

## STATEMENT A

## Statement of Assets and Liabilities as at 30 June 2016

		30 June 2016	30 June 2015
<u>ASSETS</u>	Notes	Rs	Rs
Cash and Bank Balances	3	27,854,077,592	15,551,273,964
Advances	4	3,036,187,399	2,813,306,649
Investments	5	17,342,890,513	17,695,592,097
IMF -SDR Deposit	6	3,518,744,520	3,998,652,726
IMF -Reserve Tranche Position	6	2,036,414,491	1,586,312,424
		<b>53,788,314,515</b>	<b>41,645,137,860</b>
<b><u>LIABILITIES</u></b>			
Accounts Payable	7	4,733,872,167	4,431,604,804
Government Debt	8	84,005,589,918	76,304,160,480
Deposits	9	1,585,085,236	1,458,468,657
IMF -SDR Allocations	6	4,803,646,230	4,775,282,204
<b>Total Liabilities</b>		<b>95,128,193,551</b>	<b>86,969,516,145</b>
<b>Net Liabilities</b>		<b>(41,339,879,036)</b>	<b>(45,324,378,285)</b>
<b>Represented by:</b>			
Special Funds	10	7,099,797,374	7,480,806,379
Accumulated deficit in the Consolidated Fund	11	(48,439,676,410)	(52,805,184,664)
		<b>(41,339,879,036)</b>	<b>(45,324,378,285)</b>

The accompanying notes 1 to 12 form part of these accounts.

12 December 2016



**C. ROMOOAH**  
Accountant-General

**NOTES TO THE ACCOUNTS****1. GENERAL**

The statement of Assets and Liabilities has been prepared in accordance with Section 19 of the Finance and Audit Act, 1973 as subsequently amended.

**2. ACCOUNTING POLICIES****2.1 Basis of preparation**

- (i) The financial statements of the Government of the Republic of Mauritius are prepared in accordance with generally accepted accounting principles. All transactions are accounted for on a cash basis except for “costs of borrowings” and “carry-over of capital expenditure” which are accounted on an accrual basis.
- (ii) The accounting policies have been applied consistently throughout the period.
- (iii) The Statement of Assets and Liabilities does not include fixed assets and loans.

**2.2 Reporting Entity**

The accounts are for the Budgetary Central Government, which includes only Ministries and Government departments.

**2.3 Reporting Period**

The accounts cover the fiscal year of the Government of Mauritius which ran from 1 July 2015 to 30 June 2016.

**2.4 Foreign Currencies**

- (i) Functional and presentation currency

The accounts are presented in Mauritian Rupees (Rs) rounded to the nearest rupee which is also the functional currency.

- (ii) Transactions and balances

Transactions in foreign currencies are initially translated at the foreign exchange rate at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Assets and Liabilities. Non-monetary assets and liabilities measured at historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

**2.5 Investments**

Investments are recognized at cost in the Statement of Assets and Liabilities.

**2.6 Authorization Date**

The financial statements were authorized for issue on 12 December 2016 by Mr. C. Romooah, Accountant-General.

## NOTES TO THE ACCOUNTS

**3. CASH AND BANK BALANCES**

Cash and bank balances comprise cash in hand, cash remitted to Ministries/Departments and cash balances with Banks and agents both local and overseas as follows:

	<b>30 June 2016</b>	<b>30 June 2015</b>
	<b>Rs</b>	<b>Rs</b>
Cash and Bank balances	27,859,903,596	15,535,455,400
Remittances	(5,826,004)	15,818,564
<b>Total</b>	<b><u>27,854,077,592</u></b>	<b><u>15,551,273,964</u></b>
<b>Comprising of:</b>		
Local currency balances	23,255,019,491	11,672,902,031
Foreign currency balances - at local banks	4,560,408,359	3,850,934,932
Foreign currency balances - at external banks	38,649,742	27,437,001

Cash and bank balances include an amount of Rs 12,676,808,056 being proceeds from the issue of securities for the mopping up of excess liquidity and held at the Bank of Mauritius.

**4. ADVANCES**

These are advances made under the authority of warrants issued under Section 6(1) of the Finance and Audit Act and are recoverable within specified periods.

