



SOLOMON ISLANDS NATIONAL PROVIDENT FUND

In accordance with Section 10 (1) of the Financial Institutions Act 1998

The Board of Trustees is pleased to inform the Members that:-

- The Financial Statements ended 30 June 2014 have been audited by KPMG (Fiji) Chartered Accountants under the authority of the Auditor General, and
- The Board signed the Financial Statements in accordance with the requirement of Solomon Islands National Provident Fund Act (Cap 109), the Financial Institution Act (1998) and International Financial Reporting Standards (IFRS) in compliance with IAS 26 *Accounting and Reporting by Retirement Benefit Plans*, where 2013* balances have been reclassified. This reclassification has not resulted in any changes to the amount of benefits available to the members.
- The amount credited to members in 2014 was 15% (2013: 20%) amounting to \$236,231,153 (2013: \$245,977,469) including a transfer from General reserve of \$126,530,710 (2013: transfer to General Reserve of 522,106,705).

| | 2014 \$ | 2013* \$ | |
|--|----------------------|------------------------|----------|
| STATEMENT OF CHANGES IN NET ASSETS | | | |
| INCOME | | | |
| INVESTMENT INCOME | | | |
| Interest, Dividends & Rentals | 161,085,464 | 836,076,100 | |
| LESS: DIRECT INVESTMENT COSTS | 20,670,304 | 27,818,760 | |
| NET RETURN ON INVESTMENTS | 140,415,160 | 808,257,340 | |
| OTHER INCOME | | | |
| Surcharge, Sundry, Gain on sale of fixed assets & recoveries | 21,056,798 | 3,983,653 | |
| | 161,471,958 | 812,240,993 | |
| CONTRIBUTION REVENUE¹ | | | |
| Unallocated contributions | 10,841,862 | 30,609,315 | |
| Members' contribution | 215,718,655 | 175,712,994 | |
| | 226,560,517 | 206,322,309 | |
| | 388,032,475 | 1,018,563,302 | |
| Benefits paid ² | (\$116,743,668) | (\$89,873,103) | |
| OPERATIONAL EXPENSES | | | |
| Operating expenses ³ | (\$43,715,039) | (\$36,217,471) | |
| CHANGE IN NET ASSETS FOR THE YEAR (before revaluation of Land & building) | 227,573,768 | 892,472,728 | |
| Transfer to General Reserve as a result of revaluation of land & buildings | - | 23,046,941 | |
| CHANGE IN NET ASSETS FOR THE YEAR | 227,573,768 | 915,519,669 | |
| Net assets available to pay benefits at the beginning of the financial year | 2,373,403,503 | 1,457,883,834 | |
| NET ASSETS AVAILABLE TO PAY BENEFITS AT THE END OF THE FINANCIAL YEAR | 2,600,977,271 | 2,373,403,503 | |
| STATEMENT OF NET ASSETS | | | |
| ASSETS | | | |
| Investments | 2,254,060,166 | 2,109,961,044 | |
| Other Assets (Cash, Receivables & PPE) | 367,861,805 | 270,648,513 | |
| TOTAL ASSETS | 2,621,921,971 | 2,380,609,557 | |
| LIABILITIES & NON CURRENT LIABILITIES^{4,5,6} | | | |
| Creditors, accruals and other payables | 20,944,700 | 7,206,054 | |
| NET ASSETS AVAILABLE TO PAY BENEFITS | 2,600,977,271 | 2,373,403,503 | |
| Represented by: | | | |
| Allocated to members account ⁴ | 2,048,124,001 | 1,693,478,795 | |
| Special death benefit ⁵ | 1,043,539 | 2,107,241 | |
| Nominees trust ⁶ | 4,520,557 | 3,997,583 | |
| Revaluation Reserve | 69,951,343 | 69,951,343 | |
| General Reserve | 477,337,831 | 603,868,541 | |
| | 2,600,977,271 | 2,373,403,503 | |
| BOARD OF TRUSTEES | | | |
| Mr Baoro Laxton Koraua | Chairman | Mr. Gideon Zoleveke | Director |
| Mr Peter Boyers | Deputy Chairman | Dr. Alice Pollard | Director |
| Dr. Levi Hou | Director | Mr. Jerry M Tengemoana | Director |
| Mr Harry Kuma | Director | Mrs. Julian Gegeu Haro | Director |
| Authorised by the Board of Trustees | | | |

Notes to changes in financial statement presentation - IAS 26

^{1, 2 & 3} - reclassification within statement of changes in net assets (contribution received and benefits paid during the year and adjustments in relation to presentation of expenses)

^{4, 5 & 6} - reclassification within statement of net assets (Members contribution accounts, special death benefit and nominees trust reclassified to reserves)