



GOVERNMENT OF THE KINGDOM OF TONGA
(PULE'ANGA 'O TONGA)

Financial Statements
(Fakamatala Pa'anga)
for the year ended 30 June 2008
(ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008)

Ministry of Finance & National Planning
(Potungaue Pa'anga mo e Palani Fakafonua)
Nuku'alofa
October ('Okatopa), 2009.

**GOVERNMENT OF THE KINGDOM OF TONGA
(PULE'ANGA 'O TONGA)**

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GOVERNMENT OF THE KINGDOM OF TONGA (PULE'ANGA 'O TONGA)

Statement of Responsibility (*Fakamatala Fatongia*)

This is the fifth Financial Statements of Government report under the new legal framework: Public Finance Management Act 2002. I do accept the responsibility for the integrity of these Financial Statements, their contents and their compliance with the Public Finance Management Act 2002.

As in the previous financial years, I have modified the traditional cash basis of accounting used in the old mandate in order to recognise investments, public debts and physical assets in the body of the statement of assets and liabilities and thus disclose a more realistic and more complete picture of the financial position of government at balance date. Receivables and payables have yet to be included, simply because of the enormity of that exercise, but I am intending to bring them into the body of the accounts as soon as I possibly can. Also, the amount disclosed for physical assets is an estimated value based only on those assets acquired through loan funds which in fact is lower and very conservative to reflect the complete value of total government physical assets at balance date. However, the Ministry of Finance is currently undertaking a major exercise to determine the complete value of physical assets for disclosures in future financial statements.

Although the works toward full disclosures of assets and liabilities have yet to be completed, the disclosures that I have made in the current year financial statements present a much more realistic picture of the financial position of government than if I would have still prepared the financial statements under the cash basis with all its limitations.

Therefore, in my opinion, these Financial Statements, except for the limitations on disclosures of assets and liabilities referred to in the paragraphs above, present a true and more complete picture of the financial position of the Government of Tonga as at 30 June 2007, and its financial performance for the year ended on that date, then if I would have still reported the financial position and performance of government under the cash basis of accounting without modification.

(*Ko e Fakamatala Pa'anga 'eni 'a e Pule'anga hono nima (5) kuo u fakahoko 'i he Lao fo'ou: Lao ki hono Pule'i 'a e Pa'anga 'a e Pule'anga 2002. Koia 'oku ou tali 'a e fatongia ki he totolu 'o e Ngaahi Fakamatala Pa'anga, 'a hono kakano, mo'ene fenāpasi mo e Lao ki hono Pule'i 'a e Pa'anga 'a e Pule'anga 2002.*

Hangē pe koia'i he ongo ta'u fakapa'anga kuo 'osi, kuo u fakahoko ha fakalelei ki he makatu'unga faka-tauhitohi 'aia na'e ngae'aki he kuohili, 'aia na'e tefito 'i hono lekooti 'a e fehū'aki pa'anga pē (ko e totongi atu pe totongi mai), koe'uhī ke fakakau ki he sino 'o e fakamatala 'o e Ngaahi Koloa mo e Mo'ua 'a e ngaahi 'inivesi, ngaahi mo'ua faka-pule'anga mo e ngaahi koloa taimi loloa ke lava 'o ma'u ha 'ata 'oku mo'oniange mo kakatoange 'o e tu'unga fakapa'anga 'a e pule'anga 'i he 'aho faka'osi 'o e ta'u fakapa'anga. Ko e ngaahi mo'ua mai mo mo'ua atu 'oku te'eki fakakau ia ki he sino'i fakamatala koe'uhī ko e ngāue lahi 'oku fiema'u ke fakahoko ki ai, ka 'oku ou taumu'a ke lava 'i he faingamalie vave taha. 'Ikai koia pē, ko e fika 'oku hā atu 'i he ngaahi koloa taimi loloa ko e mahu'inga fakafuofua pē 'o fakatefito he ngaahi koloa na'e fakatau'aki 'a e ngaahi pa'anga nō 'a ia 'oku ma'ulalo pea kei si'isi'i ke ne fakahaa'i kakato 'a e mahu'inga 'o e ngaahi koloa taimi loloa 'a e pule'anga 'i he 'aho faka'osi 'o e ta'u fakapa'anga. Kaneongoia, 'oku lolotonga fakahoko 'e he Potungaue Pa'anga 'a e ngāue lahi ke ma'u 'a e mahu'inga kakato 'o e ngaahi koloa taimi loloa ke fakahaa'i 'i he ngaahi fakamatala pa'anga 'o e ngaahi ta'u ka hoko mai.

