

FINANCIAL STATEMENTS

OF THE

GOVERNMENT OF

THE REPUBLIC OF VANUATU

for the year ending

31 December 2024

This page left blank intentionally

Table of Contents

STATEMENTS OF RESPONSIBILITY 2

REPORT OF THE AUDITOR GENERAL 3

COMMENTARY ON THE FINANCIAL STATEMENTS 6

FINANCIAL STATEMENTS 7

Statement of Financial Performance 8
Statement of Financial Position 9
Statement of Cash Flows 10
Statement of Movements in Equity 11
Statement of Borrowings 14
Statement of Foreign Currency Borrowing by Currency 14
Statement of Borrowings – Detailed 15
Statement of Commitments 16
Statement of Specific Fiscal Risks 17
Statement of Segments - Statement of Financial Activity of the Development Fund 19
Statement of Segments - Statement of Financial Performance of the Recurrent Fund 20
Statement of Accounting Policies 21

NOTES TO THE FINANCIAL STATEMENTS 28

Note 1: Non-Exchange Taxation, Regulatory Fees and Fines Transactions Revenue 28
Note 2: Charges and Recoveries 30
Note 3: Investment Income 31
Note 4: Development Partner Contributions 32
Note 5: Analysis of Expenses 33
Note 6: Personnel Expenses 34
Note 7: Operating Expenses 35
Note 8: Grants, Subsidies and Transfer Payments 36
Note 9a: Cash and Cash Equivalents 37
Note 9b: Receivables 37
Note 10a: Advances and Prepayments 38
Note 10b: Investments in Multilateral Organisations 39
Note 11: Investment in Off Budget Entities 39
Note 12a: Property, Plant and Equipment 43
Note 12b: Property, Plant and Equipment Detailed Movement 44
Note 12c: Reconciliation of Revaluation Movement 46
Note 12d: Details of Revaluation of Property, Plant and Equipment 47
Note 12e: Details of Classes of Property, Plant and Equipment Not Revalued 49
Note 12f: Capital Work in Progress 49
Note 13: Payables and Provisions 50
Note 14: Employee Entitlements 50
Note 14: Employee Entitlements (continued) 51
Note 15: Trust Account Liabilities 51
Note 16: Deferred Revenue 52
Note 17: Financial Instruments 53
Note 18: Related Parties 60
Note 19: Events after the Balance Date 61

OTHER STATEMENTS 62

Summary of Appropriations by Agency 63
Statement of Appropriations Detailed 64
Statement of Unappropriated Expenditure 77

STATEMENTS OF RESPONSIBILITY

Minister of Finance and Economic Management

I present the 2024 financial statements of the Government of the Republic of Vanuatu.

In accordance with my responsibilities under Section 30 of the Public Finance and Economic Management Act, I warrant both the integrity of the financial disclosures contained in the Financial Statements and their consistency with the requirements of the Act. These Financial Statements were authorised for issue on 31/10/25

Honourable Johnny Koanapo Rasou (MP)
Minister of Finance and Economic Management

Director General of the Ministry of Finance and Economic Management

These Financial Statements have been prepared by the Ministry of Finance and Economic Management in accordance with the provisions of the Public Finance and Economic Management Act. Compilation of these Financial Statements follows generally accepted accounting practice and has complied with International Public Sector Accounting Standards as issued by the International Federation of Accountants except where noted.

The Ministry of Finance and Economic Management is responsible for establishing and maintaining a system of internal control designed to provide reasonable assurance that the transactions recorded are within the statutory authority and properly record the use of all financial resources by the Government. To the best of my knowledge this system of internal control has operated adequately throughout the reporting period.

In accordance with my responsibilities under Section 30 of the Public Finance and Economic Management Act. I warrant both the integrity of the financial disclosures contained in the Financial Statements and their consistency with the requirements of the Act. These Financial Statements were authorised for issue on 31/10/25

Roan Lester Sunghk
Director General
Ministry of Finance and Economic Management

REPORT OF THE AUDITOR GENERAL
OF THE FINANCIAL STATEMENT FOR THE WHOLE OF GOVERNMENT FOR THE YEAR ENDED 31 DECEMBER 2024

VANUATU NATIONAL AUDIT OFFICE
BUREAU DU CONTRÔLEUR GÉNÉRAL DES COMPTES DE VANUATU

REPORT OF THE AUDITOR-GENERAL OF THE FINANCIAL STATEMENT FOR THE WHOLE OF GOVERNMENT FOR THE YEAR ENDED 31 DECEMBER 2024

In accordance with Article 25(5) of the Constitution of the Republic of Vanuatu and Section 27 of the Expenditure Review and Audit Act No.3 of 1998 (as amended), I have audited the financial statements of the Vanuatu Whole of Government (consolidated) for the year ended 31 December 2024.

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

The Department of Finance and Treasury (DoFT) is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (IPSAS accrual) and legislation. The respective line ministries are responsible for the necessary internal control to enable the preparation of financial statements by the DoFT that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible of overseeing the entity's financial reporting process.

Auditor's Responsibility for the Audit of the Financial Statements

My 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 and auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, which is consistent with the International Standards for Supreme Audit Institutions, 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.

In accordance with the International Standards for Supreme Audit Institutions, I exercise professional scepticism throughout the audit. I 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 my opinion. The risk of not

Rue de Carnot PMB 9037 Port Vila Republic of Vanuatu South Pacific
Tel: +678 33085 / Voip # 2254

detecting a material misstatement resulting from fraud is higher than for one resultting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
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 Entity's internal control.
Evaluate the appropriateness of accounting policies uses and the reasonableness of accounting estimates and related disclosures made by management.
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.
I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or, when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Adverse Opinion

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the accompanying financial statements do not present fairly the financial position of the Government based on audit evidence provided for the financial year ended 31 December 2024.

Basis for Adverse Opinion

The following is the basis for issuing an adverse opinion:

- During the audit we had difficulty in obtaining supporting documents from the line ministries, this includes sample transaction requests of Revenue and Expenditure and employee related liabilities (leave and severance liability). This is due to poor recordkeeping by line ministries and agencies.
- The final version of the financial statements submitted after the completion of the audit work contains additional variances that cannot be verified.

Rue de Carnot PMB 9037 Port Vila Republic of Vanuatu South Pacific
Tel: +678 33085 / Voip # 2254

- The Government Business Enterprises' financial statements are not up to date. As a result, the government's interest/equity share is misstated in the Investment in GBE line item.
- We have also reviewed the asset registers of the Government, a large number of assets listed as part of the PPE balance could not be verified.
- An amount of VT 400 845 452 relating to employee accountable imprest (Receivable) that has not been disclosed in the financial statements. This amount has not been recovered at the date of this report.
- We also could not verify the commitments of the Government due in future periods due to the unavailability of a contract register.
- Due to the enactment of the Right to Information Act, the Government did not provide the VNAO with minutes and details of the Council of Ministers decisions despite the Expenditure Review Act and PFEM Regulation Order No.88 of 2021, Section 78(2), authorising the Auditor General to access all information required to verify transactions of the Government.

Report on Other Legal and Regulatory Requirements

The following breaches in legal and regulatory requirements were identified:

- Information required to verify transactions was not provided to the VNAO by line ministries.
- Non-compliance with the PFEM Regulation Order No.88 of 2021, Section 16 3(d) due to a lack of verification of goods and services received through supporting documentation before LPO's are raised. The MFEM indicated that the receipting of goods is done online, however we have found instances where payments are made to suppliers despite a lack of delivery of goods and services.
- Non-compliance with the PFEM Regulation Order No.88 of 2021, Section 80, which relates to the provision of information by the GBE's to the Director General of Finance. A number of GBE's are still not up to date with the financial statements, however some progress has been made.



Caleb Sandy
Auditor-General

31 October 2025
Port Vila

COMMENTARY ON THE FINANCIAL STATEMENTS

These Financial Statements represent the accrual based financial statements prepared for the Government of the Republic of Vanuatu for the year ended 31 December 2024. The Statements follow generally accepted accounting practice and follow International Public Sector Accounting Standards (IPSAS) as issued by the International Federation of Accountants where practicable. Where the financial statements do not fully comply with IPSAS, this has been disclosed in the Notes to the Financial Statements. A brief commentary on each of the main statements included in these accounts follows:

Summary of Statement of Financial Position

The Statement of Financial Position shows the assets and liabilities of the Government.

	2024 vatu million	2023 vatu million
Financial Position		
Assets	267,833	261,595
Liabilities	99,350	96,039
Net Worth	**168,483**	**165,556**

Summary of Statement of Financial Performance

The Statement of Financial Performance shows the total revenue and expenses for the Government each year. The net surplus or deficit of Off Budget Entities is also included in this statement to show the Operating Balance of the total Government reporting entity for each year. A summary of the Consolidated Statement of Financial Performance is as follows:

	2024 vatu million	2023 vatu million
Consolidated Financial Performance		
Revenue	53,450	46,883
Expenses	50,080	49,003
Revenue less Expenses	**3,370**	**(2,120)**
Net surplus/(deficit) of OBEs	(443)	(1,352)
Operating Balance	**2,927**	**(3,472)**

If Development Partner funded activities are excluded, the Statement of Financial Performance for the Recurrent Fund is as follows:

	2024 vatu million	2023 vatu million
Recurrent Fund Financial Performance		
Revenue	46,671	38,860
Expenses	41,814	43,371
Revenue less Expenses	**4,857**	**(4,511)**
Net surplus/(deficit) of OBEs	(443)	(1,352)
Operating Balance	**4,414**	**(5,863)**

Summary of Statement of Borrowings

The Summary of Statement of Borrowings shows the stock of debt outstanding at the end of the period. The foreign currency borrowings are converted to Vatu at the end of each period using the mid exchange rate published by the Reserve Bank of Vanuatu.

	2024 vatu million	2023 vatu million
Borrowings		
Foreign currency borrowings	39,494	40,270
Domestic borrowings	16,592	12,710
Total borrowings	**56,087**	**52,980**

FINANCIAL STATEMENTS

of the

GOVERNMENT OF
THE REPUBLIC OF VANUATU

for the year ending 31 December 2024

Statement of Financial Performance
(for the year ending 31 December 2024)

	Notes	2024 vatu million	2023 vatu million
Revenue			
Non-Exchange Taxation, Regulatory Fees and Fines Transactions			
Taxation revenue	*1*	22,932	22,128
License and registration fees	*1*	12,895	11,331
Other Sovereign revenues	*1*	1,111	837
Non-Exchange Transfer Revenue			
Contributions from Development Partners	*4*	10,420	9,758
Total Revenue through non-Exchange Transactions		**47,358**	**44,054**
Exchange Transactions			
Charges and recoveries	*2*	2,740	1,724
Investment income	*3*	2,477	1,246
Total Revenue Earned through Exchange Transactions		**5,217**	**2,970**
Other Revenue			
Gains/(Losses) on Investments	*10b*	185	-
Foreign currency gains/(losses)		690	(141)
Total Other Revenue		**875**	**(141)**
Total Revenue		**53,450**	**46,883**
Expenses			
Personnel expenses	*6*	21,832	20,457
Operating expenses	*7*	11,789	10,720
Grants, subsidies and transfer payments	*8*	9,176	7,043
Finance costs		1,060	1,251
Depreciation of assets	*12b*	5,339	6,815
Impairment of Receivables	*9b*	(237)	(499)
Impairment of Advances	*10a*	-	2,681
Provision for Realisation of Guarantee	*13*	1,121	-
Property Plant and Equipment Revaluation Loss	*12c*	-	535
Total Expenses	*5*	**50,080**	**49,003**
Revenue less Expenses		**3,370**	**(2,120)**
Net surplus/(deficit), less distributions, attributable to Off Budget Entities	*11*	**(443)**	**(1,352)**
Operating Balance		**2,927**	**(3,472)**

The accompanying notes and accounting policies are an integral part of these statements.

Note: The Statement of Financial Performance includes all revenue and expenses for the Recurrent and Development Funds. The Statement of Segments has separate Statements of Financial Activity and Financial Performance for the Recurrent and Development funds.

Statement of Financial Position
(as at 31 December 2024)

	Note	2024 vatu million	2023 vatu million
Assets			
Cash and Cash Equivalents	*9a*	17,483	16,566
Receivables	*9b*	4,702	3,116
Advances	*10a*	26,993	27,024
Prepayments	*10a*	625	146
Investments in Multilaterial Organisations	*10b*	185	-
Investment in Off Budget Entities	*11*	4,892	5,335
Property, Plant and Equipment	*12*	206,954	198,780
Capital works in Progress	*12f*	5,999	10,628
Total Assets		**267,833**	**261,595**
Liabilities			
Payables and provisions	*13*	4,743	4,156
Employee Entitlements	*14*	25,052	24,568
Trust account liabilities	*15*	2,358	2,162
Borrowings		56,087	52,980
Deferred Revenue	*16*	11,110	12,173
Total Liabilities		**99,350**	**96,039**
Total Assets less Total Liabilities		**168,483**	**165,556**
Net Worth			
Recurrent Fund Balance		(4,276)	(8,690)
Development Fund Balance		11,595	13,082
Fixed Assets Revaluation Reserve		161,164	161,164
Net Worth		**168,483**	**165,556**

The accompanying notes and accounting policies are an integral part of these statements.

Note: The Statement of Financial Position includes all assets and liabilities for the Recurrent, Trust and Development Funds.
Details of Borrowings are included in the Statement of Borrowings
Details of movements in equity (net worth) are shown in the Statement of Movements in Equity

Statement of Cash Flows
(for the year ending 31 December 2024)

	2024 vatu million	2023 vatu million
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash was provided from:		
Taxation Revenue	21,681	22,667
License and Registration Fees	7,867	11,103
Development Partner Contributions	4,363	7,699
Other Sovereign Revenues	1,075	850
Investment Income	678	183
Other Operating Receipts	697	828
Total Cash Provided from Operations	**36,361**	**43,330**
Cash was disbursed to:		
Personnel payments	20,981	19,583
Operating payments	6,038	18,136
Subsidies and transfers	8,355	7,028
Finance costs	932	1,112
Total Cash Disbursed from Operations	**36,306**	**45,859**
Net Cash Flows from Operations	**55**	**(2,529)**
CASH FLOWS FROM INVESTING ACTIVITIES		
Cash was provided from		
Repayment of advances from OBEs	19	141
Total Cash Provided from Investing Activities	**19**	**141**
Cash was disbursed to:		
Purchase of physical assets and capital works	3,201	1,523
Advances to OBEs	20	34
Total Cash Disbursed to Investing Activities	**3,221**	**1,557**
Net Cash Flows from Investing Activities	**(3,202)**	**(1,416)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash was provided from:		
Drawdown of domestic loans	4,929	3,302
Drawdown of foreign loans	1,616	2,389
Net Receipts/(Payments) from Trust Funds	26	539
Total Cash Provided from Financing Activities	**6,571**	**6,230**
Cash was disbursed to:		
Repayment of domestic loans	1,046	1,115
Repayment of foreign loans	1,461	2,750
Total Cash Disbursed to Financing Activities	**2,507**	**3,865**
Net Cash Flows from Financing Activities	**4,063**	**2,365**
Net Increase / (Decrease) in Cash Held	**917**	**(1,579)**
Add Opening Cash Balances	16,566	18,146
Closing Cash Balance	**17,483**	**16,566**

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Movements in Equity
(for the year ending 31 December 2024)

	2024 vatu million	2023 vatu million
Opening Equity Balance		
Recurrent Fund	(8,690)	(2,826)
Development Fund	13,082	10,691
Fixed Assets Revaluation Reserve	161,164	111,943
Opening Equity balance	**165,556**	**119,808**
Net Surplus/(Deficit)		
Recurrent Fund	4,414	(5,864)
Development Fund	(1,487)	2,391
Net Surplus/(Deficit)	**2,927**	**(3,473)**
Other Movements		
Fixed Assets Revaluation Reserve	-	49,221
Other Movements	**-**	**49,221**
Closing Equity Balance		
Recurrent Fund	(4,276)	(8,690)
Development Fund	11,595	13,082
Fixed Assets Revaluation Reserve	161,164	161,164
Closing Equity Balance	**168,483**	**165,556**

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Movements in Equity (continued)
(for the year ending 31 December 2024)

Recurrent Fund Balance

	2024 vatu million	2023 vatu million
Recurrent Fund Opening Balance	**(8,690)**	**(2,826)**
Net Surplus/(Deficit) for the year	4,414	(5,864)
Recurrent Fund Closing Balance	**(4,276)**	**(8,690)**

The Net Surplus/(Deficit) for the year includes depreciation on all fixed assets.

Development Fund Balance

	2024 vatu million	2023 vatu million
Development Fund Opening Balance	**13,082**	**10,691**
Surplus/(Deficit) for the year	(1,487)	2,391
Development Fund Closing Balance	**11,595**	**13,082**

The Development Fund Balance represents amounts contributed by Development Partners for Development Projects which have not been spent yet. These amounts are held in reserve against each approved project until committed for expenditure by the Ministry or Agency managing the project. Development Partner contributions are deposited to a separate trust account at the Reserve Bank.

Reconciliation of Outstanding Liability for Unspent Development Partner Contributions and the Development Fund Bank Account

	2024 vatu million	2023 vatu million
Development Fund Balance Reconciliation		
Unspent Development Partner Contributions for Projects Balance	11,595	13,082
Development Fund Bank Account Balance	12,376	11,294
Cash Owing/(Surplus) in Development Fund Bank Account	**(781)**	**1,788**
Balance of other bank accounts (to meet cash owing to the Development Fund)	**5,107**	**5,272**

The Government makes payments for Development Partner projects from the Main Recurrent Bank Account, then withdraws sufficient funds from the Development Fund Trust Account to meet expected payments for the next month. As such the balance of the Development Fund Bank Account may vary from the total outstanding liability. The difference between the outstanding liability for unspent Development Partner contributions and the balance at the bank account is shown in the reconciliation above.

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Movements in Equity (continued)
(for the year ending 31 December 2024)

Assets Revaluation Reserve Balance

	2024 vatu million	2023 vatu million
Asset Revaluation Reserve Opening Balance	**161,164**	**111,943**
Revalued fixed asset movements	-	49,221
Asset Revaluation Reserve Closing Balance	**161,164**	**161,164**

An exercise to identify and revalue assets in certain classes was commenced in 2020 and continued through to 2024. Further work is anticipated before the full extent of assets is shown on the Statement of Financial Position.

	2024 vatu million	2023 vatu million
Breakdown of Asset Revaluation Reserve Balance by Asset Class		
Land	72,921	72,921
Buildings & other structures	41,964	41,964
Plant & Equipment	674	674
Motor Vehicles	483	483
Ships and Boats	71	71
IT & Communications Infrastructure	5,286	5,286
Roads Infrastructure	15,034	15,034
Electricity Infrastructure	14,999	14,999
Port and Wharf Infrastructure	3,736	3,736
Water Supply Infrastructure	5,996	5,996
Airport Infrastructure	-	-
Grand Total	**161,164**	**161,164**

See Note 12 for further details on the revaluation. The comparative has been updated to combine the Other Assets balance in Plant and Equipment and for minor rounding.

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Borrowings
(as at 31 December 2024)

This Statement summarises movements in foreign and domestic borrowings for each year. A detailed Statement of borrowings by currency and individual loan balances is included on the following pages. Further information of borrowings is included in Note 17: Financial Instruments.

