139
FNU levy	2,498	1,732
Training	450	460
General expenses	9,566	955
Water	-	491
	<u>736,025</u>	<u>405,626</u>
Net profit from operations	<u>1,451,709</u>	<u>2,069,551</u>

This statement of financial performance is to be read in conjunction with the disclaimer set out on page 28.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 STATEMENT OF FINANCIAL POSITION FOR CTCL
 FOR THE YEAR ENDED 31 DECEMBER 2017

	2017	2016
	\$	\$
Assets		
Cash at bank	1,720,379	2,075,711
Cash at bank - dividend	100,561	77,056
Cash at bank - IMP	707,088	1,241,115
Cash at bank - RF	71,490	671,667
Cash on hand	400	300
Rent deposit	1,850	1,850
Income receivable	30,626	443,115
Loans to members	35,792,863	37,807,441
Receivable from Hideaway Resort	6,752,477	5,313,986
Loans receivable - Hideaway Shares	6,562,837	2,777,070
Receivable from CTCL Properties	9,817,737	8,437,763
Vodafone M-Paisa imprest (Business)	100,000	100,000
Property, plant and equipment	54,924	70,902
Intangible assets	69,586	-
Financial assets	1,017,480	2,000
Total assets	<u>62,800,298</u>	<u>59,019,976</u>
Liabilities		
Trade and other payables	115,625	7,927
Provision for interest in share capital	1,996,615	1,868,993
Employee entitlements	20,151	-
Deferred income	2,544,138	2,360,386
Total liabilities	<u>4,676,529</u>	<u>4,237,306</u>
Net assets	<u>58,123,769</u>	<u>54,782,670</u>
Members' funds and reserves		
Members contribution	46,072,829	42,839,528
Member Hideaway shares	11,488,720	10,991,422
Reserve fund	3,432,259	2,521,965
Retained earnings	(2,870,039)	(1,570,245)
Total members' funds and reserves	<u>58,123,769</u>	<u>54,782,670</u>

This statement of financial performance is to be read in conjunction with the disclaimer set out on page 28.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 STATEMENT OF FINANCIAL PERFORMANCE FOR CTCL - PROPERTIES
 FOR THE YEAR ENDED 31 DECEMBER 2017

	2017 \$	2016 \$
Income		
Bank interest	411	1,049
Rental income	375,032	415,551
Sundry income	995	120
	<u>376,438</u>	<u>416,720</u>
Expenses		
Advertising	55	55
Bank charges	247	550
Business licenses	873	873
Chemicals	1,167	110
City rate	8,149	8,368
Depreciation	8,726	2,859
Electricity	10,304	9,104
General expenses	1,229	867
Insurance	27,183	37,057
Interest on loan- external	520,929	533,488
Interest on loan- tower	271,344	236,863
Legal fee	8,148	651
Share of loss from subsidiary	-	518
Pest control	4,391	5,100
Pool maintenance	-	505
Repairs and maintenance- building	18,249	24,902
Repairs and maintenance- equipment	2,727	2,898
Repairs and maintenance- lift	1,460	7,893
Salaries and wages	23,700	24,177
Service charges	491	-
Telephone	270	195
Travel and accommodation	63	49
Water	5,682	5,146
	<u>915,387</u>	<u>902,228</u>
Net loss from operations	(538,949)	(485,508)
Income tax expense	(1,955)	(26,386)
Net loss	<u>(540,904)</u>	<u>(511,894)</u>

This statement of financial performance is to be read in conjunction with the disclaimer set out on page 28.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED
 STATEMENT OF FINANCIAL POSITION FOR CTCL - PROPERTIES
 FOR THE YEAR ENDED 31 DECEMBER 2017

	2017 \$	2016 \$
Assets		
Cash at bank	5,015	40,580
Cash at bank - dividend	571,928	578,465
Cash at bank - Hideaway reserve fund	(921)	891
cash at bank- Rewa	-	560
Receivable from Hideaway Resort	6,588,291	6,103,730
Cash on hand	100	100
Rent receivable	19,100	13,700
Investment property	17,265,000	17,265,000
Investment in subsidiary	13,878,119	13,878,119
Property, plant and equipment	35,098	25,323
Total assets	<u>38,361,730</u>	<u>37,906,468</u>
Liabilities		
Trade and other payables	79,021	870
Interest bearing borrowings- external	14,075,722	14,450,214
Interest bearing borrowings- Rewa	1,183,665	1,158,175
Interest bearing borrowings- Tower	3,276,591	3,364,237
Payable to CTCL	9,817,737	8,437,763
Rent deposit	59,622	59,162
Provision for dividend	135,140	162,866
Deferred tax liability	1,488,369	1,486,414
Total liabilities	<u>30,115,867</u>	<u>29,119,701</u>
Net assets	<u>8,245,863</u>	<u>8,786,767</u>
Accumulated funds		
Retained earnings	8,245,863	8,786,767
Total accumulated funds	<u>8,245,863</u>	<u>8,786,767</u>

This statement of financial performance is to be read in conjunction with the disclaimer set out on page 28.

DEFAULTERS_ANNUAL_REPORT

TPF	Name	Amount	Date	T/L	Status	
42868	Kamal K Singh	933.10	1987/AUG	F/L	MIGRATED	
8032	Elenoa Sikivou	572.32	1987/JUL	F/L	MAHARAJ & ASSOCIATES	
5451	Inoke Sikivou	4874.60	1987/JUL	F/L		
42528	Krishna Naidu	392.51	1987/JUN	S/L	MIGRATED	
9449	D K Narayan	286.38	1987/OCT	S/L	L/BAY SEC SCHOOL	
42077	Akhilesh Kumar	517.32	1987/SEP	S/L	NADI MUSLIM	
6883	Premila D Singh	471.75	1988/DEC	S/L	MIGRATED	
6561	Mehar Nisha	6446.14	1988/FEB	F/L	DUDLEY HIGH SCHOOL	
43603	S Singh	679.56	1988/FEB	F/L	BOX 281 LABASA	
8736	Anil Chand	11.40	1988/JAN	S/L	MIGRATED	
7779	Ist Deo Maharaj	156.31	1988/JAN	S/L	MIGRATED	
9769	Sant Kumar	639.96	1988/JAN	F/L	CASE WITH SOLICITORS	
42197	Pratap Singh	193.07	1988/MAR	S/L	BOX 751 BA	
9919	Yashoda Reddy	522.14	1989/APR	S/L	LAUTOKA MUSLIM	
43559	Rajendra S Prasad	326.98	1989/FEN	S/L	MIGRATED	
5840	Sahidan Hussein	431.71	1989/JAN	S/L	SIGATOKA PRIMARY	
9897	Anil Kumar	563.58	1990/JAN	F/L	RABULU INDIAN	
43705	Sushil K Sukul	444.68	1990/JAN	F/L	VOTUALEVU HIGH NADI	
4367	Vijay Kumar	3106.10	1990/JAN	F/L	MIGRATED	
43502	Narendra N Singh	95.19	1990/MAY	S/L	MIGRATED	
6956	Rajendra K Mishra	101.92	1992/JAN	S/L	MIGRATED	
43039	Vijay Anand	80.79	1992/JAN	S/L	MIGRATED	
7002	Savitri Prasad	14.27	1992/MAY	S/L	BOX 353 LAUTOKA	
55684	Narayan Gounder	322.43	1993	S/L	NADI MUSLIM COLLEGE	NOT IN SERVICE
55064	Madan Sen	339.73	1993/AUG	S/L	BOX 425 BA	
54490	Rosa Tataga	192.40	1994/JAN	S/L	RT SUKUNA MEM	NO RE-SPONSE
9778	Sarita D Harak	91.82	1994/JUN	S/L	MIGRATED	
42424	Vishnu Prasad	12.08	1994/SEP	S/L	MIGRATED	
55298	A Chandra	49.09	1995/JUL	S/L	BOX 1011 BA	
9279	Kiran W Anganu	44.17	1995/MAR	S/L	MIGRATED	
54752	Vieri Delai	154.81	1995/OCT	S/L	FIT SAMABULA	NOT IN SERVICE
42328	Radha Kumar	70.46	1996/AUG	S/L	KULUKULU PUBLIC	
8532	Rup Ram Lal	41.89	1996/AUG	S/L	MIGRATED	
54318	Ambika Chand	26.52	1996/FEB	S/L	BOX 2590 BA	
54666	Vasemaca S Savu	76.66	1996/SEP	S/L	BOX 10240 NABUA	RE-SIGNED
8129	Sheik Asim	36.13	1997/FEB		MIGRATED	
42293	A K kumar	40.35	1997/JUL	S/L	BOX 367 SIGATOKA	RESIGN 11/7
5183	Jagjiwan Prasad	2997.83	1997/JUL	F/L	MIGRATED	
9250	Keasi Rokobuna Semo	151.14	1997/MAR	S/L	BOX 6063 NASINU	TERMINATED

56450	Jitendra Naicker	62.51	1998/AUG	S/L	BOX 1569 LABASA	NOT IN SERVICE
55668	David Simmons Abraham	148.95	1998/JUN	S/L	BOX 7700 VALELEVU	
42081	Damodar Gounder	476.77	1998/MAR	S/L	MIGRATED	
6353	Mohammed Habib	1064.60	1998/MAY	F/L	MIGRATED	
7171	Moh'd Ibrahim	7.66	1998/MAY	S/L	MIGRATED	
54203	A C Lal	499.65	2000/FEB	Ins/pymt	MIGRATED	
5083	Suruj Deo	20292.32	2001/JAN	F/L	CASE WITH SOLICITORS	
55154	Amresh Chand	123.23	2002/FEB	S/L	MIGRATED	
43786	Abdul Hakim	8872.90	2002/SEP	F/L	TERMINATED:CASE WITH SOLICITORS	
G3605	Ponipate Kabui	442.06	2002/SEP	S/L	RESIGNED	
68077	Susana Ligila Rakaseta	70.50	2003/JAN	E/L	RESIGNED	
54817	Davendra Kumar	156.43	2003/JUL	S/L	RESIGNED	
57845	Muthu Krishna	249.01	2004/APR	F/L	RESIGNED	
G3187	Peni D Seru	71.95	2004/OCTS/L		STUDY LEAVE WITHOUT PAY	
7419	Veena Devi Lal	847.66	2005/FEB	E/L	RESIGNED	
67579	Ronil Vikash Chand	30.56	2005/APR	S/L	MIGRATED	
66281	Subhan Khan	780.36	2005/AUG	S/L	RESIGNED	
66569	Manoj Kumar	4783.67	2005/OCT	F/L	TERMINATED:CASE WITH SOLICITORS	
8650	Verenaisi Ole	3684.19	2006/JAN	F/L	MIGRATED: CASE WITH SOLICITORS	
66114	Bob Nitin Prasad	273.04	2007/AUG	S/L	MIGRATED	
6663	Apakuki Divi	395.64	2008/JUN	E/L	RETIRED	
5174	Armogam Padayachi	280.42	2008/JUL	E/L	CASE WITH SOLICITORS	
80275	Avinesh Prasad	31.01	2008/NOV	S/L	RESIGNED	
57218	Sekove Waqa	65.03	2009/MAR	E/L	RESIGNED	
G3603	Komal Keshni Prasad	228.10	2009/JUN	F/L	MIGRATED	
G3374	Josateki T Vunisea	74.17	2009/JUL	E/L	RESIGNED	
G3867	Arun Padarath	297.87	2009/JUL	S/L	RESIGNED	
G1158	Ponipate Raboiliku	106.08	2009/AUG	E/L	RESIGNED	
G1855	Filimoni Saumaki	519.67	2009/AUG	E/L	STUDY LEAVE WITHOUT PAY	
69080	Shalesh K Nand	174.25	2010/JAN	S/L	RESIGNED	
80015	Anareta Kaunilagilagi	718.96	2010/JAN	E/L	STUDY LEAVE WITHOUT PAY	
67865	Sailosi Koroibola	131.97	2010/JUL	S/L	RESIGNED	
56499	Ralisa N Ligairi	268.76	2010/MAY	F/L	TERMINATED	
		\$72,739.24				