Neongo 'oku te'eki 'osi 'a e ngāue ke lava 'o fakahaa'i kakato 'a e mahu'inga 'o e ngaahi koloa mo e mo'ua, ka ko e ngaahi fika kuo fakahā atu 'i he fakamatala pa'anga lolotonga 'oku ne 'omai ha 'ata mo'oniange 'o e tu'unga fakapa'anga 'a e pule'anga, 'i hono fakahoa atu kapau na'e kei teuteu pe 'a e fakamatala pa'anga he makatu'unga fakatauhitohi na'e angamaheni mai mei mu'a mo hono ngaahi fakangatangata.

Koia ai, 'i he'eku fakakaukau, tukukeheange 'a e ngaahi fakangatangata 'o e 'ikai kakato 'a e ngāue ki hono fakahaa'i 'o e ngaahi koloa mo e mo'ua 'o hange koia 'oku fakahaa'i 'i he ngaahi palakalafi 'i 'olunga, ko e Ngaahi Fakamatala Pa'anga 'oku ne fakahaa'i leleiange 'a e tu'unga fakapa'anga 'a e Pule'anga Tonga 'i he 'aho 30 Sune, 2007, pea mo e ola 'o e ngāue fakapa'anga ki he ta'u 'oku ngata 'i he 'aho ko ia, 'i hono fakahoa atu kapau na'e kei lipooti pe 'a e tu'unga fakapa'anga mo e ngāue fakapa'anga 'i he founiga mou'a tg'etoe fai kiai ha fakalelei.)

Hon. 'Otenifi Afu'alo Mati
Minister of Finance & National Planning
(*'Eiki Minisita Pa'anga mo e Palani Fakafonua*)

14 October, 2009 (14 'o 'Okatopa, 2009)

Statement of Responsibility (*Fakamatala Fqtongia*)

cont'd (hoko atu)

These Financial Statements have been prepared by the Ministry of Finance in accordance with the provisions of the Public Finance Management Act 2002. The Financial Statements comply with generally accepted accounting practice.

The Ministry of Finance 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 public financial resources by the Government. To the best of my knowledge, this system of internal control has operated adequately throughout the reporting period.

(*Ko e Ngaahi Fakamatala Pa'anga kuo teuteu 'e he Potungaue Pa'anga 'o fakatatau mo e ngaahi fiema'u 'a e Lao ki hono Pule'i 'a e Pa'anga 'a e Pule'anga 2002. Ko e Ngaahi Fakamatala Pa'anga 'oku fakatatau ia ki he founiga fakatauhitohi 'oku tali ke ngae'aki fakalukufua.*

Ko e fatongia 'o e Potungaue Pa'anga ke fokotu'u mo tauhi 'a e ngaahi founiga ngae ke pule'i'aki 'i loto e ngaue 'a ia 'oku fa'u ke ne malava 'o fakapapau'i ko e ngaahi sehu'aki 'oku lekooti 'oku fakatatau ki he mafai fakalao mo lekooti fakalelei 'a hono ngae'aki 'a e ngaahi koloa faka-pule'anga 'e he Pule'anga. Ki he lelei taha 'a 'eku 'ilo, ko e ngaahi founiga ngae ke pule'i'aki 'i loto 'a e ngae na'e ngae lelei mo fe'unga 'i he lolotonga 'a e vaha'a taimi 'oku fakahoko ai 'a e fakamatala ni)



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‘Aisake Valu Eke
Secretary for Finance & National Planning
(Sekelitali Pa’anga mo e Palani Fakafonua)

14 October, 2009 (14 'o 'Okatopa, 2009)



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AUDITOR GENERAL'S INDEPENDENT REPORT TO THE HONOURABLE MEMBERS OF THE LEGISLATIVE ASSEMBLY ON THE FINANCIAL STATEMENTS OF GOVERNMENT OF THE KINGDOM OF TONGA

Audit duty

I have audited the accompanying Financial Statements of the Government of Tonga as set out on pages 5 to 37 for the financial period ended 30th June 2008. The Financial Statements have been audit in terms of section 35 of the Public Finance Management Act 2002. These annual financial statements and the maintenance of effective control measures are the responsibilities of the Minister of Finance. My responsibility is to express an opinion on the financial statements based on my audit.