	2024 vatu million	2023 vatu million
Foreign Currency Borrowings		
Opening Balance	40,270	40,922
Principal drawdowns	1,616	2,389
Principal Repayments	(1,461)	(2,750)
Loan Write-offs	-	-
Foreign Exchange changes	(930)	(292)
Closing Balance	**39,494**	**40,270**
Domestic Borrowings		
Opening Balance	12,710	10,523
Principal drawdowns	4,929	3,302
Principal Repayments	(1,046)	(1,115)
Loan Write-offs	-	-
Foreign Exchange changes	-	-
Closing Balance	**16,592**	**12,710**
Total Borrowings		
Opening Balance	52,980	51,446
Principal drawdowns	6,544	5,691
Principal Repayments	(2,507)	(3,865)
Loan Write-offs	-	-
Foreign Exchange changes	(930)	(292)
Closing Balance	**56,087**	**52,980**

Statement of Foreign Currency Borrowing by Currency
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Foreign Currency Borrowings by Currency		
Chinese Yuan Renminbi	16,972	17,320
Japanese Yen	4,757	5,042
IDA Special Drawing Rights	17,489	-
US Dollar	276	17,908
Total Foreign Currency Borrowings	**39,494**	**40,270**

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Borrowings – Detailed
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Asian Development Bank Loans		
DFI / Development Bank of Vanuatu	109	113
Santo Wharf	83	112
Santo Wharf Supplementary	83	98
Urban Infrastructure	437	487
Comprehensive Reform Program	1,285	1,372
Cyclone Dani	61	72
Port Vila Urban Development Project ADB	405	414
Interisland Shipping Support Project	2,712	2,699
Effective Coverage of New Vaccine in Pacific	276	263
Energy Access Project	285	277
Cyclone Pam Road Reconstruction Project	811	787
Total Asian Development Bank Loans	**6,549**	**6,694**
International Development Association Loans		
Agriculture Extension	45	52
Multiproject Loan	100	111
Primary & Secondary Education	152	194
Housing	43	51
Vanuatu Reconstruction Project	2,668	2,729
Vanuatu Aviation Investment Project	7,286	7,716
Vanuatu Rural Energy Electrification Project II	-	-
Pacific Resilience Program	922	361
Total IDA Loans	**11,216**	**11,214**
China Loan (Concessional Loan)		
Vanuatu Road Rehabilitation Project	4,397	4,868
Road Rehabilitation Project Phase 2	5,936	5,771
Luganville Wharf Project	2,760	3,375
Pentecost Road Phase I	3,878	3,306
Total China Loan (Concessional Loan)	**16,972**	**17,320**
JICA Loans		
Port Vila Lapetasi Wharf Development Project JICA	4,757	5,042
Total JICA Loans	**4,757**	**5,042**
Total Foreign Currency Loans	**39,494**	**40,270**
Domestic Borrowings	**16,592**	**12,710**
Total Borrowings	**56,087**	**52,980**

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Commitments
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Capital Commitments		
Due within 1 year	46	151
Due within 2 to 5 years	46	15
Due after 5 years	-	-
Total Capital Commitments	**92**	**166**
Operating Commitments		
Due within 1 year	42	51
Due within 2 to 5 years	28	25
Due after 5 years	14	-
Total Operating Commitments	**84**	**76**
Total Commitments	**176**	**242**

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Specific Fiscal Risks
(as at 31 December 2024)

Statement of Contingent Liabilities and Contingent Assets

Contingent liabilities are costs that the Government will have to face only if a particular event occurs. Contingent assets are potential assets dependent on a particular event occurring. The likelihood of each event occurring, and the contingent asset or contingent liability being realised varies greatly. In many cases it is unlikely that the contingent asset or liability will ever be realised.

	2024 vatu million	2023 vatu million
Quantifiable Contingent Liabilities		
Guarantees and indemnities	1,017	2,255
Uncalled capital	3,156	3,775
Legal proceedings and disputes	389	262
Total Quantifiable Contingent Liabilities	**4,562**	**6,292**
Quantifiable Contingent Assets		
Legal proceedings and disputes	1,374	1,361
Total Quantifiable Contingent Assets	**1,374**	**1,361**

The Legal Proceedings and Disputes Contingent Liability estimates the amount of contingent liabilities likely to be paid out, rather than the total amount that the Government is being sued for. In the extremely unlikely event that the Government loses all its court cases, and the maximum compensation is awarded against the Government, the amount of liability would be 18,284 million vatu (16,267 million vatu – 2023).

List of Material Contingent Liabilities and Contingent Assets

All contingent liabilities and assets are disclosed below. Where a contingent liability or asset is unquantifiable but is considered material, it is also included in this list. Material contingent liabilities and assets are as follows:

		2024 vatu million	2023 vatu million
Guarantees and Indemnities			
Bred Bank	Loan guarantees given to BRED Bank to support the ongoing activity of Air Vanuatu (Operations) Ltd.	1,004	1,054
VNPF	Loan guarantees given to Vanutu National Provident Fund to support the ongoing activity of Air Vanuatu (Operations) Ltd.	-	1,000
Pacific Aviation Security Office	Loan guarantee given to the Asian Development Bank for 25% of a SDR 1,033,00 (approx. USD $1.9m) loan given to the Pacific Aviation Security Office.	13	161
Vanuatu Institute of Technology (VIT)	For the Purchase of Sky Garden Hotel	-	40
Total Guarantees and Indemnities		**1,017**	**2,255**

Notes:

1. The guarantee to VNPF has been recognised as a provision in 2024 and is no longer a contingent liability. The provision amount is different to the previously guaranteed amount as the provision is estimated based on the expected outflow, the amount which has been constructively committed compared with the amount in the Guarantee agreement.
2. The 2023 comparative presentation has been updated to split out the Guarantees on behalf of Air Vanuatu (Operations) Ltd. There has been no change to the total amount.

The accompanying notes and accounting policies are an integral part of these statements.

List of Material Contingent Liabilities and Contingent Assets (continued)

		2024 vatu million	2023 vatu million
Uncalled Capital and Non-Interest Bearing (NIB) Promissory Notes			
International Monetary Fund	NIBs for Vanuatu's membership with the International Monetary Fund	2,125	2,125
Asian Development Bank	Uncalled capital subscriptions for Vanuatu's membership with the Asian Development Bank (SDR6,730,000)	1,031	1,650
Total Uncalled Capital and NIB Promissory Notes		**3,156**	**3,775**

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Segments - Statement of Financial Activity of the Development Fund (for the year ending 31 December 2024)

	Development Fund 2024 vatu million	Development Fund 2023 vatu million
Opening Balance	**13,082**	**10,691**
Contributions from Development Partners		
Australia	511	3,277
New Zealand	1,344	897
World Bank	2,370	1,381
South Pacific Commission	16	9
United Nations	631	543
Vanuatu Government	132	343
Japan	196	92
World Health Organisation	62	70
France	14	27
ADB Contributions	419	501
Other Development Partner Contributions	1,460	825
Other revenue	103	102
Total Contributions from Development Partners	**7,258**	**8,067**
Loans from Development Partners for Development Fund Projects		
China	982	1,415
ADB	65	951
World Bank loans	569	23
Total Loans from Development Partners for Development Fund Projects	**1,616**	**2,389**
Expenditure by Ministry		
Infrastructure & Public Utilities	4,443	2,985
Finance & Economic Management	1,342	478
Health	547	577
Education	902	624
Internal Affairs	61	84
Lands, Mines & Water Resources	615	354
Justice and Community Services	29	38
Constitutional Areas of Government	13	30
Agriculture, Quarantine, Forestry & Fisheries	110	37
Tourism, Trade, Commerce and Ni-Vanuatu Business	142	111
Prime Ministers' Office	1,120	2,168
Foreign Affairs and External Trade	20	88
Youth Development & Training	2	7
Climate Change Adaptation, Geohazards, Meteorology and Energy	731	392
Other	284	92
Total Expenditure	**10,361**	**8,065**
Development Fund surplus/(deficit)	**(1,487)**	**2,391**
Development Fund balance excluding advances	**11,595**	**13,082**
Less advances from Development Fund	(103)	(105)
Closing Balance	**11,492**	**12,977**

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Segments - Statement of Financial Performance of the Recurrent Fund
(for the year ending 31 December 2024)

	Recurrent Fund 2024 vatu million	Recurrent Fund 2023 vatu million
Revenue		
Non-Exchange Taxation, Regulatory Fees and Fines Transactions		
Taxation revenue	22,932	22,128
License and registration fees	12,799	11,233
Other Sovereign revenues	1,111	837
Non-Exchange Transfer Revenue		
Contributions from Development Partners	3,743	1,837
Total Revenue through non-Exchange Transactions	**40,585**	**36,035**
Exchange Transactions		
Charges and recoveries	2,739	1,724
Investment income	2,472	1,242
Total Revenue Earned through Exchange Transactions	**5,211**	**2,966**
Other Revenue		
Gains/(Losses) on Investments	185	-
Foreign currency gains/(losses)	690	(141)
Total Other Revenue	**875**	**(141)**
Total Revenue	**46,671**	**38,860**
Expenses		
Personnel expenses	21,373	19,913
Operating expenses	4,432	5,831
Grants, subsidies and transfer payments	8,720	6,847
Finance costs	1,068	1,248
Depreciation of assets	5,336	6,815
Impairment of Receivables	(236)	(499)
Impairment of Advances	-	2,681
Provision for Realisation of Guarantee	1,121	
Property Plant and Equipment Revaluation Loss	-	535
Total Expenses	**41,814**	**43,371**
Revenue less Expenses	**4,857**	**(4,511)**
Net surplus/(deficit), less distributions, attributable to Off Budget Entities	**(443)**	**(1,352)**
Recurrent Fund Operating Bal (movement for the yr.)	**4,414**	**(5,863)**
Reconciliation with Consolidated Operating Balance		
Recurrent Fund Operating Balance	4,414	(5,863)
Development Fund Movement (inc advances)	(1,487)	2,391
Consolidated Operating Balance	**2,927**	**(3,472)**

The accompanying notes and accounting policies are an integral part of these statements.

Statement of Accounting Policies

Reporting Entity

The Government's economic entity includes Ministries; Government Departments, Government controlled financial institutions and all other Government owned or controlled entities.

The Financial Statements predominantly reflect the financial transactions and related information in respect of Ministries and Government Departments. They also include an assessment of the Government's financial interest in Government Institutions and Corporate Entities.

Accounting Policies

The Financial Statements have been prepared in accordance with the requirements of Section 17 of the Public Finance and Economic Management Act and the Public Finance and Economic Management Regulations. The Financial Statements are compiled in compliance with International Public Sector Accounting Standards (IPSAS) as issued by the International Federation of Accountants, except for the material departures listed in the table below:

IPSAS Standard Name and number	Description of non-compliance
IPSAS 1: Presentation of Financial Statements	Budget to actual comparison is not provided except in statement of Appropriations. No commentary is provided for significant movements.
IPSAS 12: Inventories	Inventories are not accounted for within the Government of Vanuatu, rather are expensed on acquisition.
IPSAS 13: Leases	Expense of leases are recognised in period they are incurred rather than on straight line basis. Finance Leases are not recognised.
IPSAS 17: Property, Plant and Equipment	Fixed assets balance is understated due to non-completion of stock counts.
IPSAS 19: Provisions, Contingent Liabilities and Contingent Assets	Provisions for employee entitlements are not discounted to present value. No assessment of provision for decontamination or decommissioning has been assessed, even though it is likely sites exist.
IPSAS 20: Related Party Disclosures	Related Party disclosures are incomplete given lack of returns received from Key Management Personnel.
IPSAS 21: Impairment of Non-Cash Generating Assets	No assessment of impairment has been made on government investments. Property Plant and Equipment has been inspected and revaluated frequently to not require this.
IPSAS 24: Presentation of Budget Information in the Financial Statements	Budget information is not presented and analysed in these Financial Statements, except for the Appropriations note.
IPSAS 33: First-Time Adoption of Accrual Basis IPSAS	Not in compliance, have not elected to transition to full IPSAS Accrual compliance and have not applied transition provisions.
IPSAS 35: Consolidated Financial Statements	Government of Vanuatu accounts for entities which we control via the equity method of accounting rather than fully consolidating. This is not permitted by this IPSAS.

The Financial Statements have been prepared on an accrual basis and under the historical cost convention unless otherwise stated.

Reporting period

The reporting period for these financial statements is the year ended 31 December 2024.

Statement of Accounting Policies (continued)

Basis of Combination

All core government Ministries, agencies and departments' assets, liabilities, net assets/equity, revenue, expenses and cash flows are combined and are presented as those of a single economic entity – the Government. Corresponding assets, liabilities, revenues and expenses are added together line by line and transactions and balances between these entities are eliminated on combination.

The Government's investments in Off Budget Entities including government institutions, corporate entities (including statutory bodies) and the Reserve Bank of Vanuatu are recorded using the equity method of accounting. In determining the amount at which these investments are carried in the year-end Statement of Financial Position an adjustment is made, using the equity method of accounting, for changes to the Government's share of the net assets of these entities during the reporting period, based on their latest available financial statements and subsequent financial developments. Adjustments to the carrying values of these investments are taken to the Statement of Financial Performance.

The financial transactions and related information in respect of schools (except for school assets), provincial governments and municipal governments are not included in these Financial Statements. Payments to these entities are recognised as a grant expense within these Financial Statements. No other consolidation is performed.

Revenue

Revenue levied through non-exchange transactions

In a non-exchange transaction, an entity either receives value from another entity without directly giving approximately equal value in exchange or gives value to another entity without directly receiving approximately equal value in exchange. Payment of taxes, regulatory fees and fines, does not, of itself, entitle a payer to an equivalent value of services or benefits, as there is no direct relationship between payment and receiving government services and transfers.

Government revenues arising from non-exchange revenue are recognised when the transaction or event-giving rise to the revenue occurs. For the main revenues in this class, the event upon which revenue is recognised is as follows:

Revenue type	Revenue recognition event
Value added tax	the purchase or sale of taxable goods and services during the taxation period;
Import duties, excises and tariffs	the movement of dutiable goods across the customs boundary (or out of bond);
Property taxes	the passing of the date on which taxes are levied
Licences and registrations	when payment for the fee or charge is made
Other taxes	when the debt to the government arises
Contributions from Development Partners	when the payment is made, good or service is provided, or legally binding agreement is signed

Contributions from Development Partners

Contributions from Development Partners include direct budget support and contributions that have been received in cash for specific projects. Revenue, expenses and capital purchases for these projects are accounted for in full within these Statements.

Aid-in-kind, technical assistance, and capital purchases that have been paid for or provided directly by external Development Partners are included as revenue in these statements when identified. Loans to the Government from Development Partners for projects are included as an inflow into the Development Fund (see the Statement of Development Fund), however, are not included as revenue.

Statement of Accounting Policies (continued)
Revenue (continued)

Revenue earned through Exchange Transactions
Exchange transactions are where one entity receives assets or services, or has liabilities extinguished, and directly gives approximately equal value (primarily in the form of cash, goods, services, or use of assets) to another entity in exchange.

If revenue has been earned by government in exchange for the provision of goods or services to third parties, then government receives revenue through exchange transactions. Such revenue is recognised when it is earned.

Investment income is recognised in the period in which it is earned. Interest income arising on loans made to related entities is accrued on a time basis by reference to the principal outstanding, the interest rate applicable and the relevant foreign exchange rate.

Dividend income from investments in related entities is recognised in the period when it is earned where the related entity has finalised their financial statements, otherwise it is recognised when received.

Other Revenue
Realised gains from sales of assets or the early repurchase of liabilities are recognised in the Statement of Financial Performance in the period in which the transaction occurs.

Unrealised foreign exchange gains on monetary assets and liabilities are recognised in the Statement of Financial Performance.

Gains/(losses) from recognition of Investments in Multilateral Organisations are recognised in the period which they relate to. Apart from initial recognition, these are typically movements in the exchange rate of the investment.

Expenses

General expenses
Expenses including Personnel and Operating expenses are recognised in the period to which they relate.

Grants, subsidies and transfer payments
Where grants and subsidies are discretionary until payment, the expense is recognised when the payment is made. Otherwise, the expense is recognised when the specified criteria have been fulfilled and notice has been given to the Government.

Losses
Realised losses arising from the sales of assets or the early repurchase of liabilities are recognised in the Statement of Financial Performance in the period in which the transaction occurs.

Unrealised foreign exchange losses on monetary assets and liabilities are recognised in the Statement of Financial Performance.

Unrealised losses (excluding foreign-exchange losses) arising from changes in the value of property, plant and equipment are recognised at balance date. Unrealised losses are first applied against any revaluation reserve for that class of asset. The balance, if any, is charged to the Statement of Financial Performance.

Foreign currency transactions
Transactions in foreign currencies are recorded at the Vatu rate ruling at the date of the transaction or at the contracted rate if the transaction is covered by a forward currency contract. Exchange differences arising on settlement of these transactions are recognised in the Statement of Financial Performance.

Statement of Accounting Policies (continued)
Expenses (continued)

Foreign currency transactions (continued)
Outstanding foreign exchange contracts are translated at the closing exchange rate. Exchange gains and losses are included in the Statement of Financial Performance in the period in which they arise.

Exchange rates used in these financial statements are the mid rates as notified by the Reserve Bank of Vanuatu.

Depreciation
Depreciation is charged on a straight-line basis at rates calculated to allocate the cost or valuation of an item of property, plant and equipment, less any estimated residual value, over its estimated useful life. The estimated useful lives of different classes of property, plant and equipment are as follows:

Class of Assets	Useful Life (years)	Depreciation Rate (%)
Land	N/a	N/a
Buildings & other structures	4 to 260	0.38% to 25%
Plant and Equipment	13	7.69%
Motor Vehicles	10	10%
Ships and Boats	10	10%
IT & Communications Infrastructure	38 to 146	0.68% to 2.63%
Roads Infrastructure	18 to 200	0.5% to 5.56%
Electricity Infrastructure	21 to 159	0.63% to 4.76%
Port and Wharf Infrastructure	25 to 75	1.33 % to 4%
Water Supply Infrastructure	22 to 167	0.6% to 4.55%
Airport Infrastructure	17 to 200	0.5% to 5.88%
Other Assets	10	10%

Impairment of Receivables
Impairment of receivables expense/(gain) is the movement in the estimate of receivables which are assessed as unlikely to be collected.

Impairment of Advances
Impairment of advances expense/(gain) is the movement in the estimate of Advances which are assessed as unlikely to be collected.

Provision for realisation of Guarantee expense
The Provision for realisation of Guarantee is considering the movement in the Provision for realisation of Guarantees. This expense/(gain) is recognising Guarantees given by the Government to a third party over certain loans which the Government demonstrated a constructive obligation to pay.

Property Plant and Equipment Revaluation Loss
Unrealised gains arising from changes in the value or property, plant and equipment are recognised as at balance date. To the extent that a gain reverses a loss previously charged to the Statement of Financial Performance, the gain is credited to the Statement of Financial Performance. Otherwise, gains are credited to an asset revaluation reserve in equity for that class of asset.

Net Surplus/(deficit), less distributions, attributable to Government off budget entities.
Net Surplus/(deficit) less distributions, attributable to Government off budget entities comprises the operating results of these entities multiplied by the percentage of Government ownership.

Statement of Accounting Policies (continued)
Assets

Cash and cash equivalents
Cash consists of cash on hand and cash held on current account or short- term deposits with banks. Current account overdraft balances are included in the cash balance as a offset.

Foreign monetary assets
Foreign monetary assets are translated at the closing exchange rate.

Exchange gains and losses are included in the Statement of Financial Performance at year end in the period in which they arise.

Receivables
Receivables are recorded at their face value, less any provision for impairment. A receivable is considered impaired when there is sufficient evidence that the Government will not be able to collect the amount due. The amount of the impairment is the difference between the face value of the receivable and the amounts expected to be collected.

Advances
Advances are recorded at their face value, less any provision for impairment. An Advance is considered impaired when there is sufficient evidence that the Government will not be able to collect the amount due. The amount of the impairment is the difference between the face value of the Advance and the amounts expected to be collected.

Advances designated in foreign currency are translated into Vatu at the closing exchange rate at year end

Inventories
Inventories are expensed on purchase and are not recognised as assets.

Prepayments
Prepayments are payments made in advance for goods and services, which are yet to be received.

Investments in Multilateral Organisations
Investments in Multilateral Organisations are contributions to these organisations made by the Government in the form of cash or other assets. This amount represents the amount the Government would receive in the unlikely event that the Government discontinued its membership with these organisations.

Investments in Off Budget Entities
The Investment in Off Budget Entities (OBEs) represents the Government's interests in: government-controlled corporations, financial institutions, statutory bodies and other related commercial enterprises. The amount at which these investments are stated represents the Government's net equity share.

