

ANSWER TO PARLIAMENTARY QUESTION 71 OF 2016 FOR ANSWER ON FRIDAY, 29th APRIL, 2016

Question 71 of 2016

Hon. Prof. Biman Prasad to ask the Prime Minister and Minister for iTaukei Affairs and Sugar Industry - Would the Hon. Prime Minister and Minister for iTaukei Affairs and Sugar Industry inform the House of the following:

- (i) Were two special cane payments of \$2 and \$2.80 given to cane growers in November 2015 and January 2016, deducted by the Fiji Sugar Corporation from the 2nd and 3rd cane payment being from proceeds for the 2015 harvesting and crushing season;
- (ii) Without the deductions of \$3.40 being balance of the special cane payment, from the 3rd cane payment in March 2016, would the total payment per tonne of cane be \$13.28 instead of \$9.88 per tonne?

Answer

Madame Speaker, the correct order in which the special cane payments were made were that the first special cane payment of \$2.80 per tonne was made on 9th November, 2015; and the second special cane payment of \$2.0 per tonne was made on 15th January, 2016.

Madame Speaker, the FSC made these two special cane payments from its own resources and not from the 2^{nd} and 3^{rd} cane proceeds of the 2015 harvest season. So the answer to part (i) of the question is no.

FSC, however, did recover 50% (\$1.40 per tonne) of the first special cane payment from the second cane payment for 2015 harvest season.

As for the second part (ii) of the question, the 3rd payment of \$9.88 in March was on the basis of sugar sale proceeds received and payable to cane growers. A deduction of \$2.40 per tonne for special cane payments was made from the 4th cane payment in May and the balance of \$1 per tonne would be deducted from the 2017 season.

Thank you Madam Speaker.

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