DEFAULTERS AS AT 31ST MARCH, 2015						
TPF	Name	Amount	Date	T/L	Status	
42868	Kamal K Singh	933.10	1987/AUG	F/L	MIGRATED	
8032	Elenoa Sikivou	572.32	1987/JUL	F/L	MAHARAJ & ASSOCIATES	
5451	Inoke Sikivou	4874.60	1987/JUL	F/L		
42528	Krishna Naidu	392.51	1987/JUN	S/L	MIGRATED	
9449	D K Narayan	286.38	1987/OCT	S/L	L/BAY SEC SCHOOL	
42077	Akhilesh Kumar	517.32	1987/SEP	S/L	NADI MUSLIM	
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6561	Mehar Nisha	6446.14	1988/FEB	F/L	DUDLEY HIGH SCHOOL	
43603	S Singh	679.56	1988/FEB	F/L	BOX 281 LABASA	
8736	Anil Chand	11.40	1988/JAN	S/L	MIGRATED	
7779	Ist Deo Maharaj	156.31	1988/JAN	S/L	MIGRATED	
9769	Sant Kumar	639.96	1988/JAN	F/L	CASE WITH SOLICITORS	
42197	Pratap Singh	193.07	1988/MAR	S/L	BOX 751 BA	
9919	Yashoda Reddy	522.14	1989/APR	S/L	LAUTOKA MUSLIM	
43559	Rajendra S Prasad	326.98	1989/FEN	S/L	MIGRATED	
5840	Sahidan Hussein	431.71	1989/JAN	S/L	SIGATOKA PRIMARY	
9897	Anil Kumar	563.58	1990/JAN	F/L	RABULU INDIAN	
43705	Sushil K Sukul	444.68	1990/JAN	F/L	VOTUALEVU HIGH NADI	
4367	Vijay Kumar	3106.10	1990/JAN	F/L	MIGRATED	
43502	Narendra N Singh	95.19	1990/MAY	S/L	MIGRATED	
6956	Rajendra K Mishra	101.92	1992/JAN	S/L	MIGRATED	
43039	Vijay Anand	80.79	1992/JAN	S/L	MIGRATED	
7002	Savitri Prasad	14.27	1992/MAY	S/L	BOX 353 LAUTOKA	
55684	Narayan Gounder	322.43	1993	S/L	NADI MUSLIM COLLEGE	NOT IN SERVICE
55064	Madan Sen	339.73	1993/AUG	S/L	BOX 425 BA	
54490	Rosa Tataga	192.40	1994/JAN	S/L	RT SUKUNA MEM	NO RE-SPONSE
9778	Sarita D Harak	91.82	1994/JUN	S/L	MIGRATED	
42424	Vishnu Prasad	12.08	1994/SEP	S/L	MIGRATED	
55298	A Chandra	49.09	1995/JUL	S/L	BOX 1011 BA	
9279	Kiran W Anganu	44.17	1995/MAR	S/L	MIGRATED	
54752	Vieri Delai	154.81	1995/OCT	S/L	FIT SAMABULA	NOT IN SERVICE
42328	Radha Kumar	70.46	1996/AUG	S/L	KULUKULU PUBLIC	
8532	Rup Ram Lal	41.89	1996/AUG	S/L	MIGRATED	
54318	Ambika Chand	26.52	1996/FEB	S/L	BOX 2590 BA	
54666	Vasemaca S Savu	76.66	1996/SEP	S/L	BOX 10240 NABUA	RE-SIGNED
8129	Sheik Asim	36.13	1997/FEB		MIGRATED	
42293	A K kumar	40.35	1997/JUL	S/L	BOX 367 SIGATOKA	RESIGN 11/7

5183	Jagjiwan Prasad	2997.83	1997/JUL	F/L	MIGRATED	
9250	Keasi Rokobuna Semo	151.14	1997/MAR	S/L	BOX 6063 NASINU	TERMINATED
56450	Jitendra Naicker	62.51	1998/AUG	S/L	BOX 1569 LABASA	NOT IN SER
55668	David Simmons Abraham	148.95	1998/JUN	S/L	BOX 7700 VALELEVU	
42081	Damodar Gounder	476.77	1998/MAR	S/L	MIGRATED	
6353	Mohammed Habib	1064.60	1998/MAY	F/L	MIGRATED	
7171	Moh'd Ibrahim	7.66	1998/MAY	S/L	MIGRATED	
54203	A C Lal	499.65	2000/FEB	Ins/pymt	MIGRATED	
5083	Suruj Deo	4292.32	2001/JAN	F/L	CASE WITH SOLICITORS	
55154	Amresh Chand	123.23	2002/FEB	S/L	MIGRATED	
G3605	Ponipate Kabui	442.06	2002/SEP	S/L	RESIGNED	
68077	Susana Ligila Rakaseta	70.50	2003/JAN	E/L	RESIGNED	
54817	Davendra Kumar	156.43	2003/JUL	S/L	RESIGNED	
57845	Muthu Krishna	249.01	2004/APR	F/L	RESIGNED	
G3187	Peni D Seru	71.95	2004/OCTS/L		STUDY LEAVE WITHOUT PAY	
7419	Veena Devi Lal	847.66	2005/FEB	E/L	RESIGNED	
67579	Ronil Vikash Chand	30.56	2005/APR	S/L	MIGRATED	
66281	Subhan Khan	780.36	2005/AUG	S/L	RESIGNED	
66569	Manoj Kumar	4783.67	2005/OCT	F/L	TERMINATED:CASE WITH SOLICITORS	
8650	Verenaisi Ole	3684.19	2006/JAN	F/L	MIGRATED: CASE WITH SOLICITORS	
66114	Bob Nitin Prasad	273.04	2007/AUG	S/L	MIGRATED	
6663	Apakuki Divi	395.64	2008/JUN	E/L	RETIRED	
00056	Nirmala Devi Sami	1100.79	2008/OCT		RESIGNED	
80275	Avinesh Prasad	31.01	2008/NOV	S/L	RESIGNED	
57218	Sekove Waqa	65.03	2009/MAR	E/L	RESIGNED	
G3603	Komal Keshni Prasad	228.10	2009/JUN	F/L	MIGRATED	
G3374	Josateki T Vunisea	74.17	2009/JUL	E/L	RESIGNED	
G3867	Arun Padarath	297.87	2009/JUL	S/L	RESIGNED	
G1158	Ponipate Raboiliku	106.08	2009/AUG	E/L	RESIGNED	
G1855	Filimoni Saumaki	764.67	2009/AUG	E/L	STUDY LEAVE WITHOUT PAY	
69080	Shalesh K Nand	19.25	2010/JAN	S/L	RESIGNED	
80015	Anareta Kaunilagilagi	695.76	2010/JAN	E/L	STUDY LEAVE WITHOUT PAY	
57002	Nasiran Bibi	1405.45	2010/MAR		MIGRATED	
67865	Sailosi Koroibola	109.35	2010/JUL	S/L	RESIGNED	
56499	Ralisa N Ligairi	179.96	2010/MAY	F/L	TERMINATED	
6797	Sheik Mohammed Ibrahim	2490.7	2010/AUG		CASE WITH SOLICITORS	
8843	Petero Delasau	3617.76	2011/JUN	F/L	CASE WITH SOLICITORS	
81897	Satish Sitaiya	4838.63	2011/JULY	F/L	TERMINATED	
8646	Unisi Oloi	430.88	2013/JAN	F/L	RESIGNED	

8628	Mohammed S Khan	14262.59	2014/May		CASE WITH SOLICITORS	
		\$75,688.10				

DEFAULTERS AS AT 31ST MARCH, 2016

TPF	Name	Amount	Date	T/L	Status	
42868	Kamal K Singh	933.10	1987/AUG	F/L	MIGRATED	
8032	Elenoa Sikivou	572.32	1987/JUL	F/L	MAHARAJ & ASSOCIATES	
5451	Inoke Sikivou	4874.60	1987/JUL	F/L		
42528	Krishna Naidu	392.51	1987/JUN	S/L	MIGRATED	
9449	D K Narayan	286.38	1987/OCT	S/L	L/BAY SEC SCHOOL	
42077	Akhilesh Kumar	517.32	1987/SEP	S/L	NADI MUSLIM	
6883	Premila D Singh	471.75	1988/DEC	S/L	MIGRATED	
6561	Mehar Nisha	6446.14	1988/FEB	F/L	DUDLEY HIGH SCHOOL	
43603	S Singh	679.56	1988/FEB	F/L	BOX 281 LABASA	
9769	Sant Kumar	639.96	1988/JAN	F/L	CASE WITH SOLICITORS	
9919	Yashoda Reddy	522.14	1989/APR	S/L	LAUTOKA MUSLIM	
43559	Rajendra S Prasad	326.98	1989/FEN	S/L	MIGRATED	
5840	Sahidan Hussein	431.71	1989/JAN	S/L	SIGATOKA PRIMARY	
9897	Anil Kumar	563.58	1990/JAN	F/L	RABULU INDIAN	
43705	Sushil K Sukul	444.68	1990/JAN	F/L	VOTUALEVU HIGH NADI	
4367	Vijay Kumar	3106.10	1990/JAN	F/L	MIGRATED	
55684	Narayan Gounder	322.43	1993	S/L	NADI MUSLIM COLLEGE	NOT IN SERVICE
55064	Madan Sen	339.73	1993/AUG	S/L	BOX 425 BA	
5183	Jagjiwan Prasad	2997.83	1997/JUL	F/L	MIGRATED	
42081	Damodar Gounder	476.77	1998/MAR	S/L	MIGRATED	
6353	Mohammed Habib	1064.60	1998/MAY	F/L	MIGRATED	
54203	A C Lal	499.65	2000/FEB	Ins/pymt	MIGRATED	
5083	Suruj Deo	4292.32	2001/JAN	F/L	CASE WITH SOLICITORS	
G3605	Ponipate Kabui	442.06	2002/SEP	S/L	RESIGNED	
57845	Muthu Krishna	249.01	2004/APR	F/L	RESIGNED	
7419	Veena Devi Lal	847.66	2005/FEB	E/L	RESIGNED	
66281	Subhan Khan	780.36	2005/AUG	S/L	RESIGNED	
8650	Verenaisi Ole	3684.19	2006/JAN	F/L	MIGRATED: CASE WITH SOLICITORS	
66114	Bob Nitin Prasad	273.04	2007/AUG	S/L	MIGRATED	
6663	Apakuki Divi	395.64	2008/JUN	E/L	RETIRED	
00056	Nirmala Devi Sami	1100.79	2008/OCT	F/L	RESIGNED. CASE WITH SMALL CLAIMS TRIBUNAL	
80275	Avinesh Prasad	31.01	2008/NOV	S/L	RESIGNED	