	<b>30 June 2016</b>	<b>30 June 2015</b>
	<b>Rs</b>	<b>Rs</b>
Government Officers(include Motor Cars & Motor Cycles Advances)	2,794,660,870	2,513,458,960
Parastatals/Local Government/Corporate Bodies	203,339,583	142,253,834
Ministries/Departments	38,186,946	157,593,855
<b>Total</b>	<b><u>3,036,187,399</u></b>	<b><u>2,813,306,649</u></b>

**5. INVESTMENTS**

These represent investments made out of monies standing to the credit of the Consolidated Fund and Special Funds in accordance with Section 3(4)(a) and 9(3)(a) of the Finance and Audit Act.

## NOTES TO THE ACCOUNTS

Details of investments are shown below.

	30 June 2016	30 June 2015
	Rs	Rs
Quoted Shares	140,251,173	144,854,350
Units	-	75,789,771
Unquoted Shares	12,573,268,792	10,148,056,284
Equity Participation	3,925,315,060	3,971,685,060
Other Investments	704,055,488	3,355,206,632
<b>Total</b>	<b><u>17,342,890,513</u></b>	<b><u>17,695,592,097</u></b>

Additional details in respect of investments are provided in the Statement of Investments-Statement F.

## 6. TRANSACTIONS WITH INTERNATIONAL FINANCIAL ORGANISATIONS

### (i) International Monetary Fund (IMF)

#### a) SDR Allocation and SDR Deposits

IMF SDR Allocations represents obligations which arise through the participation of the Republic of Mauritius in the SDR Department of the IMF and that are related to the allocation of SDR holdings. SDR Holdings are international reserve assets created by the IMF and allocated to members to supplement reserves. IMF SDR Deposit represents international reserve assets allocated to Mauritius by the IMF (SDR Holdings) and held at the Bank of Mauritius.

The rupee equivalent of the deposit of SDR 70,911,549 by the IMF to the Republic of Mauritius, i.e, Rs 3,518,744,520 is being shown as an asset "IMF SDR Deposit".

The rupee equivalent of the total allocation of SDR 96,805,549 made to the Republic of Mauritius, i.e Rs 4,803,646,230 as at 30 June 2016 is shown as liability and is also included in the statement of Public Sector Debt –Statement J.

#### b) Reserve Tranche Position

The Reserve Tranche Position represents that portion of the quota of the Republic of Mauritius in IMF that has been paid in reserve assets, i.e SDRs or foreign currency acceptable to the IMF. As at 30 June 2016 the Reserve Tranche position of the Republic of Mauritius with IMF stood at SDR 41,038,872, whilst the Quota amounted to SDR 142,200,200.

## NOTES TO THE ACCOUNTS

The rupee equivalent of the Reserve Tranche Position, i.e Rs 2,036,414,491 is being shown as an asset in the Statement of Assets and Liabilities.

The movement in the Reserve Tranche is as follows:

	<b>30 June 2016</b>	<b>30 June 2015</b>
	<b>Rs</b>	<b>Rs</b>
Balance as at 1 July 2015/ 1 January 2015	1,586,312,424	1,767,667,259
Exchange Differences	9,008,065	127,666,838
Transfer from SDR Deposit	503,659,240	-
Consolidated Fund adjustment	(62,565,238)	(309,021,673)
Balance as at 30 June	<u>2,036,414,491</u>	<u>1,586,312,424</u>

**c) Treasury Notes**

Pursuant to Section 4(3) of the International Financial Organisations Act, non-interest bearing demand notes have been issued by the Government to the IMF, as part of the Quota subscription of the Republic of Mauritius. The value of the notes as at 30 June 2016 stood at Rs 4,998,720,000.

**(ii) Other International Financial Organisations**

Pursuant to Section 4(3) of the International Financial Organisations Act, the Government has also issued non negotiable securities to the International Development Association. The value of securities as at 30 June 2016 stood at Rs 9,196,738.

**7. ACCOUNTS PAYABLE**

Accounts payable represents 'cost of borrowing' and 'carry-over of capital expenditure'. Details of costs of borrowings as at 30 June 2016 and 30 June 2015 are as follows:

<b>Costs of Borrowings</b>	<b>30 June 2016</b>	<b>30 June 2015</b>
	<b>Rs</b>	<b>Rs</b>
<b>a) Interest Payable</b>		
Government Bonds & Mauritius Development Loan Stocks (MDLS)	3,072,808,241	3,025,030,123
External Debt – Loans	182,897,195	198,192,987
Treasury Notes	666,103,780	685,042,847
Treasury Bills	321,873,252	200,488,991
One year Government of Mauritius Savings Certificates	-	4,098,762
Three year Government of Mauritius Savings Notes	9,510,134	9,546,256
Five year Government of Mauritius Savings Bonds	22,024,142	21,823,514
<b>Total interest payable</b>	<u><b>4,275,216,744</b></u>	<u><b>4,144,223,480</b></u>