Property, plant and equipment
The Land, Buildings & other structures, IT & Communications Infrastructure, Roads Infrastructure, Electricity Infrastructure, Port and Wharf Infrastructure, Water Supply Infrastructure and Airport Infrastructure classes of assets in Property, Plant and Equipment are recognised in the Statement of Financial Position and are recorded at their fair value determined from market-based assessments and technical appraisals undertaken by professional valuers. The fair value is based on the estimated cost of construction or purchase, reduced by factors for age and deterioration of the asset. Further detail on the valuation methodology is provided in Note 12.

Subsequent asset acquisitions for the classes of assets above after revaluation are recorded at purchased cost or, where contributed by Development Partners or otherwise acquired at no cost or for a nominal consideration, at valuation being their fair value at the date of acquisition.

Statement of Accounting Policies (continued)

Assets (continued)

Property, plant and equipment (continued)

Plant and Equipment, Motor Vehicles, Ships and Boats and Other Assets are valued at purchased cost on acquisition and are depreciated over their useful life.

Depreciation expense's accounting policy is located under the expenses heading above.

No revaluations were performed in 2024. A revaluation was performed in 2023. The last revaluation dates for each class of Government assets are detailed in the table below:

Class of Assets	Last revaluation date
Land	31/12/2023
Buildings & other structures	31/12/2023
Plant and Equipment	Not performed
Motor Vehicles	Not performed
Ships and Boats	Not performed
IT & Communications Infrastructure	31/12/2023
Roads Infrastructure	31/12/2023
Electricity Infrastructure	31/12/2023
Port and Wharf Infrastructure	31/12/2023
Water Supply Infrastructure	31/12/2023
Airport Infrastructure	31/12/2023
Other Assets	Not performed

Capital Works in Progress

Capital Works in Progress are fixed assets which are yet to be put into use. These are carried at total cost of each project.

Statement of Accounting Policies (continued)
Liabilities

Payables and Provisions
Accounts Payable and accruals includes outstanding supplier invoices for goods or services that have been provided and expenses that have been incurred but invoice not yet received.

Interest Payable includes interest on loans which has been incurred, but is yet to be paid.

Provision for Realisation of Guarantee is recognising the amount likely to be paid by the Government for a Guarantee given by the Government to a third party over certain loans to another third party. The Government during the reporting year demonstrated a constructive obligation to pay.

Employee entitlements
Employee entitlements to salaries and wages, annual leave and other similar benefits are recognised when they accrue to employees.

Trust Account Liabilities
Trust Account Liabilities are funds held on behalf of third parties or are funds which are given to the Government with some form of condition attached to their use. These are liabilities until they are either paid to the entitled third party or the condition attached to their use has been met.

Borrowings
The Government's liabilities in respect of its public borrowings are recognised in the Statement of Financial Position when the Government becomes a party to the contractual provisions of the respective loan instruments and are included initially at the Vatu equivalent at the time of the loan draw down.

Unpaid balances of borrowings designated in and repayable in foreign currency are adjusted to consider currency movement. The mid-rate as notified by the Reserve Bank of Vanuatu at year is used. Interest costs are charged in the Statement of Financial Performance in the period in which they fall due. All exchange differences arising from currency fluctuations are included in the statement of financial performance, whether realised or not.

Deferred Revenue
Deferred revenue, represents the amount of unearned revenue to be paid to the Government in the future by its concession holders in exchange for the Government conceding the usage of some of its assets to these holders. This is based on on-lending agreements with the concession holders.

Commitments
Commitments are future expenses and liabilities to be incurred on contracts that have been entered into before balance date. Commitments include those operating and capital commitments arising from non-cancellable contractual or statutory obligations. Interest commitments on debts and commitments relating to employment contracts are not included in the Statement of Commitments.

Contingent liabilities and contingent assets
Contingent liabilities and contingent assets are recorded in the Statement of Specific Fiscal Risks at the point at which the contingency is evident.

NOTES TO THE FINANCIAL STATEMENTS

Note 1: Non-Exchange Taxation, Regulatory Fees and Fines Transactions Revenue

(for the year ending 31 December 2024)

	2024 vatu million	2023 vatu million
Taxation Revenue		
Value Added Tax	13,907	12,489
Import duties	4,075	4,900
Excise taxes	3,623	4,152
Gaming duty and taxes	271	267
Road Tax	276	197
Rent Tax	61	54
Export duties	1	2
Other taxes	718	67
Total Taxation Revenue	**22,932**	**22,128**
License and Registration Fees		
Honorary Citizenship Program Fees	4,326	8,090
Capital Investment Immigration Plan Fees	5,064	309
Business Licences & Registration	343	560
Vehicle Licences	557	501
Company Stamp Duties	234	195
Fishing Licences & Registration	1,313	607
Work Permits	154	157
Residency Permits	697	502
Shipping Registration Fees	-	126
Telecommunication and Radio Licenses	13	-
Registration - Offshore Companies	93	87
Other license and registration fees	101	197
Total License and Registration Fees	**12,895**	**11,331**
Other Non-Exchange Revenues		
Land rents, registrations and premiums	1,101	829
Court Fines	10	8
Total Other Non-Exchange Revenues	**1,111**	**837**
Total Non-Exchange Taxation, Regulatory Fees and Fines Transactions Revenue	**36,938**	**34,296**

See the next page for details of tax exemptions and relief.

Note 1: Non-Exchange Taxation, Regulatory Fees and Fines Transactions Revenue (continued)

Tax Exemptions and Relief
(for the year ending 31 December 2024)

	2024 vatu million	2023 vatu million
Economic Relief		
Diesel fuel for generation of electric power	192	269
Manufacturing or processing goods	246	217
Tourism Development Projects	49	10
Other Economic Relief	61	6
Total Economic Relief	**548**	**502**
Other Relief		
Goods donated or imported for aid projects	757	735
Melanesian Spearhead Group	943	1,060
Goods imported under international convention or agreement	307	135
Charitable Reliefs for Non-Profit Making Groups and Organisations	881	169
Personal Reliefs	48	-
Temporarily Imported Goods	17	32
Promotion of National Safety, Health or Well-Being	50	7
Total Other Relief	**3,003**	**2,138**
Total Tax Exemptions and Relief	**3,551**	**2,640**

Goods that are imported and meet certain conditions as detailed in Schedule III of the Customs Import and Export Duty Tariff are either exempt from duty or liable to duty at lower rates than would normally apply. This note outlines the import duties or tariffs that would have been collected if these exemptions and reliefs had not been applied. These amounts are not included as revenue for the year as they were never charged or collected and reflect tax policy issues made by the Government.

Tax exemption and relief information is provided by the Department of Customs and Inland Revenue.

Note 2: Charges and Recoveries
(for the year ending 31 December 2024)

The Charges and Recoveries class of revenue includes revenue that Ministries receive for goods or services that they provide. Property rentals mainly relate to rentals of Government Houses to Government employees at rates specified by the appropriate Commission or Act covering that class of employee.

	2024 vatu million	2023 vatu million
Charges and Recoveries		
General recoveries and charges	1,202	445
Pilotage Charges	101	39
Light Dues Charges	134	95
Application Charges Recoveries	67	78
Police Clearance	70	56
Inspections Recoveries	63	38
VMA Fees	64	37
Levies Recoveries	34	41
Third Party Lending Fees	160	94
Commissions Recoveries	17	55
Land Transport Permit Fees	-	41
Permits Recoveries	34	25
Other Fines	46	73
Port and Wharfage charges	268	191
Landing charges	8	3
Water Charges Recoveries	54	57
Property rentals	37	31
Marine Fees Charges	10	6
Firearms Licenses	(3)	3
Hospital Fees	36	36
Election Fees	35	2
Passport Fees	254	252
Traffic Fines	49	26
Total Charges and Recoveries	**2,740**	**1,724**

Note 3: Investment Income
(for the year ending 31 December 2024)

	2024 vatu million	2023 vatu million
Interest Income		
Interest from advances	5	13
Interest from bank deposits	176	122
Total Interest Income	**181**	**135**
Income from on-lent loans		
Northen Islands Stevedoring Company Ltd	576	576
Airports Vanuatu Ltd.	481	481
Total Income from on-lent loans	**1,057**	**1,057**
Dividends		
Reserve Bank Dividends	1,027	-
Interchange Ltd	15	23
Postal Services Ltd Dividends	91	-
National Bank of Vanuatu Ltd	33	9
Ifira Ports Development and Services Company Ltd	-	15
Northern Islands Stevedoring Company Ltd	63	7
Other Dividends	10	-
Total Dividends	**1,239**	**54**
Total Investment Income	**2,477**	**1,246**

Details of outstanding advance balances are included in Note 10a: Advances. Details of the Government liability outstanding to the lending organisations are shown in the Statement of Borrowings.

The 576 million vatu income recognised from on-lent funds from Northern Islands Stevedoring Company Ltd (NISCOL) is recognising the improvements work carried out on the Luganville Wharf by NISCOL totalling 8.968 billion vatu. NISCOL has the right to use the wharf for the remainder of their 50-year concession agreement. However, the wharf remains an asset of the Government and is included in the asset register. The deferred revenue is recognising the value of the improvements work over the life of the concession agreement. These improvements will become the property of the Government at the end of the concession agreement. This is accounted for separately to the on-lent loan to NISCOL.

The 481 million vatu income recognised from on-lent funds from Airports Vanuatu Ltd is recognising the improvements work carried out on increasing operational safety and oversight of international air transport in Vanuatu. Airports Vanuatu Ltd have the right to use the aviation assets for the duration of the loan agreement. However, the aviation assets remain an asset of the Government and are included in the asset register. The deferred revenue is recognising the value of the improvements work over the life of the agreement. These improvements will become the property of the Government at the end of the agreement. This is accounted for separately to the on-lent loan to Airports Vanuatu Limited.

Note 4: Development Partner Contributions
(for the year ending 31 December 2024)

	2024 vatu million	2023 vatu million
Budget Support received from Development Partners		
New Zealand	70	206
European Development Fund	156	182
Asian Development Bank	1,643	117
World Bank	1,485	1,128
Australia	919	104
China	-	59
Other	39	41
Total Budget Support rec'd from Development Partners	**4,313**	**1,837**
Other Contributions from Development Partners		
Australia	905	3,279
New Zealand	1,344	897
World Bank	2,371	1,696
Asian Development Bank	419	501
United Nations	630	543
Save the Children	305	93
Other Contributions	134	912
Total Other Contribution from Development Partners	**6,107**	**7,921**
Total Contributions from Development Partners	**10,420**	**9,758**

Reconciliation to Statement of Financial Activity of the Development Fund		
Total Contributions from Development Partners	**10,420**	**9,758**
Add back:		
Government of Vanuatu contributions eliminated on consolidation	131	336
Australian Budget Support Tfr from Dev Fund	917	
Non Development Partner revenue to Development Fund	103	102
Less:		
Direct budget support (Non-Development Fund Contribution)	(4,313)	(1,837)
World Bank Ineligible expenditure paid out of recurrent fund	-	(292)
Development Partner Contributions per Dev Fund	**7,258**	**8,067**

The 2023 comparative figures have been reclassified to conform with the presentation for the current period.

Note 5: Analysis of Expenses
(for the year ending 31 December 2024)

The following analysis provides a breakdown of expenses by Ministry, except for Depreciation Expense, Accrued Leave Expense, Impairment of Advances and Asset Purchases Reversed from Expenses.

Asset Purchases Reversed from Expenses reflect accrual adjustments made to the accounts to move new asset purchases which were recognised as expenditure for appropriation purposes. These asset purchases have been taken out of the Statement of Financial Performance and recognised as asset additions in the Statement of Financial Position. These expenses are recorded at a consolidated level and are not broken down to individual Ministries.

	2024 vatu million	2023 vatu million
Total Expenses by Ministry		
Agriculture, Quarantine, Forestry & Fisheries	2,015	1,936
Climate Change Adaptation, Geohazards, Meteorology and Energy	1,579	987
Commerce, Industry and Tourism	1,280	1,479
Constitutional Areas of Government	2,691	2,624
Education & Training	11,337	10,735
Finance & Economic Management	9,940	8,277
Foreign Affairs & External Trade	800	801
Health	4,900	5,000
Infrastructure & Public Utilities	7,343	2,229
Internal Affairs	4,774	3,371
Justice and Social Welfare	725	871
Lands, Geology & Mines	1,680	1,490
Prime Ministers' Office	2,599	2,551
Youth Development & Training	401	396
Total Expenses by Ministry	**52,064**	**42,747**
Expenses at consolidated level		
Depreciation expense	5,336	6,815
Accrued leave expense	(423)	(11)
Impairment of Advances	-	2,681
Provision for Realisation of Guarantee	1,121	
Impairment of Fixed Assets	-	535
Asset purchases reversed from expenses	(8,018)	(3,764)
Total Expenses at consolidated level	**(1,984)**	**6,256**
Total Expenses	**50,080**	**49,003**

Note 6: Personnel Expenses
(for the year ending 31 December 2024)

	2024 vatu million	2023 vatu million
Personnel Expenses		
Salaries and wages	13,370	13,326
Housing allowances	2,322	1,266
Members of Parliament allowances and allocations	617	756
Employer contributions to VNPF	591	560
Family Allowance	182	179
Employee termination expenses and provisions	1,872	1,186
Subsistence Allowances	673	709
Overtime wages	165	131
Partial Severance Payments	404	1,039
Political gratuity allowances	355	148
Other employee allowances	1,281	1,157
Total Personnel Expenses	**21,832**	**20,457**

Personnel expenses represent the expenses for the approximately 6,000 employees of the Central Government. It includes all the teachers employed by the Teaching Services Commission but does not include teachers funded directly by schools or school ancillary staff.

Note 7: Operating Expenses
(for the year ending 31 December 2024)

	2024 vatu million	2023 vatu million
Operating Expenses		
General repairs and maintenance	1,020	846
Roads repair and maintenance	350	212
Vehicles fuel and maintenance	470	428
Electricity Utilities	500	491
Local travel and accommodation	933	1,120
Consultants Fees	1,349	851
Printing and Stationery	783	489
Advertising, Marketing and Communications	103	106
Refunds of ineligible expenditure to Donors	209	383
Equipment and vehicle hire	269	313
Court Costs	658	101
Medical Treatment and Medicine Supplies	467	393
Telecommunication expenses	276	283
International travel and accommodation	437	366
Accommodation rentals, rates and leases	349	288
Gas and Water Utilities	44	74
Software Maintenance Fees	110	91
School Office and Hospital Materials	51	129
Uniform purchases	89	86
Freight charges	235	317
Contributions to International Organisations	235	97
Workshops and courses	60	65
Official entertainment	325	300
Cleaning	109	103
Audit fees	9	8
Expensed Assets	642	597
Food, rations and other emergency relief	798	1,942
Other Operating Expenses	909	241
Total Operating Expenses	**11,789**	**10,720**

Road repair and maintenance includes only contracts that have been outsourced to third party providers for road repairs and maintenance. The Public Works Department also spends significant amounts on road repairs and maintenance where the maintenance is carried out by its own internal staff. The cost of these types of repairs is recorded against line items such as fuel, aggregate materials and personnel costs. Significant road maintenance works that will extend the useful life of a road are capitalised and recognised in the Statement of Financial Position as an increase in the value of road assets.

Note 8: Grants, Subsidies and Transfer Payments
(for the year ending 31 December 2024)

	2024 vatu million	2023 vatu million
Grants and Subsidies		
General Grants and Subsidies	7,216	5,301
Grants to Provinces	94	122
Grants to non-profit institutions	44	7
Grants to Municipalities	19	30
Total Grants and Subsidies	**7,373**	**5,460**
Other Transfer Payments		
Student scholarships and study allowances	1,241	1,038
Contributions to International Organisations	32	30
Compensation and damages payments	530	515
Total Transfer Payments	**1,803**	**1,583**
Total Grants, Subsidies and Transfer Payments	**9,176**	**7,043**

Grants represent payments to Government related entities to enable them to provide services for the public good. Transfer payments are payments made by Government for which it receives no specific goods or services in return.

	2024 vatu million	2023 vatu million
Detailed Grants and Subsidies		
School operating grants, school fee subsidy and fee supplements	2,795	2,584
Air Vanuatu (Operations) Ltd	2,756	994
Small Medium Enterprises	-	19
Vanuatu Tourism Office	386	328
Provinces	127	139
Grants to Youth and Sports Organizations	119	-
Vanuatu Agricultural Research and Technical Centre	220	156
Industry Development Fund	-	100
University of the South Pacific	141	153
Vanuatu Agriculture College	86	86
Copra, Root Crop, Agriculture and other Subsidy	135	250
Utilities Regulatory Authority	67	122
Vanuatu Broadcasting and Television Corporation (VBTC)	123	108
Vanuatu Maritime College	50	55
Cultural Centre	43	43
Vanuatu Foreign Investment Promotion Authority	49	49
Vanuatu Cooperative Business Network and Cooperatives	-	122
Overseas Embassies, High Commissions and Consulates	73	66
Forum Fisheries Agency	42	-
Other	161	86
Total Grants and Subsidies	**7,373**	**5,460**

Note that comparatives have been updated for minor reclassification. There is no change to the total figure.

Note 9a: Cash and Cash Equivalents
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Cash and Cash Equivalents		
Bank	14,524	12,769
Short-Term Deposits	2,959	3,797
Total Cash and Cash Equivalents	**17,483**	**16,566**

Note 9b: Receivables
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Receivables from Exchange Transactions		
Non-Taxation Receivable	3,825	2,837
less: Impairment Allowance	(953)	(1,190)
Total Receivables from Exchange Transactions	**2,872**	**1,647**
Receivables from Non-Exchange Transactions		
Non VAT Receivables	1,830	1,469
Value Added Tax (VAT) Receivable	-	-
Total Receivables from Non- Exchange Transactions	1,830	1,469
Total Receivables	**4,702**	**3,116**

	2024 vatu million	2023 vatu million
Reconciliation of Impairment Allowance on Receivables from Exchange Transactions		
At the beginning of the year	**(1,190)**	**(1,924)**
(Additional)/Decrease in provisions during the year	237	499
Written off during the year	-	235
At the end of the year	**(953)**	**(1,190)**

Note 10a: Advances and Prepayments
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Advances		
Airports Vanuatu Ltd	7,564	7,564
Northern Islands Stevedoring Company Ltd	8,932	8,932
Ifira Ports and Development Services Company Ltd	9,551	9,542
Air Vanuatu (Operations) Ltd	2,681	2,681
Reserve Bank of Vanuatu Non-interest Bearing notes	157	157
National Green Energy Fund (NGEF)	90	96
Vanuatu Rural Development Bank	659	671
Employees	31	48
Other Advances	9	14
less: Impairment allowance	(2,681)	(2,681)
Total Advances	**26,993**	**27,024**

	2024 vatu million	2023 vatu million
Prepayments		
Interchange Ltd	58	77
Purchase of Off Budget Entity Shares	490	-
Other prepayments	78	69
Total Prepayments	**625**	**146**

Air Vanuatu (Operations) Ltd entered voluntary liquidation, on 9 May 2024. The collectability of the Advances provided to Air Vanuatu (Operations) Ltd is affected, with the Government unlikely to be repaid for the advances it paid to Air Vanuatu (Operations) Ltd. The total amount advanced to Air Vanuatu (Operations) Ltd has been impaired. See *Note 19: Events after the Balance Date* for further detail.

Advances to Northern Islands Stevedoring Company Ltd (NISCOL) represent an on-lent loan from Exim Bank for the Luganville Wharf development. These funds have been on-lent to NISCOL. The wharf remains the property of the Government. NISCOL have a 50-year concession agreement for the right to use it. The loan will be recognised as revenue over the life of the concession and is included in liabilities as deferred revenue. The concession started in 2015.

Advances to Ifira Ports and Development Services Company Ltd (IPDS) represent a loan from Japan for the development of the Lapetasi Wharf. The loan has been on-lent to IPDS. In this case the wharf asset has been transferred to IPDS and removed from the Government asset register.