Nature and Scope

I have conducted my audit in accordance with the Audit Office Auditing Standards. These standards follow the INTOSAI Auditing Standards which require that I plan and perform the audit to obtain reasonable assurance as to whether the Financial Statements are free of material misstatements. An audit includes an examination on a test basis, of evidence supporting amounts and disclosures in the Financial Statements. An audit also includes assessing the accounting principles used and the significant provisions made by the Minister of Finance as well as evaluating the overall presentation of the Financial Statements. I believe that my audit provides a reasonable assurance basis for the audit opinion.

Modifications to the cash basis of accounting

As reported by the Hon. Minister of Finance in his statement of responsibility (page 1) that as in previous years, and in trying to comply with the terms of the Public Finance Management Act 2002 he had modified the cash basis of accounting that had been used in the old mandate, in order to bring into the body of the statement of assets and liabilities the investments, public debts, and physical assets. He also asserted that although that this exercise is yet to be completed, the position of assets and liabilities disclosed in the financial statements as at 30th June, 2008 is a more realistic disclosure of assets and liabilities than if he still prepares the financial statements under the cash basis of accounting.

As auditor, I fully agree with the assertion made by the Hon. Minister of Finance, and fully support the continuation of this exercise until we reach a situation where the financial statements of governments are reported on a full accrual basis of accounting.

Qualified Audit Opinion

In my opinion, except for the limitation caused by non completion part of the exercise referred to in the preceding paragraphs, the financial statements present fairly in all material respects the financial position of the Government of Tonga as at 30 June 2008, its financial performance ended on that date, and in conformity with the stated accounting policies.

Dr Pohiva Tu'ionetoa FCA
AUDITOR GENERAL



Nuku'alofa
TONGA
20 October, 2009



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LIPOOTI TAU'ATAINA 'A E 'ATITA SENIALE KI HE HOU'EIKI MEMIPA 'O E FALEALEA 'I HE FAKAMATALA PA'ANGA 'A E PULE'ANGA FAKATU'I 'O TONGA

Fotongia Sivi-Faka'atita

Ko e ngaahi fakamatala pa'anga 'o e Pule'anga 'o Tonga ki he ta'u fakapa'anga 'oku ngata 'i he 'aho 30 'o Sune, 2008 'a ia 'oku fokotu'u atu 'i he peesi 5 ki he 37, kuo'u 'osi fai 'a hono sivi-faka'atita. Na'e far 'a hono sivi-faka'atita 'o e ngaahi fakamatala pa'anga 'o fakatatau ki he tu'utu'uni 'a e Lao ki hono Pule'i 'o e Pa'anga 'a e Pule'anga 2002 kupu 35. Ko hono teuteu'i 'o e fakamatala pa'anga mo hono tokanga'i ke malu 'o e founiga pule'i ko e ngaahi fatongia ia 'o e Minisita Pa'anga. Ko hoku fatongia ke fakahā 'eku fakakaukau felāve'i mo e ngaahi fakamatala pa'anga 'o makatu'unga 'i he sivi-faka'atita kuo'u fakahoko.

Natula mo e 'Atakai 'o e Sivi-Faka'atita

Na'a ku fakahoko e sivi-faka'atita 'o fakatatau ki he founiga kuo tu'utu'uni ke ngaue'aki 'e he 'Ofisi 'Atita. Ko e ngaahi founiga ngaue faka'atita ko ia 'oku muimui ki he ngaahi founiga ngāue faka'atita 'a e Kautaha 'Atita Faka-Pule'anga Faka-Vaha'apule'anga (INTOSAI). 'a ia 'oku siema'u 'e he tu'utu'uni ko 'eni ke fatu pea fakahoko 'a e sivi-faka'atita ke malava 'o fakapapau'i 'oku hao 'a e fakamatala pa'anga mei ha hala 'oku fakatu'utāmaki. Na'e kau 'i he sivi-faka'atita 'a hono vakai'i 'o 'ikai ko e sivi-faka'aufuli, 'o e ngaahi fakamo'oni poupou ki he ngaahi fika pea mo honau fokotu'utu'u 'i he fakamatala pa'anga. Pea na'e kau 'i he sivi-faka'atita 'a hono vakai'i 'a e ngaahi founiga tauhitohi 'oku ngaue'aki pehe ki he ngaahi 'esitimeti mahu'inga kuo fatu 'e he Minisita Pa'anga, pea mo e tonu mo fe'unga 'o e fotunga 'o e ngaahi fakamatala pa'anga. 'Oku ou falala ko e sivi-faka'atita na'aku fakahoko 'oku fe'unga ke makatu'unga ai 'eku tala fakakaukau faka'atita.