## NOTES TO THE ACCOUNTS

	30 June 2016	30 June 2015
	Rs	Rs
<b>b) Premium</b>		
Government Bonds	131,541,108	111,040,198
Treasury Notes	73,422,353	166,935,126
<b>Total premium</b>	<u>204,963,461</u>	<u>277,975,324</u>

	30 June 2016	30 June 2015
	Rs	Rs
<b>c) Accrued Interest on Re-opening</b>		
Treasury Notes	26,573,000	9,406,000
<b>Total accrued interest on re-opening</b>	<u>26,573,000</u>	<u>9,406,000</u>

**Carry-Over of Capital Expenditure**

Under section 3A of the Finance and Audit Act, carry-over of capital expenditure represents the balance of the provision earmarked for capital projects in financial year 2015/2016 payable within 3 months of the close of the financial year. A consolidated list of carry-overs is included at Annex to the Statement D1. The amount of carry-overs as at 30 June 2016 is shown below:

	30 June 2016	30 June 2015
	Rs	Rs
<b>Carry Over of Capital Expenditure</b>	227,118,962	-
<b>Total Accounts Payable</b>	<u>4,733,872,167</u>	<u>4,431,604,804</u>

**8. GOVERNMENT DEBT**

a) Government Debt consists of:

- (i) Outstanding balances of Government of Mauritius (GOM) Treasury Bills and GOM Treasury Notes issued by the government for the financing of government's borrowing requirement and which are recorded at cost price and at cost price net of premium respectively; and
- (ii) Outstanding balances of GOM Securities issued by the government for mopping up of excess liquidity and which are recorded at cost.

## NOTES TO THE ACCOUNTS

Details are given below:

	12 months to 30 June 2016		6 months to 30 June 2015	
	Nominal Value	Cost Price	Nominal Value	Cost Price
	Rs	Rs	Rs	Rs
<b><u>GOM Treasury Bills issued for government's borrowing requirement</u></b>				
Balance at 1 July 2015/1 Jan. 2015	23,754,000,000	23,404,482,980	22,854,000,000	22,466,030,780
Issued	35,880,000,000	35,224,786,092	16,280,000,000	16,069,898,700
Redeemed	(36,524,300,000)	(36,075,531,374)	(15,380,000,000)	(15,131,446,500)
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Balance at 30 June	<b>23,109,700,000</b>	<b>22,553,737,698</b>	<b>23,754,000,000</b>	<b>23,404,482,980</b>
<b><u>GOM Treasury Notes issued for government's borrowing requirement</u></b>				
Balance at 1 July 2015/1 Jan. 2015	49,613,500,000	49,356,822,450	47,910,500,000	47,680,885,770
Issued	16,441,000,000	16,266,407,364	8,700,000,000	8,598,433,250
Redeemed	(16,923,500,000)	(16,848,185,650)	(6,997,000,000)	(6,922,496,570)
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Balance at 30 June	<b>49,131,000,000</b>	<b>48,775,044,164</b>	<b>49,613,500,000</b>	<b>49,356,822,450</b>
<b><u>GOM Treasury Bills issued for mopping up of excess liquidity</u></b>				
Balance at 1 July 2015/1 Jan. 2015	1,900,000,000	1,866,155,050	4,000,000,000	3,950,186,500
Redeemed	(1,900,000,000)	(1,866,155,050)	(2,100,000,000)	(2,084,031,450)
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Balance at 30 June	<b>-</b>	<b>-</b>	<b>1,900,000,000</b>	<b>1,866,155,050</b>

