



## Ministry of Public Enterprises

Level 4, Civic Tower, Victoria Parade  
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### CIRCULAR

#06/2016

16 March 2016

File 1.1.31

TO: Distribution List

**SUBJECT: Cabinet Decision - Treatment of Government Grants and/or Special Funding**

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The Ministry wishes to advise that as per Cabinet Decision No. 59 of 2016, the Cabinet Decision 357/12 on "Treatment of Government Grants and/or Special Funding" has been rescinded.

This circular serves to inform all State Owned Entities (SOEs) that per the Cabinet Decision 59/2016, the accounting treatment for any recent grants and/or special funding given to SOEs will be in accordance with International Financial Reporting Standards (IFRS).

All entities are requested to adhere to the above decision.

Sincerely,

David Kolutagane  
Permanent Secretary  
Ministry of Public Enterprises

## **MPE Circular 6**

### **Distribution List**

1. Airports Fiji Ltd
2. Fiji Broadcasting Corporation
3. Fiji Public Trustee Corporation Ltd
4. Food Processors Fiji Ltd
5. Post Fiji Ltd
6. Rewa Rice Ltd
7. Unit Trust of Fiji (Management) Ltd
8. Yaqara Pastoral Company Ltd
9. Fiji Hardwood Corporation Ltd
10. Fiji Electricity Authority
11. Fiji Meat Industry Board
12. Housing Authority
13. Public Rental Board
14. Biosecurity Authority of Fiji
15. Maritime Safety Authority of Fiji
16. Water Authority of Fiji
17. Pacific Fishing Company Ltd
18. Copra Millers Fiji Ltd
19. Air Terminal Services Ltd
20. Fiji Pine Limited



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CIRCULAR

# 03/2013

12 June 2013  
File 1.1.31

TO: Distribution List

SUBJECT: *Cabinet Decision – Treatment of Government Grant and Special Funding*

Further to the Public Enterprises Circular No 1/2013 on the subject and per recent clarification from Solicitor General's Office, we wish to advise the following:

1. The Cabinet Decision No. 357 of 2012 which stated that '... any recent grant and/ or special funding given must be treated as Capital Contribution for the possibility of conversion into equity even if it means retrospectively' applies to all state owned enterprises
2. Accounts of all State Owned Enterprises should be adjusted from 2010 onwards to comply with the above Cabinet Decision
3. Also note that VAT is not payable for government grants and special funding to State Owned Enterprises, as the notion of Capital Contribution does not attract VAT.

All state owned enterprises are required to adhere to the above advice.

Sincerely,

Elizabeth A. Powell  
PERMANENT SECRETARY