57218	Sekove Waqa	65.03	2009/MAR	E/L	RESIGNED	
G3603	Komal Keshni Prasad	228.10	2009/JUN	F/L	MIGRATED	
G3374	Josateki T Vunisea	74.17	2009/JUL	E/L	RESIGNED	
G3867	Arun Padarath	297.87	2009/JUL	S/L	RESIGNED	
G1158	Ponipate Raboiliku	106.08	2009/AUG	E/L	RESIGNED	
G1855	Filimoni Saumaki	764.67	2009/AUG	E/L	STUDY LEAVE WITH- OUT PAY	
69080	Shalesh K Nand	19.25	2010/JAN	S/L	RESIGNED	
80015	Anareta Kaunilagilagi	695.76	2010/JAN	E/L	STUDY LEAVE WITH- OUT PAY	
57002	Nasiran Bibi	1405.45	2010/MAR	F/L	MIGRATED	
56499	Ralisa N Ligairi	179.96	2010/MAY	F/L	TERMINATED	
6797	Sheik Mohammed Ibrahim	2490.7	2010/AUG	F/L	CASE WITH SOLICI- TORS	
8843	Petero Delasau	3617.76	2011/JUN	F/L	CASE WITH SOLICI- TORS	
81897	Satish Sitaiya	4638.63	2011/JULY	F/L	TERMINATED	
54574	Sashi L Ben	3646.33	2012/FEB	Ins/pymt	Migrated	
8646	Unisi Oloi	406.59	2013/JAN	F/L	RESIGNED	
8628	Mohammed S Khan	14262.59	2014/May	F/L	CASE WITH SOLICI- TORS	
54595	Rajesh Mudaliar	412.89	2014/Nov	F/L	Terminated	
69832	Joseva C Raboiliku	1476.07	2015/Jan	F/L	Resigned. Case with Small Claims Tribunal	
85378	Anaseini R Waqabaca	34.94	2015/Feb	S/L	Resigned	
		\$73,828.76				

DEFAULTERS AS AT 31ST MARCH, 2017

TPF	Name	Amount	Date	T/L	Status	
42868	Kamal K Singh	933.10	1987/AUG	F/L	MIGRATED	
8032	Elenoa Sikivou	572.32	1987/JUL	F/L	MAHARAJ & ASSOCIATES	
5451	Inoke Sikivou	4,874.60	1987/JUL	F/L		
42528	Krishna Naidu	392.51	1987/JUN	S/L	MIGRATED	
9449	D K Narayan	286.38	1987/OCT	S/L	L/BAY SEC SCHOOL	
42077	Akhilesh Kumar	517.32	1987/SEP	S/L	NADI MUSLIM	
6883	Premila D Singh	471.75	1988/DEC	S/L	MIGRATED	
6561	Mehar Nisha	6,446.14	1988/FEB	F/L	DUDLEY HIGH SCHOOL	
43603	S Singh	679.56	1988/FEB	F/L	BOX 281 LABASA	
9769	Sant Kumar	639.96	1988/JAN	F/L	CASE WITH SOLICITORS	
9919	Yashoda Reddy	522.14	1989/APR	S/L	LAUTOKA MUSLIM	
43559	Rajendra S Prasad	326.98	1989/FEN	S/L	MIGRATED	
5840	Sahidan Hussein	431.71	1989/JAN	S/L	SIGATOKA PRIMARY	
9897	Anil Kumar	563.58	1990/JAN	F/L	RABULU INDIAN	
43705	Sushil K Sukul	444.68	1990/JAN	F/L	VOTUALEVU HIGH NADI	

4367	Vijay Kumar	3,106.10	1990/JAN	F/L	MIGRATED	
55684	Narayan Gounder	322.43	1993	S/L	NADI MUSLIM COLLEGE	NOT IN SERVICE
55064	Madan Sen	339.73	1993/AUG	S/L	BOX 425 BA	
5183	Jagjiwan Prasad	2,997.83	1997/JUL	F/L	MIGRATED	
42081	Damodar Gounder	476.77	1998/MAR	S/L	MIGRATED	
6353	Mohammed Habib	1,064.60	1998/MAY	F/L	MIGRATED	
54203	A C Lal	499.65	2000/FEB	Ins/pymt	MIGRATED	
5083	Suruj Deo	4,292.32	2001/JAN	F/L	CASE WITH SOLICITORS	
G3605	Ponipate Kabui	442.06	2002/SEP	S/L	RESIGNED	
57845	Muthu Krishna	249.01	2004/APR	F/L	RESIGNED	
7419	Veena Devi Lal	847.66	2005/FEB	E/L	RESIGNED	
66281	Subhan Khan	780.36	2005/AUG	S/L	RESIGNED	
8650	Verenaisi Ole	3,684.19	2006/JAN	F/L	MIGRATED: CASE WITH SOLICITORS	
66114	Bob Nitin Prasad	273.04	2007/AUG	S/L	MIGRATED	
44038	Michael Koroi	5,330.89	2008/MAR	F/L	RESIGNED	
6663	Apakuki Divi	395.64	2008/JUN	E/L	RETIRED	
00056	Nirmala Devi Sami	1,100.79	2008/OCT	F/L	RESIGNED. CASE WITH SMALL CLAIMS TRIBUNAL	
80275	Avinesh Prasad	31.01	2008/NOV	S/L	RESIGNED	
57218	Sekove Waqa	65.03	2009/MAR	E/L	RESIGNED	
G3603	Komal Keshni Prasad	228.10	2009/JUN	F/L	MIGRATED	
G3374	Josateki T Vunisea	74.17	2009/JUL	E/L	RESIGNED	
G3867	Arun Padarath	297.87	2009/JUL	S/L	RESIGNED	
G1158	Ponipate Raboiliku	106.08	2009/AUG	E/L	RESIGNED	
G1855	Filimoni Saumaki	764.67	2009/AUG	E/L	STUDY LEAVE WITHOUT PAY	
69080	Shalesh K Nand	19.25	2010/JAN	S/L	RESIGNED	
80015	Anareta Kaunilagilagi	695.76	2010/JAN	E/L	STUDY LEAVE WITHOUT PAY	
57002	Nasiran Bibi	1,405.45	2010/MAR	F/L	MIGRATED	
56499	Ralisa N Ligairi	179.96	2010/MAY	F/L	TERMINATED	
6797	Sheik Mohammed Ibrahim	2,490.70	2010/AUG	F/L	CASE WITH SOLICITORS	
8843	Petero Delasau	3,617.76	2011/JUN	F/L	CASE WITH SOLICITORS	
81897	Satish Sitaiya	4,638.63	2011/JULY	F/L	TERMINATED	
54574	Sashi L Ben	3,646.33	2012/FEB	Ins/pymt	Migrated	
8646	Unisi Oloi	406.59	2013/JAN	F/L	RESIGNED	
81169	Kemeuli Rabonu	8,458.66	2014/Jan	F/L	RESIGNED	
8628	Mohammed S Khan	14,262.59	2014/May	F/L	CASE WITH SOLICITORS	
54595	Rajesh Mudaliar	412.89	2014/Nov	F/L	Terminated	
85378	Anaseini R Waqabaca	34.94	2015/feb	S/L	Resigned	
56682	Isimeli Kacivi	614.10	2016/June	CY-CLONE/L	LWOP.CASE WITH SMALL CLAIMS TRIBUNAL	

87545	Fredrick Baleikonocau	795.45	2016/June	CY-CLONE/L	DEEMED RESIGNED .CASE WITH SMALL CLAIMS TRIBUNAL	
		\$87,551.79				

DEFAULTERS AS AT 31ST MARCH, 2018

TPF	Name	Amount	Date	T/L	Status	
42868	Kamal K Singh	933.10	1987/AUG	F/L	MIGRATED	
8032	Elenoa Sikivou	572.32	1987/JUL	F/L	MAHARAJ & ASSOCIATES	
5451	Inoke Sikivou	4,874.60	1987/JUL	F/L		
42528	Krishna Naidu	392.51	1987/JUN	S/L	MIGRATED	
9449	D K Narayan	286.38	1987/OCT	S/L	L/BAY SEC SCHOOL	
42077	Akhilesh Kumar	517.32	1987/SEP	S/L	NADI MUSLIM	
6883	Premila D Singh	471.75	1988/DEC	S/L	MIGRATED	
6561	Mehar Nisha	6,446.14	1988/FEB	F/L	DUDLEY HIGH SCHOOL	
43603	S Singh	679.56	1988/FEB	F/L	BOX 281 LABASA	
9769	Sant Kumar	639.96	1988/JAN	F/L	CASE WITH SOLICITORS	
9919	Yashoda Reddy	522.14	1989/APR	S/L	LAUTOKA MUSLIM	
43559	Rajendra S Prasad	326.98	1989/FEN	S/L	MIGRATED	
5840	Sahidan Hussein	431.71	1989/JAN	S/L	SIGATOKA PRIMARY	
9897	Anil Kumar	563.58	1990/JAN	F/L	RABULU INDIAN	
43705	Sushil K Sukul	444.68	1990/JAN	F/L	VOTUALEVU HIGH NADI	
4367	Vijay Kumar	3,106.10	1990/JAN	F/L	MIGRATED	
55684	Narayan Gounder	322.43	1993	S/L	NADI MUSLIM COLLEGE	NOT IN SERVICE
55064	Madan Sen	339.73	1993/AUG	S/L	BOX 425 BA	
5183	Jagjiwan Prasad	2,997.83	1997/JUL	F/L	MIGRATED	
42081	Damodar Gounder	476.77	1998/MAR	S/L	MIGRATED	
6353	Mohammed Habib	1,064.60	1998/MAY	F/L	MIGRATED	
54203	A C Lal	499.65	2000/FEB	Ins/pymt	MIGRATED	
5083	Suruji Deo	4,292.32	2001/JAN	F/L	CASE WITH SOLICITORS	
G3605	Ponipate Kabui	442.06	2002/SEP	S/L	RESIGNED	
57845	Muthu Krishna	249.01	2004/APR	F/L	RESIGNED	
7419	Veena Devi Lal	847.66	2005/FEB	E/L	RESIGNED	
66281	Subhan Khan	780.36	2005/AUG	S/L	RESIGNED	
8650	Verenaisi Ole	3,684.19	2006/JAN	F/L	MIGRATED: CASE WITH SOLICITORS	
66114	Bob Nitin Prasad	273.04	2007/AUG	S/L	MIGRATED	
44038	Michael Koroj	5,330.89	2008/MAR	F/L	RESIGNED	
6663	Apakuki Divi	395.64	2008/JUN	E/L	RETIRED	