## NOTES TO THE ACCOUNTS

	12 months to 30 June 2016		6 months to 30 June 2015	
	Nominal Value	Cost Price	Nominal Value	Cost Price
	Rs	Rs	Rs	Rs
<b><u>One year GOM Savings Certificates issued for mopping up of excess liquidity</u></b>				
Balance at 1 July 2015/1 Jan. 2015	163,550,000	163,550,000	103,400,000	103,400,000
Issued	-	-	60,150,000	60,150,000
Redeemed	(163,550,000)	(163,550,000)	-	-
Balance at 30 June	-	-	<b>163,550,000</b>	<b>163,550,000</b>
<b><u>Three year GOM Savings Notes issued for mopping up of excess liquidity</u></b>				
Balance at 1 July 2015/1 Jan. 2015	607,850,000	607,850,000	529,500,000	529,500,000
Issued	-	-	78,350,000	78,350,000
Redeemed	(2,300,000)	(2,300,000)	-	-
Balance at 30 June	<b>605,550,000</b>	<b>605,550,000</b>	<b>607,850,000</b>	<b>607,850,000</b>
<b><u>Five year GOM Savings Bonds issued for mopping up of excess liquidity</u></b>				
Balance at 1 July 2015/1 Jan. 2015	905,300,000	905,300,000	789,050,000	789,050,000
Issued	-	-	117,250,000	117,250,000
Redeemed	(3,650,000)	(3,650,000)	(1,000,000)	(1,000,000)
Balance at 30 June	<b>901,650,000</b>	<b>901,650,000</b>	<b>905,300,000</b>	<b>905,300,000</b>



## NOTES TO THE ACCOUNTS

	12 months to 30 June 2016		6 months to 30 June 2015	
	Nominal Value	Cost Price	Nominal Value	Cost Price
	Rs	Rs	Rs	Rs
<b><u>GOM Treasury Bills issued for Liquidity Management</u></b>				
Balance at 1 July 2015/1 Jan. 2015	-	-	-	-
Issued	23,500,000,000	23,298,961,457	-	-
Redeemed	(12,202,400,000)	(12,129,353,401)	-	-
Balance at 30 June	<b>11,297,600,000</b>	<b>11,169,608,056</b>	-	-
<b>Total Government Debt</b>	<b><u>85,045,500,000</u></b>	<b><u>84,005,589,918</u></b>	<b><u>76,944,200,000</u></b>	<b><u>76,304,160,480</u></b>

- b) The outstanding balance of long term borrowings amounting to Rs 161,410,772,122 as at 30 June 2016 is not included in the Government Debt figure. Details of the total debt of the Government are provided in Statement J-Statement of Public Sector Debt.

**9. DEPOSITS**

Deposits comprise of:

	30 June 2016	30 June 2015
	Rs	Rs
Grants and Donations	61,135,931	59,468,440
Other Deposits	1,523,949,305	1,399,000,217
<b>Total</b>	<b><u>1,585,085,236</u></b>	<b><u>1,458,468,657</u></b>

**10. SPECIAL FUNDS**

These are the monies deposited with the Government by the various funds set up under the Finance and Audit Act.

## NOTES TO THE ACCOUNTS

**11. CONSOLIDATED FUND**

This represents the accumulated deficit of the Consolidated Fund established by Section 103 of the Constitution of the Republic of Mauritius. In accordance with Section 3 of the Finance and Audit Act, the Consolidated Fund has during the year under review been:

- (i) credited with all the revenues of the Government and all other money properly accruing to it; and
- (ii) charged only with expenses on the authority of warrant issued by the Minister of Finance.

	<b>30 June 2016</b>	<b>30 June 2015</b>
	<b>Rs</b>	<b>Rs</b>
<b>Accumulated deficit at 1 July</b>	(52,805,184,664)	(51,930,138,386)
<i>Add/(Less):</i>		
Surplus/(Deficit)	1,919,613,281	(2,473,892,617)
Fluctuation of Foreign Currencies	215,457,237	394,868,012
	<u>(50,670,114,146)</u>	<u>(54,009,162,991)</u>
<i>Add/(Less) adjustment in respect of:</i>		
Investments	2,293,002,974	1,513,000,000
IMF Reserve Tranche	(62,565,238)	(309,021,673)
<b>Accumulated deficit at 30 June</b>	<b><u>(48,439,676,410)</u></b>	<b><u>(52,805,184,664)</u></b>

**12. COMPARISON OF BUDGET AND ACTUAL AMOUNTS**

The original estimates were passed by the National Assembly on 24 April 2015. The approved budget is in respect of revenue estimates and government expenditure, both recurrent and capital, appropriated by votes for the period from 1 July 2015 to 30 June 2016. The original estimates of expenditure amounted to Rs 120,645M and a supplementary estimates amounting to Rs 4,100M was approved on 7 June 2016.

During the period under review, funds were transferred or re-allocated in accordance with the Virement Rules, and are shown as 'total provisions after supplementary provision and virement' in the Statement of Comparison of Budget and Actual Amounts - Statement AB.