Advances to Airports Vanuatu Ltd represent a loan from the World Bank for the Vanuatu Aviation Investment Project. These funds have been on-lent to Airports Vanuatu Ltd. The loan will be recognised as revenue over the life of the concession and is included in liabilities as deferred revenue.

The prepayment to Interchange Ltd is for the Government's broadband connection on the submarine cable is being expensed over 15 years.

Purchases of Off Budget Entity Shares are the prepayment made for the purchase of additional shares in Interchange Ltd. Payment has been made, however as at the end of 2024, no shares have been transferred.

Note 10b: Investments in Multilateral Organisations
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Investments in Multilateral Organisations		
Asian Development Bank	56	-
Multilateral Investment Guarantee Agency	77	-
International Finance Corporation	52	-
Total Investments in Multilateral Organisations	**185**	**-**

	2024 vatu million	2023 vatu million
Reconciliation of Movement in Investments in Multilateral Organisations		
At the beginning of the year	**-**	-
Recognition of Investments for first time	185	-
At the end of the year	**185**	**-**

Note 11: Investment in Off Budget Entities
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Investment in Off Budget Entities		
Opening balance	5,335	6,687
Attributable net surplus/(deficit) after distributions	(443)	(1,352)
Total Investment in Off Budget Entities	**4,892**	**5,335**

The Investment in Off Budget Entities (OBEs) represents the Government's interests in: government-controlled corporations, financial institutions, statutory bodies and other related commercial enterprises. The amount at which these investments are stated represents the Government's net equity share. Further work is required to accurately value each of the OBEs and to bring their respective Statements of Financial Position up to date.

As noted in the Statement of Accounting policies, the Government's financial interest in OBEs is accounted for using the equity method. The process to account for OBEs in these Financial Statements are as follows:

- Dividends received from OBEs are included in investment income. A breakdown of dividends received is provided in Note 3.
- The net surplus/(deficit) attributable to OBEs, net of distributions to the Government, is reported separately in the Statement of Financial Performance. The attributable surplus/(deficit) comprises the operating results of these entities multiplied by the percentage of Government ownership.
- The Government's financial interest in OBEs is reported as a separate line in the Statement of Financial Position. A breakdown of the financial interest in each entity is provided in this note.
- Advances to OBEs are reported under Advances in the Statement of Financial Position. A breakdown of advances to OBEs is provided in Note 10a.

The accounting treatment that is recommended by International Public Sector Accounting Standards for controlled OBEs is that they are fully consolidated into the Financial Statements on a line-by-line basis. The Government of Vanuatu is not able to consolidate controlled OBEs on a line-by-line basis at this stage.

Note 11: Investment in Off Budget Entities (continued)
(as at 31 December 2024)

Movements in 2024 financial year

Movements in the 2024 financial year	Opening Balance	Attributable Net Surplus/ (Deficit) after distributions	Closing Balance
	vatu million	vatu million	vatu million
Majority Owned Commercial Enterprises			
Airports Vanuatu Limited	3,578	-	3,578
Air Vanuatu (Operations) Limited	(8,192)	-	(8,192)
AV3 Limited	-	-	-
Metenesel Estates Limited	-	-	-
National Housing Corporation	106	-	106
Vanuatu Broadcasting and Television Corporation	321	24	345
Vanuatu Livestock Development Limited	84	-	84
Vanuatu Post Limited	697	27	724
Vanuatu Rural Development Bank	470	73	543
Total Maj. Owned Comm. Enterprises	**(2,936)**	**124**	**(2,813)**
Minority Owned Commercial Enterprises			
Ifira Ports & Development Services Company Limite	1,741	-	1,741
Interchange Ltd	131	8	139
National Bank of Vanuatu Limited	1,559	-	1,559
National Management of Vanuatu Limited	-	-	-
Northern Island Stevedoring Company	74	8	82
Sino-Van Fisheries Limited	581	(577)	4
Vanfly Corporation Limited	-	-	-
Vanuatu Abattoirs Limited	96	(6)	90
Total Min. Owned Comm Enterprises	**4,182**	**(567)**	**3,616**
Non Commercial Statutory Bodies			
Reserve Bank of Vanutu	2,961	-	2,961
Utilities Regulatory Authority	127	-	127
Vanuatu Telecommunication, Radiocommunication and Broadcasting Regulator	117	-	117
Vanuatu Financial Services Commision	438	-	438
Vanuatu Foreign Investment Promotion Authority	91	-	91
Vanuatu National Sports Commission	123	-	123
Vanuatu Tourism Office	198	-	198
Vanuatu Qualifications Authority	34	-	34
Total Non Commercial Statutory Bodies	**4,089**	**-**	**4,089**
Total Investment in OBEs	**5,335**	**(443)**	**4,892**

Note 11: Investment in Off Budget Entities (continued)
(as at 31 December 2024)

Movements in 2023 financial year

Movements in the 2023 year	Opening Balance	Attributable Net Surplus/ (Deficit) after distributions	Closing Balance
	vatu million	vatu million	vatu million
Majority Owned Commercial Enterprises			
Airports Vanuatu Limited	3,511	67	3,578
Air Vanuatu (Operations) Limited	(3,680)	(4,513)	(8,192)
Metenesel Estates Limited	-	-	-
National Housing Corporation	106	-	106
Vanuatu Broadcasting & Television Corporation	226	95	321
Vanuatu Livestock Development Limited	45	39	84
Vanuatu Post Limited	605	92	697
Vanuatu Rural Development Bank	821	(351)	470
Total Maj. Owned Comm. Enterprises	**1,634**	**(4,571)**	**(2,936)**
Minority Owned Commercial Enterprises			
Ifira Ports & Development Services Company Ltd	270	1,471	1,741
Interchange Limited	99	32	131
National Bank of Vanuatu Ltd	1,128	431	1,559
National Management of Vanuatu Ltd	-	-	-
Northern Islands Stevedoring Company Limited	60	14	74
Sino-Van Fisheries Limited	695	(114)	581
Vanfly Corporation Limited	-	-	-
Vanuatu Abattoirs Ltd	80	16	96
Total Min. Owned Comm Enterprises	**2,332**	**1,850**	**4,182**
Non Commercial Statutory Bodies			
Reserve Bank of Vanuatu	2,423	538	2,961
Utilities Regulatory Authority	61	66	127
Vanuatu Telecommunication and Radiocommunication Regulator	80	37	117
Vanuatu Financial Services Commission	153	285	438
Vanuatu Foreign Investment Promotion Authority	(16)	107	91
Vanuatu National Sports Commission	-	123	123
Vanuatu Qualifications Authority	-	34	34
Vanuatu Tourism Office	22	176	198
Rounding	(2)	-	-
Total Non Commercial Statutory Bodies	**2,721**	**1,366**	**4,089**
Total Investment in OBEs	**6,687**	**(1,355)**	**5,335**

Note that the 2023 comparative format has been updated for comparability. There is no change to the figures.

Note 11: Investment in Off Budget Entities (continued)
(as at 31 December 2024)
Government Shareholdings

The Government's percentage share of each OBE and the date of the last set of financial statements that they have submitted to the Government are shown in the table below:

Percentage of Shares held by the State	2024	2023	Last Financial Statements
Majority Owned Commercial Enterprises			
Airports Vanuatu Limited	100.00%	100.00%	2020
Air Vanuatu (Operations) Limited	100.00%	100.00%	2023 draft
AV3 Limited	100.00%	0.00%	Not received
Metenesel Estates Limited	100.00%	100.00%	2003 draft
National Housing Corporation	100.00%	100.00%	2019
Vanuatu Broadcasting & Television Corporation	100.00%	100.00%	2024 draft
Vanuatu Livestock Development Limited	100.00%	100.00%	2013
Vanuatu Post Limited	100.00%	100.00%	2023
Vanuatu Rural Development Bank	100.00%	100.00%	2024
Minority Owned Commercial Enterprises			
Ifira Ports & Development Services Company Limited	49.00%	49.00%	2023 draft
Interchange Limited	12.50%	12.50%	2021
National Bank of Vanuatu Limited	44.00%	44.00%	2023
National Management of Vanuatu Limited	49.00%	49.00%	Not received
Northern Islands Stevedoring Company Limited	10.00%	10.00%	2024
Sino-Van Fisheries Limited	49.00%	49.00%	2024
Vanfly Corporation Limited	49.00%	49.00%	Not received
Vanuatu Abattoirs Limited	32.00%	32.00%	2023
Non-commercial Statutory Bodies			
Reserve Bank of Vanuatu	100.00%	100.00%	2023
Utilities Regulatory Authority	100.00%	100.00%	2023
Vanuatu Telecommunication, Radiocommunication and Broadcasting Regulator	100.00%	100.00%	2024
Vanuatu Financial Services Commission	100.00%	100.00%	2022
Vanuatu Foreign Investment Promotion Authority	100.00%	100.00%	2023
Vanuatu National Sports Commission	100.00%	100.00%	2021
Vanuatu Qualifications Authority	100.00%	100.00%	2020
Vanuatu Tourism Office	100.00%	100.00%	2022

The Government of Vanuatu has faced difficulties in obtaining the financial statements of certain Off Budget Entities (OBEs). In the absence of audited financial statements, movements in balances and shareholding percentage of OBEs are taken from draft reports. Many of the OBEs are either late in compiling their financial statements or in some cases do not have the capacity to prepare a set of financial statements.

Note that Sino-Van Fisheries Limited is 49% owned by Vanuatu Livestock Development. Vanuatu Livestock Development is 100% owned by the Government of Vanuatu. Given the Financial Statements for Vanuatu Livestock Development have not been compiled since 2013, the Financial Statements for Sino-Van Fisheries Limited have been consolidated into these Financial Statements in the same manner as OBEs directly owned by the Government of Vanuatu.

In 2024, AV3 was formed and purchased 100% of the shares of Air Vanuatu (Operations) Limited. Given AV3 is yet to report, the Financial Statements for Air Vanuatu (Operations) Limited have been consolidated into these Financial Statements in the same manner as OBEs directly owned by the Government of Vanuatu.

Note 12a: Property, Plant and Equipment
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Gross Carrying Value		
Land	93,237	93,237
Buildings & other structures	39,920	39,246
Plant and Equipment	3,665	3,087
Motor Vehicles	5,237	4,889
Ships and Boats	3,552	3,446
IT & Communications Infrastructure	5,342	5,303
Roads Infrastructure	30,621	20,554
Electricity Infrastructure	13,607	13,429
Port and Wharf Infrastructure	8,958	8,081
Water Supply Infrastructure	6,557	6,391
Airport Infrastructure	8,595	8,117
Total Gross Carrying Value	**219,291**	**205,780**
Accumulated Depreciation		
Buildings & other structures	1,912	-
Plant and Equipment	1,501	1,270
Motor Vehicles	3,612	3,341
Ships and Boats	2,529	2,389
IT & Communications Infrastructure	57	-
Roads Infrastructure	1,217	-
Electricity Infrastructure	471	-
Port and Wharf Infrastructure	242	-
Water Supply Infrastructure	152	-
Airport Infrastructure	645	-
Total Accumulated Depreciation	**12,338**	**7,000**
Net Carrying Value		
Land	93,237	93,237
Buildings & other structures	38,008	39,246
Plant and Equipment	2,164	1,817
Motor Vehicles	1,625	1,548
Ships and Boats	1,023	1,057
IT & Communications Infrastructure	5,285	5,303
Roads Infrastructure	29,404	20,554
Electricity Infrastructure	13,136	13,429
Port and Wharf Infrastructure	8,716	8,081
Water Supply Infrastructure	6,405	6,391
Airport Infrastructure	7,950	8,117
Total Net Carrying Value	**206,954**	**198,780**

Note 12b: Property, Plant and Equipment Detailed Movement
(as at 31 December 2024)

year ended 31/12/2024	Land	Buildings & other structures	Plant & Equipment	Motor Vehicles	Ships and Boats	IT & Communications	Roads	Electricity	Ports and Wharves	Water Supply	Airports	Other Assets	Total
	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million
Basis of measurement	Fair value	Fair value	Cost	Cost	Cost	Fair value	Fair value	Fair value	Fair value	Fair value	Fair value	Cost	
Last revaluation date	31/12/2023	31/12/2023	N/a	N/a	N/a	31/12/2023	31/12/2023	31/12/2023	31/12/2023	31/12/2023	31/12/2023	N/a	
Depreciation method	n/a	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	
Opening Net Value													
At fair value 31 December 2023	93,237	39,246	3,087	4,889	3,446	5,302	20,555	13,429	8,080	6,391	8,117	0	205,779
Accumulated depreciation at 31 December 2023	-	(0)	(1,270)	(3,341)	(2,389)	0	0	(0)	(0)	(0)	0	(0)	(7,000)
Opening Net Value	**93,237**	**39,246**	**1,817**	**1,548**	**1,057**	**5,303**	**20,556**	**13,429**	**8,080**	**6,391**	**8,117**	**(0)**	**198,780**
Movements in fair value													
Additions	-	674	578	348	106	40	4,419	178	844	165	478	-	**7,830**
Transfers from WIP	-	-	-	-	-	-	5,646	-	33	-	-	-	**5,679**
Total movements in Fair Value	**-**	**674**	**578**	**348**	**106**	**40**	**10,065**	**178**	**877**	**165**	**478**	**0**	**13,509**
Movements in Accumulated Depreciation													
Depreciation and amortisation	-	(1,912)	(231)	(272)	(140)	(57)	(1,218)	(471)	(242)	(152)	(645)	0	**(5,339)**
Total movements in Acc. Dep	**-**	**(1,912)**	**(231)**	**(272)**	**(140)**	**(57)**	**(1,218)**	**(471)**	**(242)**	**(152)**	**(645)**	**-**	**(5,339)**
Net Value													
At fair value 31 December 2024	93,237	39,920	3,665	5,237	3,552	5,342	30,621	13,607	8,958	6,557	8,595	0	**219,291**
Accumulated Depreciation at 31 December 2024	-	(1,912)	(1,501)	(3,612)	(2,529)	(57)	(1,217)	(471)	(242)	(152)	(645)	(0)	**(12,338)**
Closing Value 31 December 2024	**93,237**	**38,008**	**2,164**	**1,625**	**1,022**	**5,286**	**29,403**	**13,136**	**8,716**	**6,405**	**7,951**	**-**	**206,954**

Note 12b: Property, Plant and Equipment Detailed Movement (continued)
(Comparative as at 31 December 2023)

year ended 31/12/2023	Land	Buildings & other structures	Plant & Equipment	Motor Vehicles	Ships and Boats	IT & Communications	Roads	Electricity	Ports and Wharves	Water Supply	Airports	Other Assets	Total
	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million
Basis of measurement	Fair value	Fair value	Cost	Cost	Cost	Fair value	Fair value	Fair value	Fair value	Fair value	Fair value	Cost	
Last revaluation date	31/12/2023	31/12/2023	N/a	N/a	N/a	31/12/2023	31/12/2023	31/12/2023	31/12/2023	31/12/2023	31/12/2023	N/a	
Depreciation method	n/a	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	Straight line	
Opening Net Value													
At fair value 31 December 2022	66,598	32,785	2,950	3,992	3,295	3,897	18,684	12,692	6,546	3,995	8,761	202	**164,398**
Accumulated depreciation at 31 December 2022	-	(3,294)	(1,017)	(2,900)	(2,052)	(552)	(3,111)	(1,365)	(1,291)	(128)	(1,348)	(76)	**(17,135)**
Opening Net Value	**66,598**	**29,491**	**1,933**	**1,091**	**1,243**	**3,345**	**15,574**	**11,327**	**5,255**	**3,867**	**7,412**	**126**	**147,263**
Movements in fair value													
Additions	-	868	335	414	80	42	376	528	208	136	865	-	**3,852**
Total movements in Fair Value	**26,639**	**6,461**	**137**	**897**	**151**	**1,405**	**1,871**	**737**	**1,534**	**2,396**	**(643)**	**(126)**	**41,459**
Movements in Accumulated Depreciation													
Depreciation and amortisation	-	(1,683)	(253)	(440)	(337)	(282)	(1,588)	(731)	(675)	(66)	(740)	(20)	**(6,815)**
Total movements in Acc. Dep	**-**	**3,294**	**(253)**	**(440)**	**(337)**	**552**	**3,111**	**1,364**	**1,291**	**127**	**1,349**	**-**	**10,059**
Net Value													
At fair value 31 December 2023	93,237	39,246	3,087	4,889	3,446	5,302	20,555	13,429	8,080	6,391	8,117	0	**205,779**
Accumulated Depreciation at 31 December 2023	-	(0)	(1,270)	(3,341)	(2,389)	0	0	(0)	(0)	(0)	0	(0)	**(7,000)**
Closing Value 31 December 2023	**93,237**	**39,246**	**1,817**	**1,549**	**1,057**	**5,303**	**20,556**	**13,429**	**8,080**	**6,391**	**8,117**	**(0)**	**198,780**

Note 12c: Reconciliation of Revaluation Movement
(as at 31 December 2024)

Year ended 31/12/2024	Land	Buildings & other structures	Plant & Equipment	Motor Vehicles	Ships and Boats	IT & Communications	Roads	Electricity	Ports and Wharves	Water Supply	Airports	Other Assets	Total
	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million
Total Revaluation Amt	-	-	-	-	-	-	-	-	-	-	-	-	-
Revaluation of movement in fair value	-	-	-	-	-	-	-	-	-	-	-	-	-
Revaluation of accumulated depreciation	-	-	-	-	-	-	-	-	-	-	-	-	-
Allocated to:													
Movement in asset revaluation reserve per Statement of Changes in Equity	-	-	-	-	-	-	-	-	-	-	-	-	-
Amount expensed in Statement of Financial Performance	-	-	-	-	-	-	-	-	-	-	-	-	-

Year ended 31/12/2023	Land	Buildings & other structures	Plant & Equipment	Motor Vehicles	Ships and Boats	IT & Communications	Roads	Electricity	Ports and Wharves	Water Supply	Airports	Other Assets	Total
	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million	vatu million
Total Revaluation Amou	**26,639**	**10,570**	**(466)**	**483**	**71**	**2,197**	**5,068**	**2,304**	**3,256**	**2,453**	**(3,890)**	**-**	**48,685**
Revaluation of movement in fair value	26,639	5,593	(487)	483	71	1,363	369	209	1,290	2,260	(5,979)	-	31,811
Revaluation of accumulated depreciation	-	4,977	21	-	-	834	4,699	2,095	1,966	193	2,089	-	16,874
Allocated to:													
Movement in asset revaluation reserve per Statement of Changes in Equity	26,639	10,570	(146)	483	71	2,197	5,068	2,304	3,256	2,453	(3,675)	-	49,221
Amount expensed in Statement of Financial Performance	-	-	(320)	-	-	-	-	-	-	-	(215)	-	(535)

Note 12d: Details of Revaluation of Property, Plant and Equipment
(as at 31 December 2024)

The following table details the class of assets and their last revaluation date. The revaluation was performed internally by management using a rolling valuation approach. The revaluation approach was to take the previous valuations, update via inspections and changes in market value.

Class of Assets	Last revaluation date
Land	31/12/2023
Buildings & other structures	31/12/2023
Plant and Equipment	Not performed
Motor Vehicles	Not performed
Ships and Boats	Not performed
IT & Communications Infrastructure	31/12/2023
Roads Infrastructure	31/12/2023
Electricity Infrastructure	31/12/2023
Port and Wharf Infrastructure	31/12/2023
Water Supply Infrastructure	31/12/2023
Airport Infrastructure	31/12/2023
Other Assets	Not performed

The revaluations were undertaken by the Department of Finance and Treasury's Asset Management and Valuation Unit (AVMU) under the supervision of APV Valuers and Asset Management (who are international public sector financial reporting valuation experts).

All revalued assets have been revalued using the 'cost approach' as defined in IPSAS 17 Property Plant and Equipment. This method is based on determining the replacement cost of the modern equivalent and adjusting for the level of consumed future economic benefit and impairment to arrive at the Fair Value.