57218	Sekove Waqa	65.03	2009/MAR	E/L	RESIGNED	
G3603	Komal Keshni Prasad	228.10	2009/JUN	F/L	MIGRATED	
G3374	Josateki T Vunisea	74.17	2009/JUL	E/L	RESIGNED	
G3867	Arun Padarath	297.87	2009/JUL	S/L	RESIGNED	
G1158	Ponipate Raboiliku	106.08	2009/AUG	E/L	RESIGNED	
G1855	Filimoni Saumaki	764.67	2009/AUG	E/L	STUDY LEAVE WITH- OUT PAY	
69080	Shalesh K Nand	19.25	2010/JAN	S/L	RESIGNED	
80015	Anareta Kaunilagilagi	695.76	2010/JAN	E/L	STUDY LEAVE WITH- OUT PAY	
57002	Nasiran Bibi	1,405.45	2010/MAR	F/L	MIGRATED	
56499	Ralisa N Ligairi	179.96	2010/MAY	F/L	TERMINATED	
6797	Sheik Mohammed Ibrahim	2,490.70	2010/AUG	F/L	CASE WITH SOLICITORS	
80275	Avinesh Prasad	31.01	2010/AUG	E/L	RESIGNED	
8843	Petero Delasau	3,617.76	2011/JUN	F/L	CASE WITH SOLICITORS	
81897	Satish Sitaiya	4,638.63	2011/JULY	F/L	TERMINATED	
54574	Sashi L Ben	3,646.33	2012/FEB	Ins/pymt	Migrated	
8646	Unisi Oloi	406.59	2013/JAN	F/L	RESIGNED	
81169	Kemeuli Rabonu	8,458.66	2014/Jan	F/L	RESIGNED	
8628	Mohammed S Khan	14,254.18	2014/May	F/L	CASE WITH SOLICI- TORS	
54595	Rajesh Mudaliar	358.40	2014/Nov	F/L	Terminated	
85378	Anaseini R Waqabaca	34.94	2015/Feb	S/L	Resigned	
56682	Isimeli Kacivi	514.94	2016/June	CY- CLONE/L	LWOP.CASE WITH SMALL CLAIMS TRI- BUNAL	
81813	Shama R Jen	85.51	2017/Oct	E/L	RESIGNED	
		\$ 85,579.00				

**Hide-A-Way Resort Limited t/a
Fiji Hide-A-Way Resort & Spa**

Financial Statements

For the year ended 31 December 2017

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa

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Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa Directors' report

In accordance with a resolution of the Board of Directors, the Directors herewith submit the statement of financial position of Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa ("the Company") as at 31 December 2017 and the related statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date and report as follows:

Directors

The names of Directors in office throughout the financial year and at the date of this report are as follows:

- | | |
|-------------------|---------------------------|
| - Agni Deo Singh | - Emanuel Kumar |
| - Arun Prasad | - Narain Gounder |
| - Pranesh Kumar | - Gyan Prasad |
| - Govind Singh | - Shashi Mahendra Shandil |
| - Navinesh Prasad | - Ajeshni Kumari Nand |
| - Rohit Deo | - Mustafa Khan |

State of affairs

In the opinion of the Directors, the accompanying statement of financial position gives a true and fair view of the state of affairs of the Company as at 31 December 2017 and the accompanying statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows give a true and fair view of the results, changes in equity and cash flows of the Company for the year then ended.

Trading results

The loss for the year was \$39,726 (2016: \$519) after accounting for income and transitional tax expense of \$60,486 (2016: \$35,175).

Dividends

No dividends have been declared or proposed for the year (2016: \$Nil).

Principal activity

The principal activity of the Company during the course of the financial year was the provision of hotel accommodation, food and beverage and other hotel related services. There were no significant changes in the nature of the activities of the Company during the financial year apart from the on-going work in progress at Hide-A-Way Resort Limited - Vuda.

Current assets

The Directors took reasonable steps before the Company's financial statements were made out to ascertain that the current assets of the Company were shown in the accounting records at a value equal to or below the value that would be expected to be realised in the ordinary course of business.

At the date of this report, the Directors are not aware of any circumstances which would render the values attributable to the current assets in the financial statements to be misleading.

Receivables

The Directors took reasonable steps before the Company's financial statements were made out to ascertain that all known bad debts were written off and adequate allowance was made for impairment losses.

At the date of this report, the Directors are not aware of any circumstances which would render the above assessment inadequate to any substantial extent.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa Directors' report (continued)

Related party transactions

All related party transactions have been adequately recorded in the financial statements.

Going concern

Despite the deficiency in net current assets (excluding advance deposits) of \$1,841,278 (2016: \$491,277) as at 31 December 2017 and a total comprehensive loss of \$39,726 (2016: \$519) for the year then ended, the financial statements have been prepared on a going concern basis which assumes that the Company will be able to pay its debts as and when they fall due.

The financial statements have been prepared on a going concern basis as the Directors believe that sufficient funds will be obtained from future operations and financial support will be provided by its parent entity, Fiji Teachers Union Co-operative Thrift and Credit Society Limited. The Company also commenced a new resort operation in Vuda, Lautoka from 1 January 2018 and management expects cash flows for the Company will improve. Further, Fiji Teachers Union Co-operative Thrift and Credit Society Limited has provided financial support in prior years and are expected to continue providing this support. To this effect, a letter of support has been obtained from the parent entity for a period of 12 months from the date of signing of the financial statements.

Other circumstances

At the date of this report, the Directors are not aware of any circumstances not otherwise dealt with in this report or financial statements which would render any amounts stated in the accounts to be misleading.

Unusual circumstances

The results of the Company's operations during the financial year have not in the opinion of the Directors been substantially affected by any item, transaction or event of a material and unusual nature other than those disclosed in the financial statements.

Events subsequent to year end

On 1 January 2018, Fiji Hideaway Resort & Spa - Vuda was opened for operations.

Apart from the above mentioned event, there has not arisen in the interval between the end of the year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors, to affect significantly the operations of the Company, the results of those operations or the state of affairs of the Company in subsequent financial years.

Dated at Suva this 9th day of July 2018.

Signed in accordance with a resolution of the Directors.



Director



Director

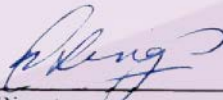
Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa Statement by Directors

In the opinion of the Directors of Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa:

- (a) the accompanying statement of profit or loss and other comprehensive income of the Company is drawn up so as to give a true and fair view of the results of the Company for the year ended 31 December 2017;
- (b) the accompanying statement of changes in equity of the Company is drawn up so as to give a true and fair view of the changes in equity of the Company for the year ended 31 December 2017;
- (c) the accompanying statement of financial position of the Company is drawn up so as to give a true and fair view of the state of affairs of the Company as at 31 December 2017;
- (d) the accompanying statement of cash flows of the Company is drawn up so as to give a true and fair view of the cash flows of the Company for the year ended 31 December 2017;
- (e) at the date of this statement there are reasonable grounds to believe the Company will be able to pay its debts as and when they fall due;
- (f) all related party transactions have been adequately recorded in the books of the Company; and
- (g) the financial statements have been prepared in accordance with the Companies Act 2015.

Dated at Suva this 9th day of July 2018.

Signed in accordance with a resolution of the Directors.


Director


Director



Independence Declaration

For the year ended 31 December 2017

Auditors Independence Declaration under Section 395 of the Companies Act 2015

To the Directors of Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa

As required under Section 395 of the Companies Act 2015, we declare that to the best of our knowledge and belief, in relation to the audit for the year ended 31 December 2017 and up to the date of this report there have been:

- i). no contraventions of the Auditor independence requirements as set out in the Companies Act 2015 in relation to the audit; and
- ii). no contraventions of any applicable code of professional conduct in relation to the audit.

KPMG

9th July, 2018

Nadi, Fiji

Sharvek Naidu, Partner



Independent Auditors' Report

To the Shareholders of Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa ("the Company"), which comprise the statement of financial position as at 31 December 2017, the statements of profit or loss and other comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising significant accounting policies and other explanatory information as set out in notes 1 to 29.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 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

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code), the Companies Act 2015 and the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

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

In preparing the financial statements, management is responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

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



Independent Auditors' Report

To the Shareholders of Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
(continued)

Report on the Audit of the Financial Statements (continued)

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our 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 (ISAs) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company'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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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



Independent Auditors' Report

To the Shareholders of Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
(continued)

Report on Other Legal and Regulatory Requirements

We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

In our opinion:

- i). proper books of account have been kept by the Company, sufficient to enable financial statements to be prepared, so far as it appears from our examination of those books; and
- ii). to the best of our knowledge and according to the information and explanations given to us the financial statements give the information required by the Companies Act 2015, in the manner so required.

KPMG

9th July, 2018

Nadi, Fiji

Sharvek Naidu

Partner

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Statement of profit or loss and other comprehensive income
For the year ended 31 December 2017

	Note	2017 S	2016 S
Revenue	5	9,359,617	10,827,335
Cost of sales	6	<u>(2,961,812)</u>	<u>(4,211,681)</u>
Gross profit		6,397,805	6,615,654
Other income	7	46,832	31,035
Administrative expenses	8 (a)	(2,543,627)	(2,245,710)
Marketing expenses	8 (b)	(455,172)	(873,412)
Other expenses	8 (c)	<u>(3,425,078)</u>	<u>(3,492,911)</u>
Profit before income tax		20,760	34,656
Income tax expense	10 (a)	(35,848)	(35,175)
Transitional tax expense	10 (d)	<u>(24,638)</u>	<u>-</u>
Loss for the year		(39,726)	(519)
Other comprehensive income, net of tax		-	-
Total comprehensive loss for the year		<u><u>(39,726)</u></u>	<u><u>(519)</u></u>

The notes on pages 12 to 33 are an integral part of these financial statements.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Statement of changes in equity
For the year ended 31 December 2017

	Note	Issued capital \$	Share premium reserve \$	Retained earnings *Restated \$	Total \$
Balance at 1 January 2016		583,319	83,844	5,037,807	5,704,970
Total comprehensive loss for the year					
Loss for the year		-	-	(519)	(519)
Total other comprehensive income for the year		-	-	-	-
Total comprehensive loss for the year		-	-	(519)	(519)
<i>Transfers</i>					
Transfer to share capital	16(b)	83,844	(83,844)	-	-
Transactions with owners of the Company					
Dividends declared and paid during the year	25	-	-	-	-
Balance at 31 December 2016		667,163	-	5,037,288	5,704,451
Balance at 1 January 2017		667,163	-	5,037,288	5,704,451
Total comprehensive loss for the year					
Loss for the year		-	-	(39,726)	(39,726)
Total other comprehensive income for the year		-	-	-	-
Total comprehensive loss for the year		-	-	(39,726)	(39,726)
Balance at 31 December 2017		667,163	-	4,997,562	5,664,725

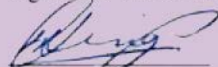
* - Refer Note 28

The notes on pages 12 to 33 are an integral part of these financial statements.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Statement of financial position
As at 31 December 2017

	Note	2017 \$	2016 \$
Assets			
Current assets			
Cash and cash equivalents	11	25,286	661,274
Trade receivables	12	419,275	921,736
Inventories	13	149,406	201,016
Other receivables and prepayments	14	488,010	807,742
Income tax receivable	10 (c)	423,645	408,826
Total current assets		<u>1,505,622</u>	<u>3,000,594</u>
Non-current assets			
Property, plant and equipment	15	20,784,151	17,647,058
Other receivables and prepayments	14	96,146	96,146
Deferred tax asset	10 (b)	43,632	73,440
Total non-current assets		<u>20,923,929</u>	<u>17,816,644</u>
Total assets		<u>22,429,551</u>	<u>20,817,238</u>
Liabilities			
Current liabilities			
Bank overdraft	11	632,776	-
Trade and other payables	17	2,756,703	3,684,089
Employee benefits	18	34,579	11,982
Total current liabilities		<u>3,424,058</u>	<u>3,696,071</u>
Non-current liability			
Amounts payable to shareholder	19	13,340,768	11,416,716
Total non-current liability		<u>13,340,768</u>	<u>11,416,716</u>
Total liabilities		<u>16,764,826</u>	<u>15,112,787</u>
Net assets		<u>5,664,725</u>	<u>5,704,451</u>
Equity			
Share capital	16 (b)	667,163	667,163
Retained earnings		4,997,562	5,037,288
Total shareholders equity and reserve		<u>5,664,725</u>	<u>5,704,451</u>

Signed for and on behalf of the Board.


