

SPREP
Executive Management's Report
For the year ended 31 December 2013

We are pleased to present the Secretariat's financial statements and the independent auditors report thereon for the financial year ended 31 December 2013.

During the year we expended US\$16.3 million dollars compared to budgeted expenditure of US\$18.8 million dollars while our total cash holdings at year end amounted to US\$6.8 million dollars. The Secretariat has generated a negative operating result as per the income statement relative to a balanced budget for the same period.

Responsibility for Financial Reporting

The accompanying financial statements are the responsibility of management. The financial statements have been prepared according to International Financial Reporting Standards and include amounts based on management's best estimates and judgments.

Management has established and been maintaining accounting and internal control systems which include clearly stated policies and procedures and a comprehensive internal audit program. These systems are designed to provide reasonable assurance that our financial records are reliable and form a proper basis for the timely and accurate preparation of financial statements, and that our assets are properly safeguarded.

SPREP Members oversee management's responsibilities for financial reporting. The financial statements have been reviewed and approved by the SPREP Members on recommendation from management.

Our independent auditors (Betham & Co.), having been appointed by the SPREP Members, have audited our financial statements. The accompanying independent auditors' report outlines the scope of their examination and their opinion.

In our opinion:

- a. The accompanying statement of income is drawn up so as to give a true and fair view of the results of the Secretariat for the year ended 31 December 2013;
- b. The accompanying statement of financial position is drawn up so as to give a true and fair view of the state of the Secretariat's affairs as at 31 December 2013;
- c. The accompanying statement of movement in reserves is drawn up so as to give a true and fair view of the movement of funds and reserves of the Secretariat for the year ended 31 December 2013; and
- d. The accompanying statement of cash flows is drawn up so as to give a true and fair view of the cash flows for the Secretariat for the year ended 31 December 2013.



David Sheppard
Director General



Kosi Latu
Deputy Director General



Alofa S Tuuau
Finance & Administration Adviser

Dated *30 April 2014*