Note 12d: Details of Revaluation of Property, Plant and Equipment (continued)
(as at 31 December 2024)

To determine the Fair Value the following process was applied –

- Determining the Replacement Cost (Gross) by:
    - assessing the dimensions of the component of the asset multiplied by a relevant unit rate (based on the component of the asset's design, specification and materials used), and
    - adjusting for any location, geographical or other adjustments.
- Determining the components. All assets are split into the components used for asset management planning purposes. For example:
    - roads are split into formation, pavement and surface.
    - water and sewerage infrastructure are split to detailed levels such as pumps, pipes, intakes, tanks, control equipment, etc.; and
    - buildings are split into structure, roof, internal fit out and floor coverings, etc.
- Further splitting components into short-life and long-life parts based on planned asset management strategies. The short-life part representing the estimated cost of the next renewal treatment and the long-life parts representing the balance or recyclable part.
- Determining the Depreciable Amount for each part by assessing the Residual Value (typically zero)
- Assessing the level of remaining service potential of the Depreciable Amount of each component's part (short-life and long-life parts).
    - For the short-life part this is based on a Consumption Rating that primarily considers the component specific factors (such as physical condition and maintenance history) and considering obsolescence. This is primarily aimed at estimating the cost to bring the part back to 'as new' (as a market participant would consider when pricing the asset).
    - For the long-life part the valuer uses professional judgment to estimate the level of remaining service potential. This effectively is an overall assessment of obsolescence (function, technical and economic) and the impact it may have on a market participant's view of price. For example – despite an asset being aged and part way through its lifecycle, providing the asset is expected to be operational for many years to come the market impact of obsolescence may be insignificant or minor (e.g., road pavement). Likewise, if there is an expectation that the asset has a limited remaining life the impact of obsolescence will be greater as the asset nears the end of its life.
- Summing the calculated value of the short-life part and long-life part together to determine the value of each component.
- Summing the value of each component together to determine the Fair Value.

The capitalisation policy recognises assets with a purchase price over 1 million vatu. The movement in the Revaluation Surplus is detailed in the Statement of Movements in Equity.

Note 12e: Details of Classes of Property, Plant and Equipment Not Revalued

(as at 31 December 2024)

The following classes of assets have not been revalued in 2024 or 2023:

Class of Assets	Last revaluation date	Useful Life (years)	Depreciation Rate %
Plant and Equipment	Not performed	13	7.69%
Motor Vehicles	Not performed	10	10%
Ships and Boats	Not performed	10	10%
Other Assets	Not performed	10	10%

The above classes of assets are stated at cost less accumulated depreciation and impairment losses.

This was reviewing purchases over past years of the asset class to ensure that all purchases were capitalised, and that all transactions in the asset register were asset related. Once this refinement process was completed and a more reliable asset register was developed, depreciation on each individual asset in the asset register was calculated, rather than on a class basis.

During this exercise, the Other Assets class was merged into the Plant and Equipment Asset Class. This was due to the assets in the Other Assets class being similar to the Plant and Equipment class assets and not requiring a separate class.

This exercise has produced values different to the values previously accounted for. The change in value has been accounted for in the same manner as performing a revaluation. It is acknowledged that this is not a formal revaluation, a formal revaluation needs to be performed in the future on these classes of assets and changing the value using this approach is not in compliance with IPSAS. No assessment for impairment has been conducted in 2024 or 2023 for these classes of assets.

Note 12f: Capital Work in Progress

	2024 vatu million	2023 vatu million
Capital Works in Progress		
Opening balance	10,628	12,957
New Work in Progress	1,050	3,466
Transferred to Fixed Assets	(5,679)	(5,795)
Total Capital Work in Progress	**5,999**	**10,628**

Note 13: Payables and Provisions
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Payables		
Accounts Payable and accruals	793	3,553
Interest Payable	519	601
Other Payables	2,310	2
Total Payables	**3,622**	**4,156**
Provisions		
Provision for Realisation of Guarantee	1,121	-
Total Payables and Provisions	**4,743**	**4,156**

Note 14: Employee Entitlements
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Employee Entitlements		
Wages, salaries and annual leave	1,599	2,225
Severance and retirement allowances	23,453	22,343
Total Employee Entitlements	**25,052**	**24,568**
Estimated date for payment of severance and retirement allowances		
Current (within next 12 months)	1,673	1,384
Between 1 and 2 years	514	445
Between 2 and 5 years	2,765	1,981
More than 5 years	18,501	18,533
Total Severance and retirement allowances	**23,453**	**22,343**

The provision for employees' entitlements to wages, salaries and annual leave represents the amount that the government has an obligation to pay resulting from employees' services provided up to balance date. The provision has been calculated at amounts based on current wage and salary rates and includes all current leave balances for the approximately 7,000 employees of the central government.

The provision for severance and retirement allowances represents the value of the estimated future cash outflows to be made by the central government resulting from employees' services to balance date. The movement in the provision is recognised in the Statement of Financial Performance.

In determining the liability for employee's entitlements, consideration has been given to staff departures in previous years and the likelihood that newly employed staff will reach either retirement age or the current requirement of one year of service for severance allowances to be paid out.

The current portion of the provision for severance and retirement allowances includes all allowances for staff who are already 60 years of age or will reach 60 years of age within the next 12 months. It also includes a provision for the average number of staff that resign each year and who have worked more than 1 year and are therefore entitled to severance payments.

The Public Service Commission has leave entitlements for employees who have worked more than 20 years. The start date for all employees who were employed before Independence is 1 August 1980. Leave entitlements based on long service are as follows:

Note 14: Employee Entitlements (continued)
(as at 31 December 2024)

Length of service	Leave entitlement
Less than 20 years	21 days leave per year
20 to 25 years	24 days leave per year
25 to 30 years	48 days leave per year
More than 30 years	72 days leave per year

Note 15: Trust Account Liabilities
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Trust Account Liabilities		
Custom Owners Trust Account (Land rents and premiums)	931	902
Security & Safety Levies	120	312
Quarry and Mineral Royalties	167	148
Bollard Levy Fees	152	88
Upper Airspace Fees	132	19
Immigration Bond	168	116
Maritime Participation & Investigation Fund	190	215
Companies Liquidation Trust Fund	43	43
Unclaimed monies	165	152
Water Board Deposits	23	22
Electricity Deposits	1	1
Other Trust Accounts	266	144
Total Trust Account Liabilities	**2,358**	**2,162**

The Government trust account liabilities represent amounts held in trust for 3rd parties or refundable deposits. These amounts are deposited into the Government bank accounts. Generally separate bank accounts are not held for these trust amounts (the Maritime Participation and Investigation Fund money is however held in a separate bank account). As such the cash receipts and payments relating to these trust accounts are included in the cash balance of the Statement of Financial Position and the Statement of Cash Flows. The outstanding liability is recognised in the Statement of Financial Position.

The most significant amount outstanding is for the Custom Owners Trust Account which represents amounts invoiced for Custom Owned Land that is under dispute. These amounts will be paid to the respective Custom Owners of each parcel of land once the owner is agreed by the appropriate Courts.

Note 16: Deferred Revenue
(as at 31 December 2024)

	2024 vatu million	2023 vatu million
Deferred Revenue		
Deferred revenue from NISCOL loan for Luganville Wharf	4,961	5,537
Deferred revenue from Vanuatu Aviation Investment Project	6,149	6,636
Total deferred revenue	**11,110**	**12,173**

In 2015 the Government signed a concession agreement with the Northern Island Stevedoring Company Limited (NISCOL) for the use of the Luganville Wharf for the next 50 years. In 2017 an on-lending agreement for an amount of CNY 541.9 million was signed with NISCOL for the rebuilding of the Luganville Wharf. The Luganville Wharf remains an asset of the Government. A deferred revenue liability has been created and this revenue will be recognised over the life of the concession agreement.

In 2020 the Government borrowed funds from the International Development Association and signed an on-lending agreement with Airports Vanuatu Ltd to fund the Vanuatu Aviation Investment Project (the Project) to increase operational safety and oversight of international air transport in Vanuatu. As part of this agreement, the assets of the Project were to be conceded to Airports Vanuatu Limited. A deferred revenue liability has been created and this revenue will be recognised over the life of the on-lending agreement.

Note 17: Financial Instruments
(as at 31 December 2024)

Exposure to market risk (including interest rate risk and currency risk), credit risk and liquidity risk arises in the normal course of the Government of Vanuatu's operations. This note presents information about the Government of Vanuatu's exposure to each of the above risks. Further quantitative disclosures are included throughout these financial statements.

(a) Fair Values of financial instruments

The comparison by class of the carrying amounts and fair values of the Government of Vanuatu's Financial Instruments are as follows:

	Notes	Carrying Amount 2024 vatu million	Fair Value 2024 vatu million
Financial Assets			
Cash and cash equivalents	*9a*	17,483	17,483
Receivables from Exchange Transactions	*9b*	2,872	2,872
Advances	*10a*	26,993	26,993
Investments in Multilaterial Organisations	*10b*	185	185
Total Financial Assets		**47,533**	**47,533**
Financial Liabilities			
Payables	*13*	3,622	3,622
Provision for Realisation of Guarantee	*13*	1,121	1,121
Domestic Borrowings		16,592	16,592
Foreign Currency Borrowings		39,494	39,494
Development Fund monies held in Trust		11,595	11,595
Other Trust Account Monies	*15*	2,358	2,358
Guarantees		1,017	1,017
Uncalled Capital and Non Interest Bearing (NIB) Promissory Notes		3,156	3,156
Total Financial Liabilities		**78,955**	**78,955**

	Notes	Carrying Amount 2023 vatu million	Fair Value 2023 vatu million
Financial Assets			
Cash and cash equivalents	*9a*	16,566	16,566
Receivables from Exchange Transactions	*9b*	1,647	1,647
Advances	*10a*	27,024	27,024
Total Financial Assets		**45,237**	**45,237**
Financial Liabilities			
Payables	*13*	4,156	4,156
Domestic Borrowings		12,710	12,710
Foreign Currency Borrowings		40,270	40,270
Development Fund monies held in Trust		13,082	13,082
Other Trust Account Monies	*15*	2,162	2,162
Guarantees		2,255	2,255
Uncalled Capital and Non Interest Bearing (NIB) Promissory Notes		3,775	3,775
Total Financial Liabilities		**78,410**	**78,410**

(b) Fair value hierarchy disclosures

The fair value of an instrument is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction, other than a forced sale or liquidation.

Quoted market values represent fair value when a financial instrument is traded in an organised and liquid market that can absorb a significant transaction without moving the price against the trader.

The Government of Vanuatu uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:
Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities.
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as price) or indirectly (i.e., derived from prices).
Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The valuation of the Government of Vanuatu's financial assets and liabilities at 31 December 2024 are as follows:

Cash and cash equivalents
The reported value of cash and cash equivalents is its level 1 fair value due to the short-term nature of the financial assets.

Receivables
Receivables include a deduction for provision for doubtful debts so that the total amount of receivables reported is the amount expected to be collected. The deduction is based on the age of the individual receivable. The reported amount is the fair value of Receivables using level 3 valuation techniques.

Advances
Advances are to Off Budget Entities. Advances include a deduction for a provision for impairment so that the total amount of Advances reported is the amount expected to be collected. The provision for impairment is calculated based on the performance of each individual advance. The reported amount is the fair value of Advances, calculated using level 3 valuation techniques.

Investments in Multilateral Organisations
Investments in Multilateral Organisations are valued using level 1 valuation techniques. These are the share of Multilateral Organisations which the Government holds. The value of these shares does not normally fluctuate and are confirmed by the organisation. The shares are held in foreign currency which is subject to exchange rate fluctuations.

Payables
The reported value of payables is the fair value using level 1 valuation techniques. These are short term payables which will be likely discharged by the Government within 3 months of the end of the financial year.

Provision for Realisation of Guarantee
The Provision for realisation of Guarantee is recognising Guarantees given by the Government to a third party over certain loans which the Government demonstrated a constructive obligation to pay. The reported amount is considered to be the fair value using level 2 valuation techniques.

Domestic borrowings
All domestic borrowings are through Government bonds issued by the Reserve Bank of Vanuatu at fixed interest rates. The reported amount borrowed is the fair value of domestic borrowings, using level 2 valuation techniques.

Foreign currency borrowings
Foreign currency borrowings represent loans through international development banks and organisations at concessional interest rates. The reported amount borrowed is the fair value of foreign currency borrowings translated into Vatu at reporting date, using level 2 valuation techniques.

Development fund monies held in trust
Development fund monies held in trust represent money provided by Development Partners to be used for development projects as agreed between the Development Partners and the Government of Vanuatu. This liability is offset by funds held in the Development Fund bank account and reported as cash and cash equivalents. Any unspent funds will either be returned to the contributing Development Partner or reallocated to alternative projects as agreed with the contributing Development Partner. These do not change in value. The reported amount is considered the fair value of development fund monies held in trust, using level 1 valuation techniques.

Other trust account monies
Other trust account monies are monies being held in trust for third parties such as Custom Landowners. These do not change in value. The reported amount is considered the fair value of other trust account monies using level 1 valuation techniques.

Guarantees
Guarantees are contracts entered into by the Government of Vanuatu, that commits that the debt will be repaid to a lender by the Government of Vanuatu if the borrower defaults. These do not change in value. The reported amount is considered the fair value of the Guarantees entered by the Government of Vanuatu, using level 3 valuation techniques.

Uncalled Capital and Non-Interest Bearing (NIB) Promissory Notes
Uncalled Capital and Non-Interest Bearing (NIB) Promissory Notes are agreements signed by the Government of Vanuatu to make payment when requested. These have been issued by the International Monetary Fund and the Asian Development Bank. These are subject to changes in value due to foreign exchange rates, however, do not change in value otherwise. The reported amount is considered to be the fair value of the Uncalled Capital and Non-Interest Bearing (NIB) Promissory Notes, using level 2 valuation techniques.

(c) Financial instruments risk

The activities of the Government of Vanuatu expose it to a variety of financial instrument risks, including market risk (interest rate risk and currency risk), credit risk and liquidity risk. The Government seeks to minimise exposure from the risks associated with financial instruments and has a series of polices to manage these risks.

Market risk

Interest rate risk
Interest rate risk is the risk that the fair value of a financial instrument will fluctuate, or the cash flows from a financial instrument will fluctuate, due to changes in market interest rates.

The Government of Vanuatu has no interest rate risk for existing financial liabilities and assets because all borrowings and financial interest-bearing financial assets (such as advances to Off Budget Entities) are for fixed terms and at fixed interest rates. The Government faces interest rate risk for future domestic borrowings given the small market in Vanuatu.

Note 17: Financial Instruments (continued)
(for the year ending 31 December 2024)
Market risk (continued)

Currency risk
Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

Currency risk arises from future capital purchases and recognised liabilities which are denominated in a foreign currency. The Government makes purchases in foreign currencies and has a significant number of borrowings denominated in foreign currencies. The Government also receives money in foreign currencies for revenue items such as honorary citizenship program fees, fishing licenses, offshore company registrations and contributions from Development Partners.

The Government is exposed to currency risk arising from various currency exposures, primarily with respect to Chinese Yuan Renminbi, Japanese Yen, US Dollars, IDA Special Drawing Rights, European Currency and Australian Dollars. The Government does not hedge its exposure to exchange rate fluctuations in these currencies. To minimise foreign currency fluctuation risk, the Government may hold revenue received in foreign currency to meet expected payments to be made in the same currency.

Currency sensitivity analysis
The table below shows the exchange rates used to value financial assets and liabilities in these financial statements and the movement between the 2023 and 2024 years. The rates shown are the Reserve Bank of Vanuatu mid rates at the 31st of December showing the vatu required to purchase 1 unit of the respective foreign currency.

Main Currencies		2024	2023	Movement
Chinese Yuan Renminbi	CNY	17.07	17.07	0.0%
Japanese Yen	JPY	0.79	0.83	-4.9%
US Dollar	USD	123.76	116.50	6.2%
Special Drawing Right	SDR	153.18	148.90	2.9%
European Currency	EUR	128.77	128.86	-0.1%
Australian Dollar	AUD	77.02	79.57	-3.2%

The sensitivity of the Government's financial assets and liabilities to an across the board 5% strengthening or weakening of the Vatu against other foreign currencies is shown below.

Sensitivity to Foreign Currency Risk (+/- 5%)		2024 vatu million	2023 vatu million
Chinese Yuan Renminbi	CNY	849	866
Japanese Yen	JPY	228	247
U.S. Dollar	USD	235	818
IDA Special Drawing Right	SDR	871	8
European Currency	EUR	-	1
Australian Dollar	AUD	20	13

Note 17: Financial Instruments (continued)
(for the year ending 31 December 2024)

Financial Instruments by Currency

Financial Assets and Liabilities by currency as at 31 December 2024	Notes	VUV vatu million	CNY vatu million	JPY vatu million	USD vatu million	IDA SDR vatu million	Other vatu million	Total vatu million
Financial Assets								
Cash and cash equivalents	*9a*	10,982	-	188	5,906	-	407	17,483
Receivables from Exch Trans	*9b*	2,872	-	-	-	-	-	2,872
Advances	*10a*	26,993	-	-	-	-	-	26,993
Investments in Multilaterial Organisations	*10b*	-	-	-	108	77	-	185
Total Financial Assets		**40,847**	**-**	**188**	**6,014**	**77**	**407**	**47,533**
Financial Liabilities								
Payables	*13*	3,622	-	-	-	-	-	3,622
Provision Realisation of G'tee	*13*	1,121	-	-	-	-	-	1,121
Domestic Borrowings		16,592	-	-	-	-	-	16,592
Foreign Currency Borrowings		-	16,972	4,757	276	17,489	-	39,494
Development Fund monies held in Trust		11,595	-	-	-	-	-	11,595
Other Trust Account Monies	*15*	2,358	-	-	-	-	-	2,358
Guarantees		1,004	-	-	-	13		1,017
Uncalled Capital and Non Interest Bearing (NIB) Promissory Notes		2,125	-	-	1,031	-	-	3,156
Total Financial Liabilities		**38,417**	**16,972**	**4,757**	**1,307**	**17,502**	**-**	**78,955**

Financial Assets and Liabilities by currency as at 31 December 2023	Notes	VUV vatu million	CNY vatu million	JPY vatu million	USD vatu million	IDA SDR vatu million	Other vatu million	Total vatu million
Financial Assets								
Cash and cash equivalents	*9a*	12,985	-	102	3,199	-	280	16,566
Receivables from Exch Trans	*9b*	1,647	-	-	-	-	-	1,647
Advances	*10a*	27,024	-	-	-	-	-	27,024
Total Financial Assets		**41,656**	**-**	**102**	**3,199**	**-**	**280**	**45,237**
Financial Liabilities								
Payables	*13*	4,156	-	-	-	-	-	4,156
Domestic Borrowings		12,710	-	-	-	-	-	12,710
Foreign Currency Borrowings		-	17,320	5,042	17,908	-	-	40,270
Development Fund monies held in Trust		13,082	-	-	-	-	-	13,082
Other Trust Account Monies	*15*	2,162	-	-	-	-	-	2,162
Guarantees		2,094	-	-	-	161		2,255
Uncalled Capital and Non Interest Bearing (NIB) Promissory Notes		2,125	-	-	1,650	-		3,775
Total Financial Liabilities		**36,329**	**17,320**	**5,042**	**19,558**	**161**	**-**	**78,410**

Note 17: Financial Instruments (continued)
(for the year ending 31 December 2024)

Credit risk

Credit risk refers to the risk that a third party will default on its contractual obligations resulting in financial loss to the Government. The Government is exposed to credit risk from cash held at the bank, debtors, advances, loans made to other entities and Guarantees given by the Government.

Most of the cash held by the Government of Vanuatu is deposited with the Reserve Bank of Vanuatu with smaller amounts held at the other commercial banks in Vanuatu. The Reserve Bank of Vanuatu has a very good credit rating and there is very little risk to funds held with them.

The Government has difficulty collecting outstanding debtor accounts and many receivable amounts have been outstanding for several years. The value of receivables has been adjusted through a provision for doubtful debts so that the value shown is the amount expected to be collected.