Fakalei ki he founiga tauhitohi 'oku tefito 'i hono lekooti 'o e fetongi pa'anga pe (totongi atu mo e totongi mai)

Hange ko e me'a na'e me'a ki ai 'a e 'Eiki Minisita Pa'anga 'i he'ene fakamatala fatongia (*peesi 1*) hange ko e ngaahi ta'u kimu'a, pea 'i he'ene seinga ke muimui ki he taumu'a 'o e Lao ki hono Pule'i 'o e Pa'anga 'a e Pule'anga 2002, na'a ne hoko atu 'a e liliu ki he founiga tauhitohi motu'a koe'uhī ke lava 'o 'omi ki loto ki he sino 'o e Fakamatala Koloa mo e Mo'ua 'a e ngaahi 'inivesi, ngaahi mo'ua fakapule'anga, mo e ngaahit koloa tainut toloa. Na'a ne toe me'a foki 'o pehe neongo 'oku te'ekiai kakato 'a e ngaue 'oku lolotonga fai ki he me'a ko 'eni, ka ko e tu'unga 'o e ngaahi Koloa mo e ngaahit Mo'ua 'a ia kuo ne fakaha 'i he fakamatala pa'anga, 'oku ofi ange ia ki he kakato 'i ha'ane ke teuteu pe 'a e fakamatala pa'anga 'o ngaue'aki 'a e founiga motu'a 'a ē 'oku tefito 'i he lipooti 'a e fetongi pa'anga pe (totongi mai pe totongi atu)

'I he 'eku lau faka'atita, 'oku ou tali kakato 'a e me'a ko ia na'e fakaha 'e he 'Eiki Minisita Pa'anga, pea 'oku ou poupou kakato ki he hokohoko atu e ngaue ke a'u ki ha tu'unga kuo tau lava 'o teuteu pea lipooti 'a e fakamatala pa'anga 'a e pule'anga 'o fakaha kakato 'a e ngaahi Koloa mo e ngaahi Mo'ua.

Fakakaukau faka'atita 'oku 'ikai haohaoa

'I he 'eku fakakaukau, tukukehe 'a e fakangatangata na'e tupu mei he te'ekiai kakato 'a e ngāue ko ia 'oku fakahā 'i he ngaahi palakalasi 'i 'olunga, ko e ngaahi fakamatala pa'anga ni 'oku nau fakahā totonu 'i he tapa mahu'inga kotoa 'a e tu'unga fakapa'anga 'i he 'aho 30 'o Sune 2008, ola 'o e ngaahi ngāue mo e ngaahi fehū'aki pa'anga 'o ngata 'i he 'aho faka'osi 'o e ta'u fakapa'anga, pea muimui ki he ngaahi tu'utu'uni fakatauhitohi kuo fokotu'u mai 'i he fakanatala.

Peihiva Tu'i onetoa FCA
ATITA SENIALE



Nuku'alofa
TONGA

20 'o 'Okatopa, 2009

GOVERNMENT OF THE KINGDOM OF TONGA (PULE'ANGA 'O TONGA)

Statement of Receipts and Payments for the year ended 30 June 2008

(Fakamatala ki he Pa'anga Hu mai mo e Hu atu ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008)