 Director


 Director

The notes on pages 12 to 33 are an integral part of these financial statements.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Statement of cash flows
For the year ended 31 December 2017

	Note	2017 \$	2016 \$
Operating activities			
Cash receipts from customers		9,592,274	10,690,286
Cash paid to suppliers and employees		(9,086,017)	(8,681,162)
Income tax paid	10 (c)	(20,859)	(320,001)
Transitional tax paid	10 (d)	(24,638)	-
Net cash from operating activities		<u>460,760</u>	<u>1,689,123</u>
Investing activities			
Acquisition of property, plant and equipment	15	(3,555,705)	(6,612,653)
Proceeds from disposal of property, plant and equipment		-	7,339
Net cash used in investing activities		<u>(3,555,705)</u>	<u>(6,605,314)</u>
Financing activities			
Net advance from shareholders		1,826,181	4,561,413
Dividends paid	25	-	(469,606)
Net cash from financing activities		<u>1,826,181</u>	<u>4,091,807</u>
Net decrease in cash and cash equivalents		(1,268,764)	(824,384)
Cash and cash equivalents at 1 January		<u>661,274</u>	<u>1,485,658</u>
Cash and cash equivalents at 31 December	11	<u>(607,490)</u>	<u>661,274</u>
Material non-cash financing activity	25		

The notes on pages 12 to 33 are an integral part of these financial statements.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

1. Reporting entity

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa ("the Company"), is a company domiciled in Fiji. The registered office of the Company is situated at Hide-A-Way Resort Limited, Queen's Highway, Sigatoka.

The principal activity of the Company during the course of the financial year was the provision of hotel accommodation, food and beverage and other hotel related services. There were no significant changes in the nature of the activities of the Company during the financial year apart from the on-going work in progress at Hide-A-Way Resort Limited - Vuda.

2. Basis of preparation

(a) Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and the Fiji Companies Act 2015.

These financial statements are the first financial statements for the Company to be prepared in accordance with IFRS. An explanation on the transition to IFRS and the impact of the previously reported numbers is provided in Note 27.

The financial statements were authorised for issue by the Board of the Directors on 9th July, 2018.

(b) Going concern

Despite the deficiency in net current assets (excluding advance deposits) of \$1,841,278 (2016: \$491,277) as at 31 December 2017 and a total comprehensive loss of \$39,726 (2016: \$519) for the year then ended, the financial statements have been prepared on a going concern basis which assumes that the Company will be able to pay its debts as and when they fall due.

The financial statements have been prepared on a going concern basis as the Directors believe that sufficient funds will be obtained from future operations and financial support will be provided by its parent entity, Fiji Teachers Union Co-operative Thrift and Credit Society Limited. The Company also commenced a new resort operation in Vuda, Lautoka from 1 January 2018 and management expects cash flows for the Company will improve. Further, Fiji Teachers Union Co-operative Thrift and Credit Society Limited has provided financial support in prior years and are expected to continue providing this support. To this effect, a letter of support has been obtained from the parent entity for a period of 12 months from the date of signing of the financial statements.

(c) Basis of measurement

The financial statements have been prepared on a historical cost convention basis.

(d) Functional and presentation currency

The financial statements are presented in Fiji dollars, rounded to the nearest dollar, which is the Company's functional currency.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

2. Basis of preparation (continued)

(e) Use of estimates and judgments

The preparation of the financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about judgments in applying accounting policies that have an effect on the amounts recognised in the financial statements is included in the following notes:

Note 3 (f) (i) - Recoverability of trade receivables

Note 3 (f) (ii) - Impairment of property, plant and equipment

3. Significant accounting policies

The following accounting policies have been consistently applied by the Company to all periods presented in these financial statements.

(a) Foreign currency

Transactions in foreign currencies are translated to Fiji dollars at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to Fiji dollars at the exchange rate at that date. Non-monetary items in a foreign currency that are measured in terms of historical cost are translated using the exchange rate at the date of the transaction. Foreign currency gains or losses are recognised in profit or loss.

(b) Property, plant and equipment

Recognition and measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalised borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment. When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

3. Significant accounting policies (continued)

(b) Property, plant and equipment (continued)

Recognition and measurement (continued)

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised net within other income or other expenses in profit or loss.

Subsequent expenditure

Subsequent expenditure is capitalised only when it is probable that the future economic benefits associated with the expenditure will flow to the Company. Ongoing repairs and maintenance is expensed as incurred.

Depreciation

Property, plant and equipment including leasehold land, buildings, furniture and fittings, plant and equipment and motor vehicles are depreciated using the straight line method, at rates which will write off the costs of those assets over their expected useful lives. The method of write off and the rates used are those considered appropriate to each class of asset.

The estimated useful lives for the current and comparative period are as follows:

Leasehold land	Term of lease
Plant and equipment	2.5 - 14.0 years
Buildings	10.0 - 80.0 years
Furniture and fittings	8.0 - 14.0 years
Motor vehicle	5.0 years

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

(c) Financial instruments

(i) Non-derivative financial assets

The Company initially recognises loans and receivables on the date that they are originated. All other financial assets are recognised initially on the trade date at which the Company becomes a party to the contractual provisions of the instrument.

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Company is recognised as a separate asset or liability.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

3. Significant accounting policies (continued)

(c) Financial instruments (continued)

(i) Non-derivative financial assets (continued)

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Non-derivative financial assets of the Company include loans and receivables.

Loans and receivables

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method.

Loans and receivables comprise cash and cash equivalents and trade and other receivables.

(ii) Non-derivative financial liabilities

Financial liabilities are recognised initially on the trade date, which is the date the Company becomes a party to the contractual provisions of the instrument.

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.

Financial liabilities are recognised initially at transaction price. Subsequent to initial recognition these financial liabilities are measured at amortised cost using the effective interest method.

The Company has the following non-derivative financial liabilities: trade and other payables and amounts payable to shareholder.

(iii) Ordinary shares

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

(d) Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and cash at bank. Bank overdrafts that are repayable on demand and form an integral part of the company's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

3. Significant accounting policies (continued)

(e) Inventories

Inventories are measured at the lower of cost and net realisable value. The cost of inventories is based on the first-in first-out principle, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.

(f) Impairment

(i) Non-derivative financial assets

A financial asset is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

Objective evidence that financial assets are impaired include default or delinquency by a debtor, restructuring of an amount due to the Company on terms that the Company would not consider otherwise or indications that a debtor will enter bankruptcy.

The Company considers evidence of impairment for financial assets measured at amortised cost at a specific asset level.

In assessing impairment the Company uses historical trends of the probability of default, timing of recoveries and the amount of loss incurred, adjusted for management's judgment as to whether current economic and credit conditions are such that the actual losses are likely to be greater or less than suggested by historical trends.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. Losses are recognised in profit or loss and reflected in an allowance account against receivables. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through profit or loss.

(ii) Non-financial assets

The carrying amounts of the Company's non-financial assets, other than inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

3. Significant accounting policies (continued)

(f) Impairment (continued)

(ii) Non-financial assets (continued)

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the “cash-generating unit, or CGU”).

An impairment loss is recognised if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognised in profit or loss.

(g) Employee benefits

(i) Defined contribution plan / superannuation

Contributions are paid to the Fiji National Provident Fund on behalf of employees to secure retirement benefits. These costs are included in profit or loss as the services are rendered by the employee.

(ii) Short-term benefits (wages and salaries, annual leave)

Liabilities for salaries and wages expected to be settled within 12 months of the reporting date are recognised in other payables and accruals in the statement of financial position. Annual leave with respect to employees services up to the reporting date, measured at the amounts expected to be paid when the liabilities are settled, are accrued for under employee benefits.

(h) Amounts payable to shareholder

Amounts payable to shareholder are recognised at cost.

(i) Revenue

Revenue from room sales, boutique, food and beverage, water sports, wedding revenue and other miscellaneous revenue are recognised in profit or loss when services are rendered and at the point of sale.

Revenue is shown net of value-added tax, returns, rebates and discounts, and foreign exchange gains and losses arising on sales transactions.

The Company recognises revenue when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity and when specific criteria have been met for each of the Company’s activities.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

3. Significant accounting policies (continued)

(j) Trade payables, provisions and other payables

Trade and other payables are recognised at cost. A provision is recognised in the statement of financial position when the Company has a legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

(k) Leases

Lease payments

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership of the leased asset to the Company. All other leases are classified as operating leases.

Payments made under operating leases are recognised in the profit or loss on a straight line basis over the term of the lease.

Operating leases are not recognised in the Company's statement of financial position.

(l) Income tax

Income tax expense comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity or other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years. Current tax assets and liabilities are offset only if certain criteria are met.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

3. Significant accounting policies (continued)

(l) Income tax (continued)

A deferred tax asset is recognised for unused tax losses, tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(m) Dividend distribution

Dividend distribution to the Company's shareholders is recognised as a liability in the Company's financial statements in the period in which the dividends are proposed or declared by the Company's directors.

(n) Comparative information

Where necessary, comparative figures have been adjusted to conform to changes in current year presentation.

(o) Standards issued but not yet effective

A number of new standards and amendments to standards are effective for annual periods beginning after 1 January 2017 and earlier application is permitted; however, the Company has not early adopted the following new standards in preparing these financial statements.

IFRS 9 *Financial Instruments*

IFRS 9 is effective for annual periods beginning on or after 1 January 2018, with early adoption permitted. The standard partly replaces IAS 39 and introduces requirements for classifying and measuring financial assets and liabilities; it also includes an expected credit losses model that replaces the current incurred loss impairment model.