The Government has advances and loans that have been mainly made to Off Budget Entities is detailed in Note 10a. Generally, there is no collateral for these loans, but they have been made to entities that the Government has an ownership interest in. These have been assessed for impairment and have been adjusted to the amount expected to be collected.

The Government has entered Guarantees which if are called in by the holder will result in a financial loss to the Government. This has occurred in 2024, with a guarantee turning into a provision based on the Government having a constructive obligation.

Note 17: Financial Instruments (continued)
(for the year ending 31 December 2024)

Liquidity risk
Liquidity risk is the risk that the Government will encounter difficulty raising liquid funds to meet commitments as they fall due.

The Government can raise funds to meet financial liabilities through operating cash flows, further domestic bond issues and the proceeds of maturing financial assets. The Government also has access to an overdraft facility with the Reserve Bank of Vanuatu.

In addition, the Government can make available cash for financial liabilities by implementing policies to limit expenditure and delaying or reducing the release of budget to line agencies. The Government may also increase revenue collected through implementation of revenue and tax policies where required.

Liquidity Risk Management		**Carrying Value**	**On Demand**	**Less than 1 year**	**1-2 years**	**2-5 years**	**More than 5 years**
as at 31 December 2024	***Notes***	**vatu million**	**vatu million**	**vatu million**	**vatu million**	**vatu million**	**vatu million**
Financial Liabilities							
Payables	*13*	3,622	-	3,622	-	-	-
Provision Realisation of G'tee	*13*	1,121	1,121	-	-	-	
Domestic Borrowings		16,592	-	712	1,031	2,911	11,939
Foreign Currency Borrowings		39,494	-	1,461	1,461	4,285	32,286
Development Fund monies held in Trust		11,595	-	9,856	1,739	-	-
Other Trust Account Monies	*15*	2,358	-	1,415	472	236	236
Guarantees		1,017	1,017	-	-	-	-
Uncalled Capital and Non Interest Bearing (NIB) Promissory Notes		3,156	3,156	-	-	-	-
Total Financial Liabilities		**78,955**	**5,294**	**17,066**	**4,703**	**7,432**	**44,461**

Liquidity Risk Management		**Carrying Value**	**On Demand**	**Less than 1 year**	**1-2 years**	**2-5 years**	**More than 5 years**
as at 31 December 2023	***Notes***	**vatu million**	**vatu million**	**vatu million**	**vatu million**	**vatu million**	**vatu million**
Financial Liabilities							
Payables and Provisions	*13*	4,156	-	4,156	-	-	-
Domestic Borrowings		12,710	-	1,046	1,743	982	8,939
Foreign Currency Borrowings		40,270	-	2,338	2,338	7,013	28,581
Development Fund monies held in Trust		13,082	-	11,120	1,962	-	-
Other Trust Account Monies	*15*	2,162	-	1,297	432	216	216
Guarantees		2,255	2,255	-	-	-	-
Uncalled Capital and Non Interest Bearing (NIB) Promissory Notes		3,775	3,775	-	-	-	-
Total Financial Liabilities		**78,410**	**6,030**	**19,957**	**6,476**	**8,211**	**37,736**

Note 18: Related Parties
(for the year ending 31 December 2024)

Controlled Entities

The Government comprises a large number of commonly controlled entities including Government Departments, government-controlled corporations, financial institutions, statutory bodies and other related commercial enterprises.

Transactions between Government Departments are eliminated in these financial statements and are therefore not separately disclosed. Government-controlled corporations, financial institutions, statutory bodies and other related commercial enterprises are consolidated into these Financial Statements using the equity method (see Note 11 for details) are also related parties of the Government due to the Government's influence over these entities.

Significant transactions with these parties outside the normal course of business in 2024 were:

1. Payment of liquidation fees to Air Vanuatu and support to continue operations.

These transactions exclude transactions consistent with normal operating relationships between the entities (e.g. payments of grants, payment of taxes and user charges and the receipt of entitlements and services), and transactions undertaken on terms and conditions that are normal for such transactions in these circumstances.

Related Party Transactions

Members of the Council of Ministers are provided with a house, rent free, in Port Vila or are paid a housing allowance. Houses similar to that provided to the members of the Council of Ministers rent for approximately 2.4 million VUV per annum.

Key Management Personnel

Ministerial remuneration

Members of the Council of Ministers are key management personnel of the Vanuatu Government. This disclosure includes all Council of Ministers members who have served during the calendar year.

	2024 vatu million
Reumuneration of Key Management Personnel (CoM members)	
Wages and Allowances (a)	108
Other Payments	4
Total key management personnel remuneration	**112**

(a) Wages and Allowances include total salary, gratuities, housing allowance (if not living in a government house), provident fund contributions, representation allowances and touring allowances.

The number of Council of Minister positions during the year was 13.

Other Interactions

Given the breadth of Government activities, these related parties transact with the government sector in the same capacity as ordinary citizens. Such transactions include the payment of taxes and user charges, and the receipt of entitlements and services (such as access to education). These transactions have not been separately disclosed in this note.

Note 19: Events after the Balance Date

During 2024, 100% of the shares of Air Vanuatu (Operations) Ltd which were all owned by the Government of Vanuatu, were transferred to AV3 Ltd. AV3 Ltd is wholly owned by the Government of Vanuatu. At 31 December 2024, the Government of Vanuatu remains the ultimate beneficial owner of Air Vanuatu (Operations) Ltd.

Payments as part of the Creditors' Compromise agreed during 2024 were made after 31 December 2024. USD 2.2 million (approximately VUV 264 million) was paid to Air Vanuatu (Operations) Ltd on behalf of AV3 Ltd by the Government of Vanuatu.

The Government of Vanuatu has guaranteed loans of Air Vanuatu (Operations) Ltd totalling VUV 1.054 billion, which are disclosed in the 2024 Financial Statements as contingent liabilities (see Statement of Specific Fiscal Risks). After the balance date of 31 December 2024 and before these Financial Statements were authorised for issue, no guarantees have been called upon by the guarantee holders.

OTHER STATEMENTS

As required under the Public Finance and Economic Management Act

Summary of Appropriations by Agency
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Virements	Final Budget	Actual Expenditure	Under/ (Over)	Percentage
		Original vatu	Supplementary vatu	Final vatu	vatu	vatu	vatu	vatu	%
CONSTITUTIONAL AREAS OF THE GOVERNMENT									
President of the Republic		154,541,840	40,867,488	195,409,328	-	195,409,328	177,787,889	17,621,439	9%
Parliament		1,136,843,063	30,000,000	1,166,843,063	-	1,166,843,063	1,056,664,884	110,178,179	9%
Judiciary		368,308,364	-	368,308,364	-	368,308,364	337,023,450	31,284,914	8%
Malvatumauri Council of Chiefs		153,285,939	27,685,484	180,971,423	-	180,971,423	132,306,755	48,664,668	27%
National Audit Office		93,563,636	-	93,563,636	-	93,563,636	92,623,543	940,093	1%
Office of the Ombudsman		71,934,447	10,000,000	81,934,447	-	81,934,447	73,700,143	8,234,304	10%
Public Prosecutor		150,524,002	-	150,524,002	-	150,524,002	146,226,883	4,297,119	3%
Public Solicitor		88,658,235	-	88,658,235	-	88,658,235	84,169,379	4,488,856	5%
Public Service Commission		367,539,544	-	367,539,544	-	367,539,544	350,498,219	17,041,325	5%
Judicial Services Commission		1,914,514	-	1,914,514	-	1,914,514	594,588	1,319,926	69%
State Law Office		242,307,590	7,000,000	249,307,590	-	249,307,590	242,351,307	6,956,283	3%
Citizenship Office		43,808,891	25,000,000	68,808,891	-	68,808,891	50,005,682	18,803,209	27%
TOTAL FOR CONSTITUTIONAL AREAS OF THE GOVERNMENT		**2,873,230,065**	**140,552,972**	**3,013,783,037**	**-**	**3,013,783,037**	**2,743,952,722**	**269,830,315**	**9%**
Prime Ministers Ministry		2,093,652,100	234,572,000	2,328,224,100	-	2,328,224,100	1,605,812,916	722,411,184	31%
Ministry of Agriculture, Livestock, Forestry, Fisheries and Biosecurity		2,187,786,437	54,199,558	2,241,985,995	-	2,241,985,995	2,044,748,080	197,237,915	9%
Ministry of Tourism, Trade, Commerce and Ni-Vanuatu Business		1,347,135,882	-	1,347,135,882	-	1,347,135,882	1,213,277,695	133,858,187	10%
Ministry of Education & Training		10,415,767,357	195,614,124	10,611,381,481	-	10,611,381,481	10,493,298,093	118,083,388	1%
Ministry of Finance & Economic Management		16,922,081,682	597,233,459	17,519,315,141	-	17,519,315,141	11,314,390,019	6,204,925,122	35%
Ministry of Foreign Affairs, International Cooperation and External Trade		796,475,159	18,000,000	814,475,159	-	814,475,159	795,589,096	18,886,063	2%
Ministry of Health		4,374,221,227	139,286,000	4,513,507,227	-	4,513,507,227	4,459,530,079	53,977,148	1%
Ministry of Infrastructure and Public Utilities		7,504,530,807	530,104,532	8,034,635,339	-	8,034,635,339	4,589,514,981	3,445,120,358	43%
Ministry of Internal Affairs		4,099,515,478	741,703,004	4,841,218,482	-	4,841,218,482	4,657,894,539	183,323,943	4%
Ministry of Lands, Mines & Water Resources		2,101,473,625	29,000,000	2,130,473,625	-	2,130,473,625	1,101,520,278	1,028,953,347	48%
Ministry of Youth Development and Sports		418,028,969	-	418,028,969	-	418,028,969	411,638,085	6,390,884	2%
Ministry of Justice and Social Welfare		832,342,253	125,500,000	957,842,253	-	957,842,253	730,289,026	227,553,227	24%
Ministry of Climate Change Adaptation, Geohazards, Meteorology and Energy		1,084,752,099	912,622,089	1,997,374,188	-	1,997,374,188	975,840,821	1,021,533,367	51%
TOTAL FOR NON-CONSTITUTIONAL AREAS OF THE GOVERNMENT		**54,177,763,075**	**3,577,834,766**	**57,755,597,841**	**-**	**57,755,597,841**	**44,393,343,708**	**13,362,254,133**	**23%**
TOTAL FOR GOVERNMENT OF VANUATU		**57,050,993,140**	**3,718,387,738**	**60,769,380,878**	**-**	**60,769,380,878**	**47,137,296,430**	**13,632,084,448**	**22%**

Statement of Appropriations Detailed
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Transfers	Final Budget	Actual Expenditure	Under/ (Over)	Percen-tage
		Original vatu	Supplementary vatu	Final vatu	vatu	vatu	vatu	vatu	%
CONSTITUTIONAL AREAS OF THE GOVERNMENT									
President of the Republic									
Management of the State House and President	CAAA	154,541,840	40,867,488	195,409,328	-	195,409,328	177,787,889	17,621,439	9%
Total for President of the Republic		**154,541,840**	**40,867,488**	**195,409,328**	**-**	**195,409,328**	**177,787,889**	**17,621,439**	**9%**
Parliament									
Procedure and Legislative Affairs	CBAA	584,980,647	30,000,000	614,980,647	5,596,200	620,576,847	594,452,801	26,124,046	4%
Security and Protocol	CBAB	4,961,494	-	4,961,494	-	4,961,494	6,931,337	(1,969,843)	-40%
Inter-Parliamentary Relations	CBAC	9,925,007	-	9,925,007	-	9,925,007	9,529,567	395,440	4%
Office of the Leader of the Opposition	CBAD	48,230,223	-	48,230,223	3,446,200	51,676,423	44,409,560	7,266,863	14%
Committee on the Public Accounts	CBBC	17,897,722	-	17,897,722	5,596,200	23,493,922	25,826,928	(2,333,006)	-10%
Committee on Institutions	CBBD	50,322,085	-	50,322,085	(25,831,000)	24,491,085	19,526,620	4,964,465	20%
Committee on Economic Policy	CBBE	16,609,355	-	16,609,355	5,596,200	22,205,555	18,269,992	3,935,563	18%
Committee on Social Policy	CBBF	16,692,364	-	16,692,364	5,596,200	22,288,564	19,101,777	3,186,787	14%
Parliamentary Reporting	CBCA	29,767,807	-	29,767,807	-	29,767,807	24,956,334	4,811,473	16%
Library and Archives	CBCB	17,386,398	-	17,386,398	-	17,386,398	9,394,709	7,991,689	46%
Financial Management	CBDA	25,738,775	-	25,738,775	20,000,000	45,738,775	35,318,318	10,420,457	23%
Personnel Administration and Maintenance	CBDB	54,331,186	-	54,331,186	-	54,331,186	51,081,543	3,249,643	6%
Members Allocation	CBDC	260,000,000	-	260,000,000	(20,000,000)	240,000,000	197,865,398	42,134,602	18%
Total for Parliament		**1,136,843,063**	**30,000,000**	**1,166,843,063**	**-**	**1,166,843,063**	**1,056,664,884**	**110,178,179**	**9%**
Judiciary									
Corporate Services	CIAA	45,784,975	-	45,784,975	2,300,000	48,084,975	48,002,675	82,300	0%
Court of Appeal	CIAB	31,069,044	-	31,069,044	-	31,069,044	31,070,344	(1,300)	0%
Supreme Court	CIAC	168,955,738	-	168,955,738	(1,400,000)	167,555,738	143,529,885	24,025,853	14%
Magistrate Courts	CIAD	63,834,892	-	63,834,892	(900,000)	62,934,892	55,886,532	7,048,360	11%
Island Courts	CIAE	26,678,765	-	26,678,765	-	26,678,765	26,771,801	(93,036)	0%
Land Courts	CIAF	4,266,752	-	4,266,752	-	4,266,752	4,266,752	-	0%
Enforcement	CIAG	19,224,722	-	19,224,722	-	19,224,722	19,093,502	131,220	1%
Judicial Development & Training	CIAH	4,887,880	-	4,887,880	-	4,887,880	4,796,363	91,517	2%
Case Management	CIAI	3,605,596	-	3,605,596	-	3,605,596	3,605,596	-	0%
Total for Judiciary		**368,308,364**	**-**	**368,308,364**	**-**	**368,308,364**	**337,023,450**	**31,284,914**	**8%**

Statement of Appropriations Detailed(continued)
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Virements vatu	Final Budget vatu	Actual Expenditure vatu	Under/ (Over) vatu	Percen-tage %
		Original vatu	Supple-mentary vatu	Final vatu					
Malvatumauri Council of Chiefs									
Administration of the National Council of Chiefs	CDA1	90,602,066	27,685,484	118,287,550	-	118,287,550	82,870,858	35,416,692	30%
Funds for 14 Islands Council of Chiefs	CDA2	5,387,000	-	5,387,000	-	5,387,000	-	5,387,000	100%
Malvatumauri Members Allowance	CDA3	57,296,873	-	57,296,873	-	57,296,873	49,435,897	7,860,976	14%
Total for Malvatumauri Council of Chiefs		**153,285,939**	**27,685,484**	**180,971,423**	**-**	**180,971,423**	**132,306,755**	**48,664,668**	**27%**
National Audit Office									
Planning, Policy & Standards	CEAA	15,160,608	-	15,160,608	(300,243)	14,860,365	13,893,017	967,348	7%
Audit Operations	CEAB	62,232,165	-	62,232,165	(317,960)	61,914,205	62,710,204	(795,999)	-1%
Corporate Services	CEAC	16,170,863	-	16,170,863	618,203	16,789,066	16,020,322	768,744	5%
Total for National Audit Office		**93,563,636**	**-**	**93,563,636**	**-**	**93,563,636**	**92,623,543**	**940,093**	**1%**
Office of the Ombudsman									
Planning, Management and Investigations	CCAA	71,934,447	10,000,000	81,934,447	-	81,934,447	73,700,143	8,234,304	10%
Total for Office of the Ombudsman		**71,934,447**	**10,000,000**	**81,934,447**	**-**	**81,934,447**	**73,700,143**	**8,234,304**	**10%**
Public Prosecutor									
Planning and Management	CGAA	40,814,736	-	40,814,736	(1,700,000)	39,114,736	36,767,779	2,346,957	6%
Institute Criminal Proceedings	CGAB	59,637,906	-	59,637,906	(8,000,000)	51,637,906	51,255,148	382,758	1%
Corporate Services	CGAC	27,969,454	-	27,969,454	13,784,480	41,753,934	41,570,338	183,596	0%
Anti-Corruption	CGAD	17,708,181	-	17,708,181	(4,384,480)	13,323,701	12,311,296	1,012,405	8%
Victim Support	CGAE	4,393,725	-	4,393,725	300,000	4,693,725	4,322,322	371,403	8%
Total for Public Prosecutor		**150,524,002**	**-**	**150,524,002**	**-**	**150,524,002**	**146,226,883**	**4,297,119**	**3%**
Public Solicitor									
Representation	CHAA	88,658,235	-	88,658,235	-	88,658,235	84,169,379	4,488,856	5%
Total for Public Solicitor		**88,658,235**	**-**	**88,658,235**	**-**	**88,658,235**	**84,169,379**	**4,488,856**	**5%**
Public Service Commission									
Corporate Services Unit	CJAA	121,585,867	-	121,585,867	(4,578,128)	117,007,739	107,573,301	9,434,438	8%
Human Resource Management	CJAB	42,299,830	-	42,299,830	2,055,356	44,355,186	43,819,503	535,683	1%
Performance Improvement Unit	CJAC	19,892,552	-	19,892,552	458,337	20,350,889	19,389,305	961,584	5%
Human Resource Development	CJAD	35,370,016	-	35,370,016	1,741,290	37,111,306	33,081,119	4,030,187	11%
Governement Employee entitlements	CJAF	121,382,556	-	121,382,556	(343,968)	121,038,588	120,317,532	721,056	1%
Public Service Legal Unit	CJAE	27,008,723	-	27,008,723	667,113	27,675,836	26,317,459	1,358,377	5%
Total for Public Service Commission		**367,539,544**	**-**	**367,539,544**	**-**	**367,539,544**	**350,498,219**	**17,041,325**	**5%**
Judicial Services Commission									
Decision Making	CLAA	1,000,000	-	1,000,000	-	1,000,000	522,965	477,035	48%
Administrative Support Services	CLAB	914,514	-	914,514	-	914,514	71,623	842,891	92%
Total for Judicial Services Commission		**1,914,514**	**-**	**1,914,514**	**-**	**1,914,514**	**594,588**	**1,319,926**	**69%**