	2007-08	2006-07
	Receipts/Payments by :	Receipts/Payments by :
	Government Third Parties	Government Third Parties
	(Hu mai / Hu atu 'e he : (Pule'anga Sino kehe)	(Hu mai / Hu atu 'e he : (Pule'anga Sino kehe)
Notes (Nouti)	\$	\$
OPERATING RECEIPTS (PA'ANGA HU MAI ANGAMAHENI)	2	
Income Tax (Tukuhau Vahenga)	26,845,560	26,430,442
Trade Taxes (Tukuhau Fefakatau'aki)	40,533,515	47,535,367
Domestic fees and Licensing (Totongi Laiseni)	290,706	429,783
Taxes on Goods and Services (Tukuhau Koloa mo e Ngae)	59,676,719	49,232,783
Excise Tax (Tukuhau 'Ekisia)	10,835,808	1,183,419
Entrepreneurial and Property Income (Pa'anga Hu Mai 'i he Ngaahi Pisinisi mo e Koloa 'a e Pule'anga)	10,001,915	7,760,761
Administrative Fees & Charges (Totongi ki he ngaahi Ngae)	8,257,258	11,016,843
Miscellaneous Revenue (Pa'anga Hu mai kehe)	1,016,095	1,918,203
Transfers and Bond Receipts (Pa'anga Hu Mai mei he Ponite)	4,317,078	6,000,000
Total Operating Receipts (Katoa Pa'anga hu mai angamaheni)	161,774,654	151,507,603
OPERATING PAYMENTS (PA'ANGA HU ATU ANGAMAHENI)	3	
Established Staff (Kau Ngaue Tu'uma'u)	71,486,321	81,144,555
Unestablished Staff (Kau Ngaue Lau'aho)	2,946,108	2,882,363
Travel and Communication (Fefononga'aki mo Fetu'utaki)	8,300,832	6,636,861
Maintenance and Operations (Tauhi mo Fakalele Ngaue)	7,475,409	6,873,333
Purchase of Goods and Services (Totongi Hu Koloa mo Ngaahi Ngae)	23,529,892	16,522,754
Operational Grants and Transfers (Me'a'ofa Fakangaua mo e 'Inasi)	15,316,952	17,571,866
Public Debt (Ngaahi No Fakapule'anga)	15,592,374	16,204,370
Defence (Malu'i)	1,006,711	121,495
Capital Expenditure (Fakamole ki he Ngaahi Ngae Lalahi)	1,902,378	4,897,408
Equity Payment (Totongi 'Inasi)	1,050,206	190,780
Privy Purse (Totongi Vahenga Faka-Tu'i)	309,843	306,770
Total Operating Payments (Katoa Pa'anga hu atu angamaheni)	148,917,026	153,352,555
OPERATING SURPLUS/(DEFICIT)	12,857,628	(1,844,952)
(HULU/(FE'AMOKAKI) NGAUE ANGAMAHENI)		
DEVELOPMENT FUND (Pa'anga Fakalakalaka)		
Grants & External Concessional Loans Receipts (Ngaahi Pa'anga Tokoni mo e No mei Tu'a Hu Mai)	4	14,858,400
Expenditure from Grants & External Concessional Loans (Ngaahi Pa'anga Tokoni mo e No mei Tu'a Hu atu)	5	25,035,838
Net Receipts/(Deficit) from Grants and External Concessional Loans (Toenga Hulu/(Nounou) mei he Pa'anga Tokoni mo e No mei Tu'a)		(10,177,437)
INCREASE/(DECREASE) IN CASH FROM OPERATIONS	2,680,191	(327,385)
(TUPU/(HOLO) 'I HE PA'ANGA FAKALUKUFUA)		
CHANGES IN CASH BALANCES :		
(NGAAHI FELILIU'AKI 'I HE TOENGA PA'ANGA FAKALUKUFUA) :		
Cash at Bank and on Hand - 1 July (Pa'anga 'i he Pangike mo e Seifi 'i he 'aho I Siulai)	29,229,061	29,950,831
Cash at Bank and on Hand - 30 June (Pa'anga 'i he Pangike mo e Seifi 'i he 30 'o Sune)	6	27,771,237
Net Increase /(Decrease) in Cash (Faka-katoa 'o e Tupu/(Holo) 'i he Pa'anga)		(1,457,824)
Plus (Less): Net changes in Advances, Trust Money Accounts and Investments (Tanaki (To'o) : Faka-katoa feliliu'aki 'i he Fe'ave'aki Pa'anga, Ngaahi 'Akauni Talasiti mo e Ngaahi 'Inivesi)	7	4,138,014
INCREASE/(DECREASE) IN CASH FROM OPERATIONS	2,680,191	(327,385)
(TUPU/(HOLO) 'I HE PA'ANGA NGAUE FAKALUKUFUA)		