IFRS 15 *Revenue from Contracts with Customers*

IFRS 15 is effective for annual periods beginning on or after 1 January 2018, with early adoption permitted. The standard will provide a single source of requirements for accounting for all contracts with customers (except for some specific exceptions, such as lease contracts, insurance contracts and financial instruments) and will replace all current accounting pronouncements on revenue. New revenue disclosures are also introduced.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

3. Significant accounting policies (continued)

(o) Standards issued but not yet effective (continued)

IFRS 16 Leases

IFRS 16 is effective for annual periods beginning on or after 1 January 2019. Early adoption is permitted if IFRS 15 *Revenue from Contracts with Customers* is applied at or before the date of initial application of IFRS 16. The standard removes the classification of leases as either operating leases or finance leases – for the lessee – effectively treating all leases as finance leases. Short term leases (less than 12 months) and leases of low-value assets are exempt from the lease accounting requirements. There are also changes in accounting over the life of the lease. In particular, companies will now recognise a front-loaded pattern of expense for most leases, even when they pay constant annual rentals. Lessor accounting remains similar to current practice i.e. lessors continue to classify leases as finance and operating lease.

The Company has not performed a preliminary assessment of the potential impact of adoption of the above standards on these financial statements.

4. Financial risk management

Overview

The Company has exposure to the following risks:

- (i) Credit risk;
- (ii) Liquidity risk; and
- (iii) Market risk.

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk.

Risk management framework

The Board of Directors have overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyse the risks faced by the Company, 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 Company's activities.

(i) Credit risk

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

Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

4. Financial risk management (continued)

(i) Credit risk (continued)

Trade receivables

The Company has credit risk arising from credit exposure to customers, including outstanding receivables. The level of credit granted is regularly monitored. The Company has policies in place to ensure that sale of rooms to wholesalers are made to customers with an appropriate credit history. Sales to retail customers are made via credit cards to a significant extent.

The aging of trade receivables at the reporting date was:

	2017	2016
	\$	\$
Not past due	299,590	632,372
Past due 1 - 30 days	66,077	168,675
Past due 31 - 60 days	21,336	7,347
Past due 61 - 90 days	20,883	62,472
More than 90 days	11,389	50,870
	<u>419,275</u>	<u>921,736</u>

For movement in allowance for impairment in respect of trade receivables during the year refer to Note 12.

Management believes that the unimpaired amounts that are past due by more than 60 days are still collectible in full based on historical payment behaviour.

Cash at bank

The Company has cash balances with the Fiji Branch of an International bank which has a Moody's credit rating of Aa2.

(ii) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company'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 Company's reputation.

The Company maintains a \$250,000 (2016: \$250,000) overdraft facility. Interest on this facility is charged at the rate of 10.70% (2016: 4.80%) per annum.

The Company has also received a letter of support from its parent entity for a period of 12 months from the signing of the financial statements.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

4. Financial risk management (continued)

(ii) Liquidity risk (continued)

The following are the contractual maturities of financial liabilities:

31 December 2017	Carrying amount	Contractual cash flow	Less than 12 months	More than 12 months
	\$	\$	\$	\$
<u>Financial liabilities</u>				
Bank overdraft	632,776	632,776	632,776	-
Trade and other payables (excluding advance deposits)	2,679,545	2,679,545	2,679,545	-
Amounts payable to shareholder	13,340,768	13,340,768	-	13,340,768
	<u>16,653,089</u>	<u>16,653,089</u>	<u>3,312,321</u>	<u>13,340,768</u>
31 December 2016	Carrying amount	Contractual cash flow	Less than 12 months	More than 12 months
	\$	\$	\$	\$
<u>Financial liabilities</u>				
Trade and other payables (excluding advance deposits)	3,479,889	3,479,889	3,479,889	-
Amounts payable to shareholder	11,416,716	11,416,716	-	11,416,716
	<u>14,896,605</u>	<u>14,896,605</u>	<u>3,479,889</u>	<u>11,416,716</u>

(iii) Market risk

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

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

4. Financial risk management (continued)

(iii) Market risk (continued)

Interest rate risk

The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long term debt obligations with a floating interest rate. The Company's policy is to limit its exposure to the variability in cash flows associated with floating interest rate movements. The Company negotiates changes in interest rate where possible.

At reporting date the interest rate profile of the Company's interest bearing financial instruments was:

	2017	2016
	\$	\$
<u>Variable rate instruments</u>		
Bank overdraft	632,776	-

Sensitivity analysis for variable rate instruments

The approximate impact of a 1% change in the interest rate is:

	6,328	-
--	-------	---

The above analysis assumes that all other variables remain constant.

5. Revenue

Accommodation	3,992,058	4,318,984
Food	3,469,900	4,079,035
Beverage	1,509,914	1,788,627
Other	387,745	640,689
	<u>9,359,617</u>	<u>10,827,335</u>

6. Cost of sales

Opening stock	201,016	228,720
Purchases	2,231,337	2,649,891
Closing stock	(149,406)	(201,016)
	<u>2,282,947</u>	<u>2,677,595</u>
Personnel expenses (Refer Note 9)	678,865	1,534,086
	<u>2,961,812</u>	<u>4,211,681</u>

7. Other income

Commission income	-	18,134
Gain on disposal of property, plant and equipment	-	1,196
Laundry income	22,319	11,705
Other income	24,513	-
	<u>46,832</u>	<u>31,035</u>

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

8. Expenses	2017 \$	2016 \$
(a) Administrative expenses		
Allowance for uncollectibility (Refer Note 12)	189,594	11,658
Auditor's remuneration - audit fees	18,323	16,748
Auditor's remuneration - other services	14,244	3,500
Bank charges	18,546	22,632
Commission	142,882	112,881
Insurance	187,689	159,335
Legal fees	-	34,215
Printing and stationery	35,851	53,978
Professional fees	43,002	11,933
Personnel expenses (Refer Note 9)	1,893,496	1,818,830
	<u>2,543,627</u>	<u>2,245,710</u>
(b) Marketing expenses		
Advertising	<u>455,172</u>	<u>873,412</u>
(c) Other expenses		
Activities	114,992	131,132
Depreciation	418,612	387,320
Donation	3,266	3,261
Electricity	584,510	632,024
Computer support	37,797	29,541
Fuel and oil	41,367	32,977
Gas	265,395	278,995
General expenses	376,037	348,759
Motor vehicle expenses	11,036	10,414
Operating supplies	449,028	535,484
Repairs and maintenance	298,767	296,052
Security	138,958	19,840
Staff transport	142,853	167,747
TLTB lease rental	324,820	365,143
Telephone and facsimile (net of recoveries)	102,542	122,745
Other expenses	115,098	131,477
	<u>3,425,078</u>	<u>3,492,911</u>

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

9. Personnel expenses	2017	2016
	\$	\$
Wages and salaries	1,950,842	2,655,570
Key management compensation - short term employment benefits	151,629	161,207
Key management compensation - Fiji National Provident Fund contributions	15,163	16,121
Fiji National Provident Fund contributions	234,870	274,059
FNU levy	26,140	29,691
Staff training and welfare	193,717	216,268
	<u>2,572,361</u>	<u>3,352,916</u>
<u>Disclosed in the financial statements as follows:</u>		
Cost of sales	678,865	1,534,086
Administrative expenses	1,893,496	1,818,830
	<u>2,572,361</u>	<u>3,352,916</u>
 10. Income tax		
(a) Recognised in profit or loss		
Current tax expense	-	14,818
Current tax expense - under / (over) provision in prior years	6,040	(13,865)
Deferred tax expense	29,808	34,222
Income tax expense	<u>35,848</u>	<u>35,175</u>
<u>Reconciliation of effective tax rate</u>		
Profit before income tax	<u>20,760</u>	<u>34,657</u>
Prima facie income tax expense at 20% (2016: 20%)	4,152	6,931
Non-deductible expenses	25,656	29,670
Under / (over) provision of tax in prior years	6,040	(1,426)
Income tax expense	<u>35,848</u>	<u>35,175</u>

During the year, the Company paid a transitional tax expense of \$24,638 on pre-2014 undistributed

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

10. Income tax (continued)	2017	2016
	\$	\$
(b) Deferred tax asset		
Employee benefits	6,916	2,396
Property, plant and equipment	(24,579)	2,210
Trade receivables - allowance for impairment	46,352	68,834
Tax losses	14,943	-
	<u>43,632</u>	<u>73,440</u>

Movement in temporary differences during the year

	Balance at 1 January 2017 \$	Recognised in 2017 profit or loss \$	Balance at 31 December 2017 \$
2017			
Employee benefits	2,396	4,520	6,916
Property, plant & equipment	2,210	(26,789)	(24,579)
Trade receivables - allowance for impairment	68,834	(22,482)	46,352
Tax losses	-	14,943	14,943
	<u>73,440</u>	<u>(29,808)</u>	<u>43,632</u>

	Balance at 1 January 2016 \$	Recognised in 2016 profit or loss \$	Balance at 31 December 2016 \$
2016			
Employee benefits	2,396	-	2,396
Property, plant & equipment	38,764	(36,554)	2,210
Trade receivables - allowance for impairment	66,502	2,332	68,834
	<u>107,662</u>	<u>(34,222)</u>	<u>73,440</u>

	2017 \$	2016 \$
(c) Income tax (receivable)		
Balance at 1 January	(408,826)	(89,778)
Current tax liability	-	14,818
Under / (over) provision in prior years	6,040	(13,865)
Payments made during the year	(20,859)	(320,001)
Balance at 31 December	<u>(423,645)</u>	<u>(408,826)</u>

(d) Transitional tax

During the year, the Company paid a transitional tax expense of \$24,638 on pre-2014 undistributed profits (2016: \$Nil).

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

	2017	2016
	\$	\$
11. Cash and cash equivalents		
Cash on hand	25,286	28,697
Cash at bank	-	632,577
	<u>25,286</u>	<u>661,274</u>
Bank overdraft	(632,776)	-
Cash and cash equivalents as per statement of cash flows	<u>(607,490)</u>	<u>661,274</u>
<p>The Company has an overdraft facility of \$250,000 with Westpac Banking Corporation and the overdraft in the bank account as at 31 December 2017 was \$179,396.</p>		
12. Trade receivables		
Trade receivables	651,036	1,265,906
Allowance for impairment	(231,761)	(344,170)
	<u>419,275</u>	<u>921,736</u>
<u>Allowance for impairment</u>		
Balance at 1 January	344,170	332,512
Allowances created during the year	189,594	11,658
Allowances written off during the year	(302,003)	-
Balance at 31 December	<u>231,761</u>	<u>344,170</u>
13. Inventories		
Beverage	39,539	64,759
Food	47,720	64,917
Boutique	1,059	33,193
Other	61,088	38,147
	<u>149,406</u>	<u>201,016</u>
14. Other receivables and prepayments		
FEA bond	96,146	96,146
Other receivables	113,632	125,554
Prepayments	145,199	392,760
VAT receivable	229,179	289,428
	<u>584,156</u>	<u>903,888</u>
<u>Disclosed in the financial statements as follows:</u>		
Current	488,010	807,742
Non-current	96,146	96,146
	<u>584,156</u>	<u>903,888</u>