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Virements	Final Budget	Actual Expenditure	Under/ (Over)	Percen-tage
		Original vatu	Supple-mentary vatu	Final vatu	vatu	vatu	vatu	vatu	%
State Law Office									
Provision of Legal Advice and Services	CFAA	242,307,590	7,000,000	249,307,590	-	249,307,590	242,351,307	6,956,283	3%
Total for State Law Office		**242,307,590**	**7,000,000**	**249,307,590**	**-**	**249,307,590**	**242,351,307**	**6,956,283**	**3%**
Citizenship Office									
Citizenship Commission	CKAA	43,808,891	25,000,000	68,808,891	-	68,808,891	50,005,682	18,803,209	27%
Total for Citizenship Office		**43,808,891**	**25,000,000**	**68,808,891**	**-**	**68,808,891**	**50,005,682**	**18,803,209**	**27%**
TOTAL FOR CONSTITUTIONAL AREAS OF THE GOVERNMENT		**2,873,230,065**	**140,552,972**	**3,013,783,037**	**-**	**3,013,783,037**	**2,743,952,722**	**269,830,315**	**9%**
PRIME MINISTERS MINISTRY									
Strategic Management	MCBA	169,492,818	-	169,492,818	(2,700,000)	166,792,818	173,427,109	(6,634,291)	-4%
Administration & Coordination of Government Programmes	MPAA	127,310,821	-	127,310,821	8,791,503	136,102,324	132,397,613	3,704,711	3%
Adminstration & Finance	MPIA	53,338,538	230,000,000	283,338,538	-	283,338,538	25,332,264	258,006,274	91%
Monitoring & Evalulation	MPIB	800,000	-	800,000	-	800,000	567,250	232,750	29%
Communications & Public Relations	MPIC	2,350,000	-	2,350,000	-	2,350,000	1,758,537	591,463	25%
Environment & Safeguards	MPID	6,413,760	-	6,413,760	-	6,413,760	5,823,430	590,330	9%
National Project	MPIE	1,100,000,000	-	1,100,000,000	-	1,100,000,000	688,808,547	411,191,453	37%
Language Services	MPCA	67,488,400	-	67,488,400	(5,191,503)	62,296,897	61,049,083	1,247,814	2%
Corporate Services	MPBA	193,481,365	-	193,481,365	3,800,000	197,281,365	178,397,506	18,883,859	10%
Government Remuneration Tribunal	MPDE	35,259,140	4,572,000	39,831,140	(3,000,000)	36,831,140	22,068,833	14,762,307	40%
Information, Communication and Technology Policy and Administration	MPEA	337,717,258	-	337,717,258	(1,700,000)	336,017,258	316,182,744	19,834,514	6%
TOTAL FOR PRIME MINISTERS MINISTRY		**2,093,652,100**	**234,572,000**	**2,328,224,100**	**-**	**2,328,224,100**	**1,605,812,916**	**722,411,184**	**31%**
MINISTRY OF AGRICULTURE, LIVESTOCK, FORESTRY, FISHERIES AND BIOSECURITY									
Portfolio Management	MAAA	764,637,935	-	764,637,935	3,359,173	767,997,108	708,186,942	59,810,166	8%
Ministry Executive Management And Corporate Services	MABA	128,850,000	-	128,850,000	(2,000,000)	126,850,000	115,945,489	10,904,511	9%
Corporate Services	MABB	52,350,000	-	52,350,000	(10,000,000)	42,350,000	41,061,982	1,288,018	3%
Commodities	MACA	146,520,000	-	146,520,000	(14,188,753)	132,331,247	127,773,592	4,557,655	3%
Improve food security SHEFA	MACE	28,045,500	-	28,045,500	1,228,368	29,273,868	23,275,581	5,998,287	20%
Policy and Administration	MACD	5,300,000	34,199,558	39,499,558	2,353,832	41,853,390	33,694,109	8,159,281	19%
Biosecurity Administration	MADA	19,536,415	-	19,536,415	(682,200)	18,854,215	18,843,617	10,598	0%
Veterinary	MADB	24,898,640	-	24,898,640	(6,701,009)	18,197,631	-	18,197,631	100%
Increse production of commodity crops PENAMA	MABC	8,250,000	-	8,250,000	-	8,250,000	8,037,670	212,330	3%
Increse production of commodity crops SANMA	MABD	46,280,000	-	46,280,000	(12,300,575)	33,979,425	33,505,620	473,805	1%
Increse production of commodity crops SHEFA	MABE	76,760,000	-	76,760,000	(2,000,000)	74,760,000	66,361,844	8,398,156	11%
Increse production of commodity crops TAFEA	MABF	14,960,000	-	14,960,000	-	14,960,000	14,290,268	669,732	4%
Increse production of commodity crops TORBA	MABG	10,100,000	-	10,100,000	-	10,100,000	7,193,106	2,906,894	29%
Improve food security MALAMPA	MACB	7,000,000	-	7,000,000	-	7,000,000	6,236,137	763,863	11%
Improve food security PENAMA	MACC	1,500,000	-	1,500,000	-	1,500,000	1,296,509	203,491	14%
Improve food security TAFEA	MACF	-	-	-	-	-	-	-	0%
Improve food security TORBA	MACG	-	-	-	-	-	-	-	0%

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Virements vatu	Final Budget vatu	Actual Expenditure vatu	Under/ (Over) vatu	Percentage %
		Original vatu	Supplementary vatu	Final vatu					
MINISTRY OF AGRICULTURE, LIVESTOCK, FORESTRY, FISHERIES AND BIOSECURITY (continued)									
Improve quality and safety of agriculture products SHEFA	MADE	7,000,000	-	7,000,000	-	7,000,000	5,387,031	1,612,969	23%
Sustainable management of natural resources	MAEA	225,607,003	-	225,607,003	-	225,607,003	205,147,781	20,459,222	9%
Sustainable management of natural resources PENAMA	MAEC	-	-	-	-	-	-	-	0%
Sustainable management of natural resources SANMA	MAED	4,370,917	-	4,370,917	-	4,370,917	3,785,076	585,841	13%
Sustainable management of natural resources SHEFA	MAEE	17,802,590	-	17,802,590	5,085,000	22,887,590	20,574,402	2,313,188	10%
Sustainable management of natural resources TORBA	MAEG	-	-	-	-	-	-	-	0%
Resilience towards Climate Change and Natural Resources MALAMPA	MAFB	1,000,000	-	1,000,000	-	1,000,000	847,850	152,150	15%
Resilience towards Climate Change and Natural Resources PENAMA	MAFC	-	-	-	-	-	19,904	(19,904)	0%
Resilience towards Climate Change and Natural Resources SANMA	MAFD	1,000,000	-	1,000,000	-	1,000,000	235,600	764,400	76%
Resilience towards Climate Change and Natural Resources SHEFA	MAFE	6,000,000	-	6,000,000	-	6,000,000	5,463,324	536,676	9%
Resilience towards Climate Change and Natural Resources TORBA	MAFG	2,936,167	-	2,936,167	-	2,936,167	2,843,272	92,895	3%
Community Capacity Building with focus on gender and youth MALAMPA	MAGB	1,700,000	-	1,700,000	-	1,700,000	1,041,180	658,820	39%
Community Capacity Building with focus on gender and youth PENAMA	MAGC	1,000,000	-	1,000,000	-	1,000,000	206,599	793,401	79%
Community Capacity Building with focus on gender and youth SANMA	MAGD	1,000,000	-	1,000,000	-	1,000,000	340,498	659,502	66%
Community Capacity Building with focus on gender and youth SHEFA	MAGE	5,500,000	-	5,500,000	-	5,500,000	3,385,602	2,114,398	38%
Support institution capacity, policy, communication,admin MALAMPA	MAHB	7,278,600	-	7,278,600	-	7,278,600	6,515,264	763,336	10%

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Virements vatu	Final Budget vatu	Actual Expenditure vatu	Under/ (Over) vatu	Percentage %
		Original vatu	Supplementary vatu	Final vatu					
MINISTRY OF AGRICULTURE, LIVESTOCK, FORESTRY, FISHERIES AND BIOSECURITY (continued)									
Support institution capacity, policy, communication,admin PENAMA	MAHC	3,811,750	-	3,811,750	-	3,811,750	3,455,625	356,125	9%
Support institution capacity, policy, communication,admin SANMA	MAHD	40,786,270	-	40,786,270	-	40,786,270	37,619,342	3,166,928	8%
Support institution capacity, policy, communication,admin SHEFA	MAHE	164,818,841	-	164,818,841	7,334,199	172,153,040	159,096,804	13,056,236	8%
Support institution capacity, policy, communication,admin TAFEA	MAHF	3,823,750	-	3,823,750	-	3,823,750	3,643,948	179,802	5%
Support institution capacity, policy, communication,admin TORBA	MAHG	2,673,750	-	2,673,750	-	2,673,750	2,593,848	79,902	3%
Advancing Research and Development	MAIA	9,445,000	-	9,445,000	-	9,445,000	8,452,327	992,673	11%
Advancing Research and Development SHEFA	MAIE	8,000,000	-	8,000,000	-	8,000,000	6,465,816	1,534,184	19%
Biosecurity Operations South	MADC	500,000	-	500,000	-	500,000	500,000	-	0%
Biosecurity Operations North	MADD	-	-	-	-	-	50,000	(50,000)	0%
Plant Protection	MADG	-	-	-	-	-	-	-	0%
Sustainable management of natural resources MALAMPA	MAEB	2,500,000	-	2,500,000	-	2,500,000	2,126,929	373,071	15%
Fisheries Administration	MAEF	1,000,000	-	1,000,000	-	1,000,000	659,165	340,835	34%
Livestock Production	MAHA	333,243,309	20,000,000	353,243,309	28,511,965	381,755,274	358,588,427	23,166,847	6%
TOTAL FOR MINISTRY OF AGRICULTURE, LIVESTOCK, FORESTRY, FISHERIES AND BIOSECURITY		**2,187,786,437**	**54,199,558**	**2,241,985,995**	**-**	**2,241,985,995**	**2,044,748,080**	**197,237,915**	**9%**

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

		Appropriations							
	Activity	Original vatu	Supple-mentary vatu	Final vatu	Budget Virements vatu	Final Budget vatu	Actual Expenditure vatu	Under/ (Over) vatu	Percen-tage %
MINISTRY OF TOURISM, TRADE, COMMERCE AND NI-VANUATU BUSINESS									
Portfolio Coordination	MTAA	78,790,410	-	78,790,410	-	78,790,410	74,098,922	4,691,488	6%
Executive Management	MTBA	65,203,047	-	65,203,047	(1,381,608)	63,821,439	56,753,881	7,067,558	11%
Trade Development Division	MTBD	-	-	-	-	-	(99,205)	99,205	0%
CSU Policy and Planning	MTBE	16,668,277	-	16,668,277	-	16,668,277	14,965,861	1,702,416	10%
CSU Human Resources Management	MTBF	5,980,816	-	5,980,816	-	5,980,816	5,330,779	650,037	11%
CSU Finance, Procurement and Assets Management	MTBG	13,013,070	-	13,013,070	1,381,608	14,394,678	12,602,196	1,792,482	12%
Industry and Commerce	MTCA	85,000,000	-	85,000,000	-	85,000,000	52,432,250	32,567,750	38%
Trade Governance	MTCB	97,415,400	-	97,415,400	-	97,415,400	95,114,374	2,301,026	2%
Trade Policy	MTCC	17,730,000	-	17,730,000	-	17,730,000	17,698,884	31,116	0%
Trade Cooperation	MTCD	183,401,910	-	183,401,910	-	183,401,910	177,051,512	6,350,398	3%
Analytical Unit	MTCE	21,000,000	-	21,000,000	-	21,000,000	19,047,816	1,952,184	9%
Primary Industries Development	MTDA	42,618,512	-	42,618,512	(115,376)	42,503,136	38,232,944	4,270,192	10%
Provincial Industrial Extension Services	MTDB	20,666,278	-	20,666,278	59,552	20,725,830	18,551,040	2,174,790	10%
Manufacturing Industry	MTDC	62,248,778	-	62,248,778	-	62,248,778	59,430,177	2,818,601	5%
Policy, Planning, Administration & Financial Comprising	MTDE	35,802,165	-	35,802,165	78,442	35,880,607	33,277,090	2,603,517	7%
Marketing & Promotion Section	MTDF	36,044,436	-	36,044,436	(22,618)	36,021,818	33,800,368	2,221,450	6%
DOT Admin Support Services	MTFA	7,913,094	-	7,913,094	796,756	8,709,850	8,714,953	(5,103)	0%
Tourism Development	MTFB	103,028,634	-	103,028,634	1,826,948	104,855,582	79,470,852	25,384,730	24%
Tourism Standards	MTFC	8,353,191	-	8,353,191	-	8,353,191	7,507,606	845,585	10%
Provincial Tourism Development	MTFD	39,596,845	-	39,596,845	(2,623,704)	36,973,141	29,681,531	7,291,610	20%
DOT Policy and Planning	MTFE	47,248,474	-	47,248,474	-	47,248,474	42,063,621	5,184,853	11%
Admin Support Services	MTHA	64,833,290	-	64,833,290	-	64,833,290	64,795,396	37,894	0%
Standards and Certification	MTHB	24,489,622	-	24,489,622	-	24,489,622	24,517,570	(27,948)	0%
Laboratory Testing	MTHC	16,361,162	-	16,361,162	-	16,361,162	13,508,720	2,852,442	17%
Product Development	MTHE	26,060,626	-	26,060,626	-	26,060,626	21,263,562	4,797,064	18%
Admin Support Services	MTIA	19,559,645	-	19,559,645	(221,141)	19,338,504	17,694,315	1,644,189	9%
Patent, Trademark, Copyright Registration Services	MTIB	19,809,904	-	19,809,904	(2,396,635)	17,413,269	14,481,405	2,931,864	17%
Policy and Legislative Development and Implementation	MTIC	3,490,944	-	3,490,944	2,617,776	6,108,720	4,378,301	1,730,419	28%
Admin Support Services	MTJA	72,651,849	-	72,651,849	(487,355)	72,164,494	70,035,134	2,129,360	3%
Policy, Regulatory Environment and Partnership	MTJB	42,260,722	-	42,260,722	920,025	43,180,747	41,499,785	1,680,962	4%
Cooperative Institutional Strengthening and Access to Finance and Credit	MTJC	3,000,000	-	3,000,000	-	3,000,000	1,958,541	1,041,459	35%
Cooperative Market Information System and Quality Infrastructure	MTJD	10,861,508	-	10,861,508	(1,174,886)	9,686,622	6,048,094	3,638,528	38%
Training Services	MTJE	19,937,406	-	19,937,406	1,654,307	21,591,713	22,560,971	(969,258)	-4%
Ni-Vanuatu Business Development	MTGA	-	-	-	-	-	1,082,577	(1,082,577)	0%
Provincial Extension Services	MTJF	36,095,867	-	36,095,867	(912,091)	35,183,776	33,725,872	1,457,904	4%
TOTAL FOR MINISTRY OF TOURISM, TRADE, COMMERCE AND NI-VANUATU BUSINESS		**1,347,135,882**	**-**	**1,347,135,882**	**-**	**1,347,135,882**	**1,213,277,695**	**133,858,187**	**10%**

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Virements	Final Budget	Actual Expenditure	Under/ (Over)	Percentage
		Original vatu	Supplementary vatu	Final vatu	vatu	vatu	vatu	vatu	%
MINISTRY OF EDUCATION & TRAINING									
Office of the Director General	MEBA	-	-	-	-	-	(121,370)	121,370	0%
Portfolio Management	MEGA	81,016,480	-	81,016,480	1,450,000	82,466,480	77,874,630	4,591,850	6%
Executive Management	MEHA	252,501,516	-	252,501,516	14,739,903	267,241,419	257,853,385	9,388,034	4%
Internal & Quality Controls	MEHB	16,326,430	-	16,326,430	(222,071)	16,104,359	16,101,904	2,455	0%
Corporate & Planning Services	MEIA	388,864,310	35,614,124	424,478,434	(100,047,360)	324,431,074	316,926,239	7,504,835	2%
Information & Communication Services	MEIB	14,786,780	-	14,786,780	(4,363,939)	10,422,841	9,301,594	1,121,247	11%
Maintenance & Utilities	MEIC	324,352,089	-	324,352,089	115,646,720	439,998,809	403,465,880	36,532,929	8%
Provincial Education Offices & Education Authorities	MEID	380,810,242	-	380,810,242	(33,587,215)	347,223,027	340,010,377	7,212,650	2%
School Advisory & Improvement	MEJA	31,447,915	-	31,447,915	(4,521,029)	26,926,886	27,453,919	(527,033)	-2%
Curriculum & Assessment	MEJB	119,385,922	-	119,385,922	4,789,709	124,175,631	126,533,553	(2,357,922)	-2%
Grants	MEJC	2,029,733,747	-	2,029,733,747	(104,010,337)	1,925,723,410	1,926,003,089	(279,679)	0%
Teachers	MEJD	5,938,172,715	-	5,938,172,715	(277,190,250)	5,660,982,465	5,632,244,583	28,737,882	1%
Vanuatu Government Scholarship Fund	MEJE	838,369,211	160,000,000	998,369,211	387,315,869	1,385,685,080	1,359,650,310	26,034,770	2%
TOTAL FOR MINISTRY OF EDUCATION & TRAINING		**10,415,767,357**	**195,614,124**	**10,611,381,481**	**-**	**10,611,381,481**	**10,493,298,093**	**118,083,388**	**1%**
MINISTRY OF FINANCE & ECONOMIC MANAGEMENT									
Portfolio Management	MFAA	90,587,966	-	90,587,966	-	90,587,966	82,402,694	8,185,272	9%
Ministry Executive & Internal Audit	MFBA	135,899,140	-	135,899,140	(5,016,531)	130,882,609	119,712,565	11,170,044	9%
Corporate Services	MFBB	703,330,686	16,000,000	719,330,686	67,379,064	786,709,750	369,591,254	417,118,496	53%
Information Services	MFBC	137,035,029	-	137,035,029	44,776,190	181,811,219	174,844,930	6,966,289	4%
Economic Policy Development	MFCA	65,894,258	-	65,894,258	-	65,894,258	59,666,178	6,228,080	9%
Government Financial Services	MFCC	392,278,973	11,000,000	403,278,973	-	403,278,973	346,091,313	57,187,660	14%
Sector Policy Coordination	MFCB	-	-	-	-	-	-	-	0%
National Statistical Collection, Analysis & Reporting	MFDA	30,799,436	-	30,799,436	(5,760,320)	25,039,116	24,636,853	402,263	2%
Provincial Statistics Offices	MFDB	125,287,754	-	125,287,754	3,863,135	129,150,889	116,421,894	12,728,995	10%
Public Debt Provisions	MFEA	4,303,526,096	-	4,303,526,096	(100,000,000)	4,203,526,096	3,689,619,880	513,906,216	12%
Central Payments	MFEC	9,213,000,000	-	9,213,000,000	(978,841,804)	8,234,158,196	3,793,060,910	4,441,097,286	54%
Investigation and Legal	MFGB	23,175,035	-	23,175,035	32,498	23,207,533	22,913,312	294,221	1%
Preparedness	MFKA	-	-	-	-	-	-	-	0%
Special COVID-19 Banking Facility	MFZD	-	-	-	-	-	(1,867,690)	1,867,690	0%

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Virements vatu	Final Budget vatu	Actual Expenditure vatu	Under/ (Over) vatu	Percentage %
		Original vatu	Supplementary vatu	Final vatu					
MINISTRY OF FINANCE & ECONOMIC MANAGEMENT (continued)									
Former Leaders Payment	MFED	52,000,000	-	52,000,000	-	52,000,000	49,598,414	2,401,586	5%
Grants to Institutions	MFEB	-	-	-	-	-	(96,256)	96,256	0%
Customs and Excise Collections	MFFA	123,717,836	-	123,717,836	8,936,807	132,654,643	132,167,564	487,079	0%
VAT Collections	MFFB	127,685,497	-	127,685,497	4,995,731	132,681,228	133,123,680	(442,452)	0%
Rates and Taxes Collection	MFFC	118,820,690	-	118,820,690	(37,816,359)	81,004,331	77,694,854	3,309,477	4%
Border Control	MFGA	101,367,873	-	101,367,873	18,609,785	119,977,658	121,749,251	(1,771,593)	-1%
Vanuatu Tourism Office (VTO)	MFIA	325,124,942	-	325,124,942	-	325,124,942	325,124,942	-	0%
Vanuatu Agricultural Research and Training Centre (VARTC)	MFIB	220,206,601	-	220,206,601	-	220,206,601	220,206,601	-	0%
Vanuatu Broadcasting and Television Corporation	MFIC	95,193,317	-	95,193,317	-	95,193,317	95,193,316	1	0%
Vanuatu Cultural Centre (VCC)	MFID	43,402,152	-	43,402,152	-	43,402,152	43,402,152	-	0%
Chamber of Commerce and Industry (CCI)	MFIE	31,918,961	-	31,918,961	-	31,918,961	31,918,961	-	0%
Grant to SPBEA	MFIF	141,003,971	-	141,003,971	-	141,003,971	141,003,971	-	0%
Vanuatu Maritime Administration (VMA)	MFIG	-	-	-	-	-	-	-	0%
Vanuatu Maritime College	MFIH	50,174,434	-	50,174,434	-	50,174,434	50,174,434	-	0%
Utility Regulatory Authority	MFII	67,226,099	-	67,226,099	-	67,226,099	67,226,099	-	0%
Vanuatu Agricultural College	MFIJ	86,325,933	-	86,325,933	-	86,325,933	86,325,933	-	0%
Grant to VIPA	MFIL	49,115,761	-	49,115,761	-	49,115,761	49,115,761	-	0%
Grant to Vanuatu National Archives	MFIN	19,983,242	-	19,983,242	-	19,983,242	19,983,242	-	0%
Government Contributions to International Organisation	MFJA	48,000,000	-	48,000,000	-	48,000,000	48,003,674	(3,674)	0%
Response	MFKB	-	570,233,459	570,233,459	978,841,804	1,549,075,263	825,379,333	723,695,930	47%
Employment Stabilization	MFZA	-	-	-	-	-	-	-	0%
Small Medium Business Support	MFZB	-	-	-	-	-	-	-	0%
Subsidy	MFZC	-	-	-	-	-	-	-	0%
TOTAL FOR MINISTRY OF FINANCE & ECONOMIC MANAGEMENT		**16,922,081,682**	**597,233,459**	**17,519,315,141**	**-**	**17,519,315,141**	**11,314,390,019**	**6,204,925,122**	**35%**