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

15. Property, plant and equipment	Leasehold Land \$	Buildings \$	Plant and equipment \$	Motor vehicles \$	Furniture and fittings \$	Work in progress ** \$	Total \$
Cost							
Balance at 1 January 2016	130,204	7,739,522	2,028,926	138,307	770,046	3,801,541	14,608,546
Acquisitions during the year	-	38,525	106,234	38,532	33,140	6,396,222	6,612,653
Disposals	-	-	-	(21,939)	-	-	(21,939)
Transfer from WIP	-	-	171,628	-	-	(171,628)	-
Balance at 31 December 2016	130,204	7,778,047	2,306,788	154,900	803,186	10,026,135	21,199,260
Acquisitions during the year	-	-	115,342	139,000	20,051	3,281,312	3,555,705
Balance at 31 December 2017	130,204	7,778,047	2,422,130	293,900	823,237	13,307,447	24,754,965
Depreciation							
Balance at 1 January 2016	32,224	1,752,467	1,054,311	56,582	285,094	-	3,180,678
Depreciation charge for the year	4,118	91,323	180,269	23,337	88,273	-	387,320
Disposals	-	-	-	(15,796)	-	-	(15,796)
Balance at 31 December 2016	36,342	1,843,790	1,234,580	64,123	373,367	-	3,552,202
Depreciation charge for the year	4,118	80,789	213,929	30,585	89,191	-	418,612
Balance as at 31 December 2017	40,460	1,924,579	1,448,509	94,708	462,558	-	3,970,814
Carrying amount							
At 31 December 2016	93,862	5,934,257	1,072,208	90,777	429,819	10,026,135	17,647,058
At 31 December 2017	89,744	5,853,468	973,621	199,192	360,679	13,307,447	20,784,151

** Work in progress are mainly construction costs for Hide-A-Way Resort Limited - Vuda project and management expects completion and opening of the Resort in 2018.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

16. Share capital and reserve	2017	2016
	\$	\$
(a) Authorised capital		
750,000 ordinary shares	<u>750,000</u>	<u>750,000</u>
Shares of the Company have no par value.		
(b) Issued capital		
583,319 ordinary shares	<u>667,163</u>	<u>667,163</u>
Opening balance	667,163	583,319
Share premium reserve transferred	<u>-</u>	<u>83,844</u>
Closing balance	<u>667,163</u>	<u>667,163</u>

Shares of the Company have no par value.

The share premium reserve related to share issue proceeds received in prior years in excess of the par value as per section 60 of the Companies Act, 1983 at 31 December 2015. Under the new Companies Act (effective from 2016), share premium reserves can no longer be established or maintained, hence was reclassified to Share Capital as at 31 December 2016.

17. Trade and other payables	2017	2016
	\$	\$
Trade payables	2,093,782	3,045,285
Advance deposits	77,158	204,200
Service Turnover Tax payable	63,008	81,514
Environmental levy payable	157,703	48,402
Other payables and accruals	<u>365,052</u>	<u>304,688</u>
	<u>2,756,703</u>	<u>3,684,089</u>
18. Employee benefits		
<u>Provision for annual leave</u>		
Balance at 1 January	11,982	11,982
Net movement during the year	<u>22,597</u>	<u>-</u>
Balance at 31 December	<u>34,579</u>	<u>11,982</u>
19. Amounts payable to shareholder		
Fiji Teachers Union Co-operative Thrift and Credit Society Limited	<u>13,340,768</u>	<u>11,416,716</u>
<u>Disclosed in the financial statements as follows:</u>		
Non-current	<u>13,340,768</u>	<u>11,416,716</u>

Amounts payable to shareholder are unsecured and interest free. The shareholder has committed that the amounts will not be called in the next 12 months.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

20. Related parties

(a) Directors

The names of Directors in office at any time during the financial year were as follows:

- Agni Deo Singh	- Emanuel Kumar
- Arun Prasad	- Narain Gounder
- Pranesh Kumar	- Gyan Prasad
- Govind Singh	- Shashi Mahendra Shandil
- Navinesh Prasad	- Ajeshni Kumari Nand
- Rohit Deo	- Mustafa Khan

(b) Parent entity

The parent entity of the Company is Fiji Teachers Union Co-operative Thrift and Credit Society Limited.

(c) Transactions with key management personnel

In the current year, key management personnel comprises of the General Manager, Resort Manager and Finance and Administration Manager.

Transactions with key management personnel are on terms no more favourable than those available, or which might be reasonably be expected to be available, on similar transactions to third parties at arm's length.

Key management compensation is disclosed under Note 9.

	2017	2016
	\$	\$
(d) Amounts payable to shareholder		
Fiji Teachers Union Co-operative Thrift and Credit Society Limited (refer Note 19)	13,340,768	11,416,716

(e) Transaction with related parties

During the year, the Company entered into various transactions with related parties. The aggregate value of major transactions with the related parties during the year is as follows:

	2017	2016
	\$	\$
<u>Fiji Teachers Union Co-operative Thrift and Credit Society Limited</u>		
Payments by the shareholder on behalf of the Company	302,743	877,495
Payments by Hide-A-Way Resort Limited on behalf of the shareholder	606,519	-
Advances from the shareholder	2,432,700	-

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

21. Capital commitments

Capital commitments at year end amounted to \$Nil (2016: \$Nil).

22. Contingent liabilities

Bonds and guarantees

As at reporting date, contingent liabilities exist in respect of bank guarantees amounting to \$59,680 (2016: \$59,680).

23. Capital risk management

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

24. Operating lease

Leases as lessee

The operating lease commitments relate to leasehold land. The details are as follows:

Native lease:	21986
Area:	3,398 square metres
Description	Baravi, Nadroga, Fiji Islands
Period of lease:	60 years commencing 25 July 1979

The lease payments are calculated as 3% of gross receipts from all operations provided that the rent shall not be less than 6% of the unimproved capital value of the land.

During the year \$324,820 (2016: \$365,143) was recognised as an expense in the profit and loss.

25. Material non-cash financing activity

In January 2016, the Company declared a dividend of \$969,606 for 2015 which was paid to the shareholders during 2016 as follows:

- \$469,606 paid in cash by the Company; and
- \$500,000 paid by Fiji Teachers Union and Co-operative Thrift and Credit Society Limited on behalf of the Company.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

26. Assets held as securities

The following securities have been provided to Westpac Banking Corporation by the Company to secure bank loans of the parent, Fiji Teachers Union Co-operative Thrift and Credit Society Limited:

- Registered first fixed and floating charge (stamped collateral) by Hide-A-Way Resort Limited over all its assets and undertakings including its uncalled and called but unpaid capital.
- Registered first all monies mortgage No. 764169 (stamped collateral) by Hide-A-Way Resort Limited over Native Lease No. 15937.
- Registered first all monies mortgage (stamped collateral) by Hide-A-Way Resort Limited over Crown Lease No. 18176.
- Collateral deed over hotel and liquor license (stamped collateral) between Hide-A-Way Resort Limited or Licensee and Westpac Banking Corporation.

27. Explanation of transition to IFRS

As stated in Note 2(a), these are the Company's first financial statements prepared in accordance with IFRSs. In prior years, the Company prepared its financial statements under IFRS for SMEs.

The accounting policies set out in Note 3 have been applied in preparing the financial statements for the year ended 31 December 2017, the comparative information presented in these financial statements for the year ended 31 December 2016 and in the preparation of an opening IFRS statement of financial position at 1 January 2016 (the Company's date of transition).

In preparing its opening IFRS statement of financial position, there were no adjustments required by the Company to the previously reported amounts in the financial statements in accordance with International Financial Reporting Standard for Small and Medium Sized Entities (IFRS for SMEs).

(a) Adjustments to statement of financial position as at 1 January 2016

There were no differences between the statement of financial position presented under IFRSs and the statement of financial position previously reported under IFRS for SMEs.

(b) Adjustments to statement of cash flows for 2016

There were no differences between the statement of cash flows presented under IFRSs and the statement of cash flows previously reported under IFRS for SMEs.

Hide-A-Way Resort Limited t/a Fiji Hide-A-Way Resort & Spa
Notes to the financial statements
For the year ended 31 December 2017

28. Restatement

During the year, the Company discovered that on 14 January 2016, dividends of \$969,606 was declared for 2015 and was paid in 2016. As a consequence, retained earnings as at 1 January 2016 is overstated. This has been corrected by restating each of the affected financial statement line items for prior periods. The following table summarises the impacts on the Company's financial statements.

<i>Statement of changes in equity</i>	As previously reported	Adjustments	As restated
	\$	\$	\$
1 January 2016			
Retained earnings	6,007,413	(969,606)	5,037,807
Transactions with owners of the Company			
Dividends declared and paid during the year	(969,606)	969,606	-
Total retained earnings as at 1 January 2016			<u>5,037,807</u>

There are no adjustments made to the statement of financial position as at 31 December 2016, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended 31 December 2016.

29. Events subsequent to year end

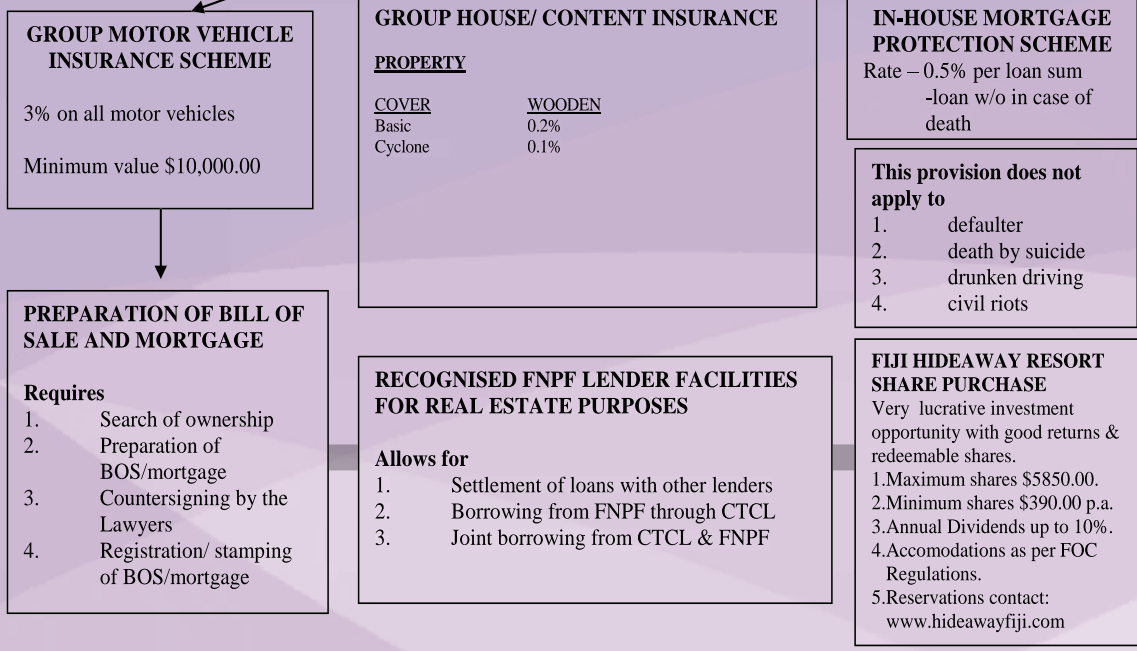
On 1 January 2018, Fiji Hideaway Resort & Spa - Vuda was opened for operations.

Apart from the above mentioned event, there has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company, in subsequent financial years.

DIVIDEND PAYMENTS CURRENTLY PAYING 4% ON SAVINGS SHARES HELD

INTEREST RATE – 6% APPLICABLE TO ALL TYPES OF LOANS

ADDITIONAL SERVICES

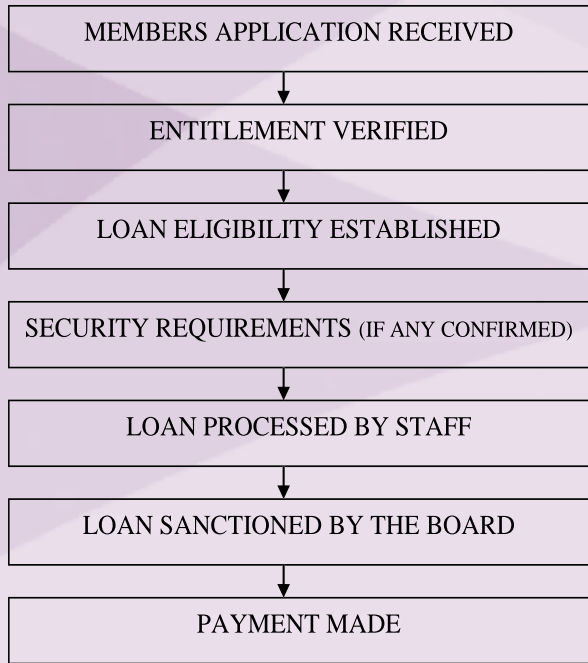


LOAN PROCESSING.

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HQ: 1-3 Berry Rd, Suva
Phone: 3304770/3317838
9920026/9957802
Fax: 3307343
Email: enquiries@ftuctcl.com.fj

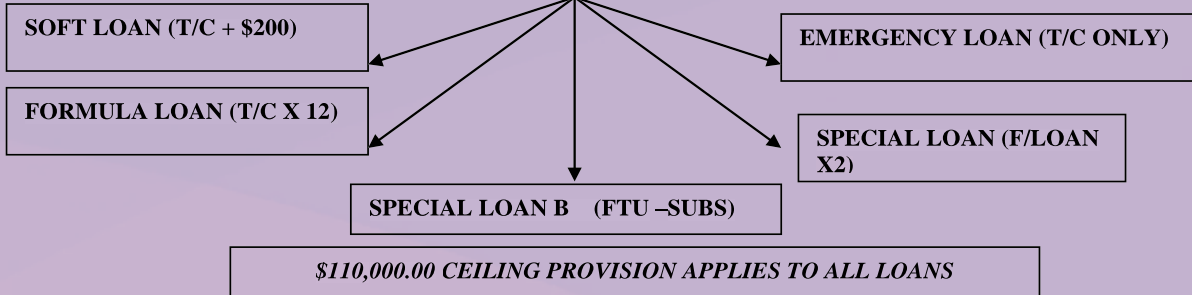
Lautoka: 2 Nasoki Street
Phone: 6665711
9929771
Email: lautoka@ftuctcl.com.fj

Labasa: FPSA Building,
Top Floor,
Naseakula Rd
Phone: 8818072
9929778
Email: labasa@ftuctcl.com.fj

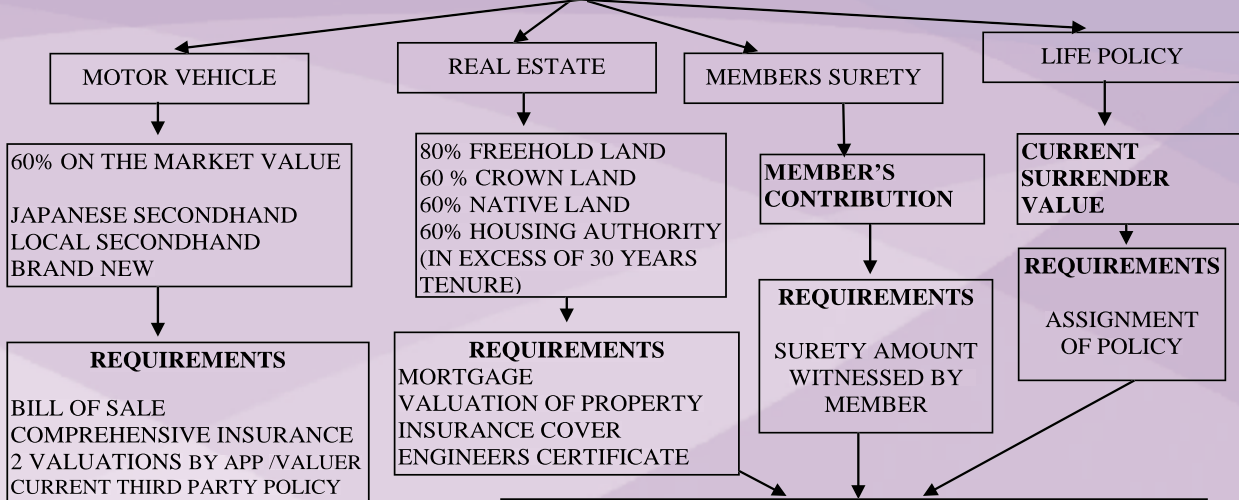


**FIJI TEACHERS' UNION
CO-OPERATIVE THRIFT AND CREDIT LIMITED**

TYPES OF LOAN



ACCEPTABLE SECURITIES



REPAYMENT TIME

JAPANESE IMPORTED CARS
- 4 YEARS
GENUINE SECOND HAND
- 3 YEARS
BRAND NEW
- 5 YEARS
\$10,000 OR LESS (MINIMUM \$8000)
- 2 YEARS

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**ENTER YOUR PIN TO ACCESS
YOUR ACCOUNT DETAILS.**

REPAYMENT TIME
(SAME FOR ALL TYPES OF LOANS EXCEPT FOR MOTOR VEHICLES)

AMOUNT	TIME	NO OF PAYS
Up to - 500	6 months	13 pays
501 - 1000	9 months	18 pays
1001 - 2000	12 months	26 pays
2001 - 3000	18 months	39 pays
3001 - 4500	24 months	52 pays
4501 - 6000	30 months	65 pays
6001 - 7500	36 months	78 pays
7501 - 9000	42 months	91 pays
9001 - 10500	48 months	104 pays
10501 - 12000	54 months	117 pays
12001 - 13500	60 months	130 pays
13501 - 15000	66 months	143 pays
15001 - 16500	72 months	156 pays
16501 - 18000	78 months	169 pays
18001 - 20000	84 months	182 pays
20001 - 22000	90 months	195 pays
22001 - 25000	96 months	208 pays
25001 - 30000	102 months	221 pays
30001 - 35000	108 months	234 pays
35001 - 40000	114 months	247 pays
40001 - 45000	120 months	260 pays
45001 - 50000	126 months	273 pays
50000 - 55000	132 months	286 pays
55001 - 60000	138 months	299 pays
60001 - 65000	144 months	312 pays
65001 - 70000	150 months	325 pays
70001 - 75000	156 months	338 pays
75001 - 80000	180 months	390 pays
80001 - 85000	204 months	442 pays
85001 - 100000	216 months	468 pays
100000 - 110000	240 months	520 pays

FIJI HIDEAWAY RESORT & SPA

Current Share Purchase Scheme and FOC Terms and Conditions as per Hideaway Policy

11.0 Resort Booking Procedures

All resort bookings are to be done in person over the counter, on line / fax/ phone direct to the resorts reservations system in accordance with the resorts reservation policies as follows:

- [a] All booking to be done in advance at least thirty [30] days with confirmed check-in and check-out dates.
- [b] All cancellations as per Resorts cancellation policies.
- [c] All date changes as per Resorts date change policies.
- [d] The Resort shall confirm within 24 hours availability and issue booking references.
- [e] The Resort reserves the right to decline any bookings that does not meet the criteria and or when the resort's guest booking to the maximum levels.
- [f] The FOC is exclusively for Frangipani Bures only. Upgrading to any other room configuration will result in members paying the difference in rates.
- [g] No FOC benefits will be accumulated if not taken during the year.
- [h] In case of natural disasters a confirm booking reference is required to change or claim the FOC night missed.
- [i] Upfront refundable cash deposit of \$150.00 to be paid on arrival and / or during reservation for members only and for non member's normal resorts policies applies.

[j] Loan form to be duly filled if there is need to finance the extra from CTCL loan accounts. This needs prior approval in the form of approval reference from CTCL loans department.

[k] The Resort management's decision on availability and confirmation of bookings shall be final and cannot be challenged - legally or otherwise by any parties.

12.0 FOC Regulations

The FOC term is used as free of charge and is applicable to members / Shareholders only for:

[a] Free accommodation for max 2 adults and 2 children [12 yrs & less] per room with share balance of minimum \$1950.00.

[b] Free continental breakfast for Max 2 adults and 2 children [12yrs &less] only provided there is billing evidence of satisfactory level [averaging \$20.00 per pax per day] of in-house food & beverage consumed by the same. Otherwise normal breakfast rates apply.

[c] Maximum of three [3] FOC per member for lifetime per year provided the member maintains the shares for at least 12 months from the date of purchase. Members who do not comply with this provision shall have his or her shares for recovery before withdrawal or sale is approved.

[d] Under this scheme the members are strictly not to bring any food or beverages from outside the resort

[e] A levy of \$110.00 per night will be charged to the rooms and deducted from the deposit if card holders are caught abusing the FOC regulations and Resorts policies.

[f] Members to pay for cost of any missing items and or damage to the property. Members refusing to comply shall have their loan account debited with justified amounts with 2 quotations from the suppliers and maintenance dept.

[g] Abusing card holder's benefits will be suspended and shareholder to face BOD disciplinary committee for uplifting / renewal. The committee reserves the right to completely cancel the benefit and refund any shares to the member.

[h] The BOD reserves the right to reduce the all the FOC benefits for the financial viability of the resort at all times.

[i] Members are strictly not allowed to sell his or her FOC to general public.

[j] Members cannot claim his or her FOC nights if the resort is not able to register their booking.

[k] Non members using the FOC benefits of members need CTCL approval first and do not qualify for FOC breakfast and discount on F&B.

FIJI TEACHERS UNION CO-OPERATIVE THRIFT AND CREDIT LIMITED

Office Staff



CHANDAR DUTT
Chief Executive Officer



JOANA NAIKATINI
Resort Operations Manager



SUNITA CHAND
Manager - Admin / Finance



VINEEL KISHORE
Finance Officer



JOASH GOUNDER
Filing / Mailing Clerk



RASHNEELA DEVI
Senior Clerical Officer



AVINESH PRASAD
Loans Officer



PRATISHMA KUMAR
Receptionist



LITIKA RAM
Clerical Officer - Lautoka



SHAMAL KUMAR
Clerical Officer - Labasa



KRISHNEEL PRASAD
Loans Clerk



P.O Box 16675, Suva, Fiji.
Phone: 330 4770 / 331 7838 Fax: 330 7343
Email: enquiries@ftuctcl.com.fj
Website: www.ftuctcl.com.fj