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

	Activity	Original vatu	Supple-mentary vatu	Final vatu	Budget Virements vatu	Final Budget vatu	Actual Expenditure vatu	Under/ (Over) vatu	Percen-tage %
MINISTRY OF FOREIGN AFFAIRS, INTERNATIONAL COOPERATION AND EXTERNAL TRADE									
Portfolio Coordination	MOAA	116,669,990	18,000,000	134,669,990	18,187,658	152,857,648	159,559,771	(6,702,123)	-4%
Operations of the Department of Foreign Affairs	MOBA	531,733,060	-	531,733,060	(41,928,093)	489,804,967	466,741,525	23,063,442	5%
Treaties & Conventions (New)	MOBF	15,861,256	-	15,861,256	2,130,868	17,992,124	17,915,632	76,492	0%
External Trade Negotiation	MOGA	10,214,889	-	10,214,889	374,045	10,588,934	10,169,254	419,680	4%
External Trade & Development	MOGB	3,500,000	-	3,500,000	-	3,500,000	3,500,000	-	0%
External Trade Policy & Administration	MOGC	17,278,122	-	17,278,122	8,218	17,286,340	17,309,515	(23,175)	0%
Europe, Africa, Middle East & America	MOBB	17,700,368	-	17,700,368	(1,797,116)	15,903,252	15,927,738	(24,486)	0%
Asia Pacific (New)	MOBC	15,274,408	-	15,274,408	1,731,905	17,006,313	16,838,270	168,043	1%
Development Cooperation (New)	MOBD	14,803,448	-	14,803,448	2,147,802	16,951,250	16,380,874	570,376	3%
UN (New)	MOBE	17,865,800	-	17,865,800	(2,163,716)	15,702,084	15,742,511	(40,427)	0%
Protocol & Consular (New)	MOBG	13,581,976	-	13,581,976	3,350,854	16,932,830	16,648,867	283,963	2%
Maritime & Ocean Affairs (New)	MOBH	9,670,656	-	9,670,656	18,758,929	28,429,585	27,876,222	553,363	2%
External Trade Agreement Implementation	MOGD	12,321,186	-	12,321,186	(801,354)	11,519,832	10,978,917	540,915	5%
TOTAL FOR MINISTRY OF FOREIGN AFFAIRS, INTERNATIONAL COOPERATION AND EXTERNAL TRADE		**796,475,159**	**18,000,000**	**814,475,159**	**-**	**814,475,159**	**795,589,096**	**18,886,063**	**2%**

		Appropriations							
	Activity	Original vatu	Supple-mentary vatu	Final vatu	Budget Virements vatu	Final Budget vatu	Actual Expenditure vatu	Under/ (Over) vatu	Percen-tage %
MINISTRY OF HEALTH									
Portfolio Management	MHAA	74,124,101	-	74,124,101	2,563,302	76,687,403	64,855,313	11,832,090	15%
Ministry Executive	MHBA	24,254,544	-	24,254,544	(6,048,377)	18,206,167	17,330,261	875,906	5%
Corporate Services	MHBB	729,795,833	15,000,000	744,795,833	(15,428,972)	729,366,861	603,918,599	125,448,262	17%
Health Sector Human Resource Development	MHBC	287,187,231	-	287,187,231	(38,173,397)	249,013,834	249,148,303	(134,469)	0%
Hospital Services	MHCA	2,035,608,491	94,286,000	2,129,894,491	88,579,810	2,218,474,301	2,279,675,946	(61,201,645)	-3%
Community Health Services	MHCB	728,775,643	-	728,775,643	(22,755,157)	706,020,486	729,638,887	(23,618,401)	-3%
Public Health Services	MHCC	173,017,350	-	173,017,350	(14,681,060)	158,336,290	159,309,262	(972,972)	-1%
Medical Supplies Stock	MHCD	321,458,034	30,000,000	351,458,034	5,943,851	357,401,885	355,653,508	1,748,377	0%
Preparedness	MHKA	-	-	-	-	-	-	-	0%
Response	MHKB	-	-	-	-	-	-	-	0%
TOTAL FOR MINISTRY OF HEALTH		**4,374,221,227**	**139,286,000**	**4,513,507,227**	**-**	**4,513,507,227**	**4,459,530,079**	**53,977,148**	**1%**

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

		Appropriations							
	Activity	Original vatu	Supple-mentary vatu	Final vatu	Budget Virements vatu	Final Budget vatu	Actual Expenditure vatu	Under/ (Over) vatu	Percen-tage %
MINISTRY OF INFRASTRUCTURE AND PUBLIC UTILITIES									
Portfolio Coordination	MUAA	89,153,454	-	89,153,454	(3,485,661)	85,667,793	82,853,856	2,813,937	3%
Director General and Corporate Services	MUBA	143,988,159	-	143,988,159	(31,251,985)	112,736,174	99,612,734	13,123,440	12%
Civil Aviation Management and Administration Support	MUCA	148,866,666	-	148,866,666	3,645,661	152,512,327	143,585,554	8,926,773	6%
Weather Forecasting, Monitoring and Research	MUDA	-	-	-	-	-	-	-	0%
Ports Administration	MUEA	255,359,246	160,719,232	416,078,478	13,351,985	429,430,463	328,747,858	100,682,605	23%
Maritime Authority	MUEB	82,103,998	-	82,103,998	-	82,103,998	71,042,728	11,061,270	13%
Development and Maintenance of Government Infrastructure	MUFA	-	-	-	-	-	1,530,502	(1,530,502)	0%
Airport Maintenance	MUFB	358,550,000	-	358,550,000	8,656,336	367,206,336	104,984,141	262,222,195	71%
Government Contributions to Projects	MUFC	3,612,067,547	369,385,300	3,981,452,847	(5,856,336)	3,975,596,511	1,442,549,340	2,533,047,171	64%
Urban Roads Developments and Maintenance	MUFD	2,093,101,750	-	2,093,101,750	-	2,093,101,750	1,493,035,158	600,066,592	29%
Policy & Administration	MUFE	626,514,610	-	626,514,610	21,240,000	647,754,610	737,244,933	(89,490,323)	-14%
Building	MUFF	33,150,002	-	33,150,002	(5,000,000)	28,150,002	27,571,836	578,166	2%
Fleet Management	MUFG	50,450,375	-	50,450,375	(1,300,000)	49,150,375	46,325,659	2,824,716	6%
Roadw orthy Unit	MUFH	11,225,000	-	11,225,000	-	11,225,000	10,430,682	794,318	7%
TOTAL FOR MINISTRY OF INFRASTRUCTURE AND PUBLIC UTILITIES		**7,504,530,807**	**530,104,532**	**8,034,635,339**	**-**	**8,034,635,339**	**4,589,514,981**	**3,445,120,358**	**43%**

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

		Appropriations							
	Activity	Original vatu	Supple-mentary vatu	Final vatu	Budget Virements vatu	Final Budget vatu	Actual Expenditure vatu	Under/ (Over) vatu	Percen-tage %
MINISTY OF INTERNAL AFFAIRS									
Portfolio Management	MIAA	74,527,092	-	74,527,092	4,726,205	79,253,297	69,797,945	9,455,352	12%
Corporate Services	MIAB	569,409,814	-	569,409,814	(80,468,307)	488,941,507	464,709,791	24,231,716	5%
Police Service Commission	MIAC	-	-	-	-	-	-	-	0%
Independence Celebration	MIAD	18,836,500	-	18,836,500	-	18,836,500	17,552,266	1,284,234	7%
Crime Prevention	MIAE	1,000,000	-	1,000,000	-	1,000,000	1,158,667	(158,667)	-16%
Urban Planning and Development	MIBA	46,109,288	-	46,109,288	2,759,364	48,868,652	47,383,888	1,484,764	3%
Foreshore Development	MIBB	13,493,076	-	13,493,076	1,080,000	14,573,076	14,587,854	(14,778)	0%
Grants to Municipalities	MIBC	121,963,664	-	121,963,664	3,720,636	125,684,300	123,366,841	2,317,459	2%
Grants to Provinces	MICA	-	-	-	-	-	-	-	0%
Administration of Regional Services	MICC	127,702,374	-	127,702,374	1,120,000	128,822,374	118,085,765	10,736,609	8%
Provincial Council	MICF	222,102,960	-	222,102,960	11,320,000	233,422,960	225,958,000	7,464,960	3%
Area Council	MICG	355,000,000	-	355,000,000	-	355,000,000	322,864,443	32,135,557	9%
Admin & Finance	MICH	104,471,488	-	104,471,488	15,800,000	120,271,488	107,016,063	13,255,425	11%
Planning	MICI	31,844,882	-	31,844,882	-	31,844,882	31,058,461	786,421	2%
SHEFA Province	MICJ	-	-	-	-	-	(127,547)	127,547	0%
TAFEA Province	MICK	-	-	-	-	-	27,982	(27,982)	0%
Joint Command and Control	MIDA	402,050,103	135,702,037	537,752,140	(115,916,339)	421,835,801	560,473,925	(138,638,124)	-33%
Police District Northern	MIDB	192,579,088	-	192,579,088	10,432,037	203,011,125	197,676,707	5,334,418	3%
Police District Central	MIDC	106,624,878	-	106,624,878	5,313,000	111,937,878	69,784,839	42,153,039	38%
Police District Southern	MIDD	439,337,135	-	439,337,135	(27,208,634)	412,128,501	350,578,348	61,550,153	15%
Vanuatu Mobile Force	MIDE	390,087,074	-	390,087,074	110,456,133	500,543,207	495,765,311	4,777,896	1%
Police Maritime Wing	MIDF	92,407,740	-	92,407,740	16,132,963	108,540,703	101,673,979	6,866,724	6%
Border Control	MIDG	355,973,527	606,000,967	961,974,494	7,644,462	969,618,956	959,113,362	10,505,594	1%
Issue of Passports	MIDH	27,452,268	-	27,452,268	1,941,980	29,394,248	31,604,531	(2,210,283)	-8%
Labour Regulation	MIEA	185,912,767	-	185,912,767	26,760,000	212,672,767	152,343,618	60,329,149	28%
Electoral Services	MIEB	55,550,867	-	55,550,867	2,908,260	58,459,127	47,834,609	10,624,518	18%
Conduct of Elections	MIEC	32,850,500	-	32,850,500	-	32,850,500	30,986,496	1,864,004	6%
Civil Registry	MIED	85,820,092	-	85,820,092	(2,012,600)	83,807,492	68,348,181	15,459,311	18%
Land Transport Authority	MIEG	32,000,000	-	32,000,000	1,620,000	33,620,000	33,095,598	524,402	2%
Police Service Commission	MIGA	14,408,301	-	14,408,301	1,870,840	16,279,141	15,174,616	1,104,525	7%
TOTAL FOR MINISTRY OF INTERNAL AFFAIRS		**4,099,515,478**	**741,703,004**	**4,841,218,482**	**-**	**4,841,218,482**	**4,657,894,539**	**183,323,943**	**4%**

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Virements	Final Budget	Actual Expenditure	Under/ (Over)	Percentage
		Original vatu	Supplementary vatu	Final vatu	vatu	vatu	vatu	vatu	%
MINISTRY OF LANDS, MINES & WATER RESOURCES									
Portfolio Coordination	MLAA	67,112,092	-	67,112,092	-	67,112,092	69,564,862	(2,452,770)	-4%
Executive Management	MLBA	628,823,864	-	628,823,864	(4,713,589)	624,110,275	577,648,523	46,461,752	7%
Corporate Services	MLBB	155,110,100	-	155,110,100	(16,951,397)	138,158,703	136,134,295	2,024,408	1%
Land Survey	MLEA	24,935,772	-	24,935,772	2,548,737	27,484,509	28,156,771	(672,262)	-2%
Land Use Planning	MLEB	10,731,176	10,000,000	20,731,176	1,513,341	22,244,517	16,524,178	5,720,339	26%
Lease Management	MLEC	20,077,760	3,000,000	23,077,760	(523,619)	22,554,141	18,044,626	4,509,515	20%
Land Valuation	MLED	14,887,544	-	14,887,544	658,935	15,546,479	15,394,147	152,332	1%
Land Registry	MLEF	21,449,452	14,000,000	35,449,452	3,934,628	39,384,080	39,757,372	(373,292)	-1%
Enforcement & Compliance	MLEG	9,089,892	-	9,089,892	378,755	9,468,647	8,871,086	597,561	6%
Mines & Minerals	MLFA	26,360,643	2,000,000	28,360,643	(3,899,809)	24,460,834	23,483,062	977,772	4%
Rural Water Supply	MLGA	1,087,795,946	-	1,087,795,946	8,391,768	1,096,187,714	124,060,306	972,127,408	89%
Water Resource Management	MLGB	22,932,442	-	22,932,442	7,074,066	30,006,508	29,521,760	484,748	2%
Land Valuation Services	MLHA	12,166,942	-	12,166,942	1,588,184	13,755,126	14,359,290	(604,164)	-4%
TOTAL FOR MINISTRY OF LANDS, MINES & WATER RESOURCES		**2,101,473,625**	**29,000,000**	**2,130,473,625**	**-**	**2,130,473,625**	**1,101,520,278**	**1,028,953,347**	**48%**
MINISTRY OF YOUTH DEVELOPMENT AND SPORTS									
Cabinet Support Services	MYAA	66,591,224	-	66,591,224	3,302,000	69,893,224	75,371,851	(5,478,627)	-8%
Executive Management & Support Services	MYBA	48,087,616	-	48,087,616	497,390	48,585,006	47,941,563	643,443	1%
Contribution to Sport & Youth Development	MYBB	-	-	-	-	-	-	-	0%
Provincial Grants Youth Development	MYDA	39,678,880	-	39,678,880	(2,237,000)	37,441,880	33,829,168	3,612,712	10%
Youth Development	MYDB	76,569,381	-	76,569,381	419,980	76,989,361	69,688,456	7,300,905	9%
Vanuatu National Sports Authority	MYFA	168,101,868	-	168,101,868	(1,982,370)	166,119,498	165,807,047	312,451	0%
Vanuatu National Youth Authority	MYFC	19,000,000	-	19,000,000	-	19,000,000	19,000,000	-	0%
TOTAL FOR MINISTRY OF YOUTH DEVELOPMENT AND SPORTS		**418,028,969**	**-**	**418,028,969**	**-**	**418,028,969**	**411,638,085**	**6,390,884**	**2%**

Statement of Appropriations Detailed (continued)
(for the year ending 31 December 2024)

	Activity	Appropriations			Budget Virements	Final Budget	Actual Expenditure	Under/ (Over)	Percentage
		Original vatu	Supplementary vatu	Final vatu	vatu	vatu	vatu	vatu	%
MINISTRY OF JUSTICE AND SOCIAL WELFARE									
Portfolio Management	MJAA	62,804,164	-	62,804,164	-	62,804,164	63,026,521	(222,357)	0%
Corporate Services	MJAB	127,732,488	3,500,000	131,232,488	-	131,232,488	126,997,635	4,234,853	3%
Womens Affairs	MJBA	42,704,482	-	42,704,482	-	42,704,482	36,404,855	6,299,627	15%
Correctional Services	MJCA	483,870,625	122,000,000	605,870,625	-	605,870,625	390,612,402	215,258,223	36%
Lands Tribunal Office	MJDA	82,121,694	-	82,121,694	-	82,121,694	80,513,569	1,608,125	2%
Office of the Law Reform Commission	MJEA	33,108,800	-	33,108,800	-	33,108,800	32,734,044	374,756	1%
TOTAL FOR MINISTRY OF JUSTICE AND SOCIAL WELFARE		**832,342,253**	**125,500,000**	**957,842,253**	**-**	**957,842,253**	**730,289,026**	**227,553,227**	**24%**
MINISTRY OF CLIMATE CHANGE ADAPTATION, GEOHAZARDS, METEOROLOGY AND ENERGY									
Portfolio Coordination	MGAA	71,962,234	-	71,962,234	-	71,962,234	70,638,155	1,324,079	2%
Corporate Services	MGBA	147,248,727	-	147,248,727	(17,940,000)	129,308,727	124,495,211	4,813,516	4%
Weather Forecasting, Monitoring and Research	MGCA	144,897,754	8,000,000	152,897,754	8,073,000	160,970,754	156,397,465	4,573,289	3%
Geo-hazard	MGCD	24,867,072	-	24,867,072	1,435,200	26,302,272	20,670,372	5,631,900	21%
Energy Management and assessment	MGDA	495,174,880	241,122,117	736,296,997	1,973,400	738,270,397	374,071,484	364,198,913	49%
Green Energy	MGDC	-	-	-	-	-	-	-	0%
Environmental management, research and extension services	MGEA	101,811,796	83,832,500	185,644,296	2,332,200	187,976,496	127,879,414	60,097,082	32%
National Disaster Management	MGFA	61,714,821	-	61,714,821	3,229,200	64,944,021	65,716,828	(772,807)	-1%
Climate Change	MGHA	37,074,815	579,667,472	616,742,287	897,000	617,639,287	35,972,642	581,666,645	94%
Climate Change Adaptation	MGHB	-	-	-	-	-	(750)	750	0%
Climate Change Mitigation	MGHC	-	-	-	-	-	-	-	0%
TOTAL FOR MINISTRY OF CLIMATE CHANGE ADAPTATION, GEOHAZARDS, METEOROLOGY AND ENERGY		**1,084,752,099**	**912,622,089**	**1,997,374,188**	**-**	**1,997,374,188**	**975,840,821**	**1,021,533,367**	**51%**
TOTAL FOR NON-CONSTITUTIONAL AREAS OF THE GOVERNMENT		**54,177,763,075**	**3,577,834,766**	**57,755,597,841**	**-**	**57,755,597,841**	**44,393,343,708**	**13,362,254,133**	**23%**
TOTAL FOR GOVERNMENT OF VANUATU		**57,050,993,140**	**3,718,387,738**	**60,769,380,878**	**-**	**60,769,380,878**	**47,137,296,430**	**13,632,084,448**	**22%**

Statement of Unappropriated Expenditure
(for the year ending 31 December 2024)

The Annual Appropriation Act is the instrument that authorises expenditure by programs and activities for each agency of government. Additional expenditure for programs and activities may also be authorised through Supplementary Appropriation Acts.

Transfers of appropriated amounts between agencies (defined in the Public Finance and Economic Management Act as: *a Ministry; or and office of a Government Minister; or a Constitutional Entity; or a Statutory Entity; or a prescribed agency*) are prohibited by the Public Finance and Economic Management Act except where it is appropriated through a Supplementary Appropriation Act. However, the head of an agency may transfer an amount that has been appropriated for an activity of the agency in a financial year ("the losing activity") to another activity of the agency in that financial year provided that the transfer is not likely to adversely affect the losing activity.

The detailed statement of appropriations includes many activities that are overspent while the total expenditure for the Agency remains under the appropriated amount. Since agencies are free to transfer appropriation amounts between programs and activities, the Statement of Unappropriated Expenditure is shown at an agency level rather than at an activity or program level.

No Agencies exceeded their appropriation amount for the year ending 31 December 2024.