The accompanying Notes form an integral part of these Statements
(Ko e ngaahi Nouti 'oku ha atu 'oku nau kau ko e konga 'o e Ngaahi Fakamatala)

GOVERNMENT OF THE KINGDOM OF TONGA (*PULE'ANGA 'O TONGA*)

Statement of Assets and Liabilities as at 30 June, 2008

(*Fakamatala ki he Ngaahi Koloa mo Mo'ua i he 'aho 30 Sune, 2008*)

	Notes (<i>Nouti</i>)	2007-08	2006-07
		\$	\$
ASSETS (NGAAHI KOLOA)			
Cash at Bank and in Hand <i>(Pa'anga i he Pangike mo e Seifi)</i>	6	27,771,237	29,229,061
Charges to Individuals <i>(Ngaahi mo'ua fakafo'iituitui)</i>	8	94,954	100,984
Investments <i>(Ngaahi 'Inivesi)</i>	9, 21-24(a)	134,168,633	72,670,188
Physical Assets <i>(Ngaahi Koloa Ngaue'aki Taimi Loloa)</i>	10	90,949,796	134,594,268
TOTAL ASSETS (KATOA NGAAHI KOLOA)		252,984,620	236,594,500
Less (To'o) : LIABILITIES (NGAAHI MO'UA)			
Bank Agency Accounts <i>(Ongo 'Akauni Fakaofonga Faka-Pangike)</i>	11	377,285	564,772
Trust Money Accounts <i>(Ngaahi 'Akauni Talasiti)</i>	12	12,915,067	2,435,020
Public Debts <i>(Ngaahi Mo'ua No Faka-Pule'anga)</i>	13, 27, 28	180,390,273	187,126,896
TOTAL LIABILITIES (KATOA NGAAHI MO'UA)		193,682,625	190,126,688
NET ASSETS (TOENGA KOLOA)			
		59,301,996	46,467,812
Made up from: (Ma'u mei he:)			
Development Fund Balance (<i>Toenga Pa'anga Fakalakalaka</i>)	4, 5, 14	16,449,320	26,626,758
Revenue Fund Balance: (Toenga Pa'anga Angamaheni):			
Balance 1 July (<i>Palanisi 1 Siulai</i>)		(1,163,000)	3,296,708
plus: Adjustments (<i>tanaki : Fakatonutonu</i>)	15	(472,054)	(2,614,756)
Operating Surplus/(Deficit) <i>(Pa'anga Hulu/(Fe'amokaki) Ngaahi Ngaue Angamaheni)</i>	16	<u>12,857,628</u>	<u>(1,844,952)</u>
Balance 30 June (<i>Palanisi 30 Sune</i>)		11,222,574	(1,163,000)
Effect of accounting for Investments, Physical Assets and Public Debts. (<i>Ola hono fakakau mai 'o e Ngaahi 'Invesi, Ngaahi Koloa Ngaue'aki Taimi Loloa mo e Ngaahi Mo'ua No Faka-Pule'anga</i>)			
	17	31,630,103	21,004,056
FUND BALANCE (KATOA TOENGA PA'ANGA 'INASI)			
		59,301,996	46,467,812

*The accompanying Notes form an integral part of these Statements
(Ko e ngaahi Nouti 'oku ha atu 'oku nau kau ko e konga 'o e Ngaahi Fakamatala)*

GOVERNMENT OF THE KINGDOM OF TONGA (PULE'ANGA 'O TONGA)

Statement of Development Funds for the year ended 30 June 2008

(Fakamatala 'o e Ngaahi Pa'anga Fakalakalaka ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008)

	2007-08	2006-07
<i>Notes (Nouti)</i>	\$	\$
Development Fund Balance at 1 July <i>(Toenga Pa'anga Fakalakalaka 'i he 1 Siulai)</i>	26,626,758	25,109,190
 Add : Development Fund Receipts <i>(Tanaki: Pa'anga Fakalakalaka Hu Mai)</i>		
Grants & Loans Received <i>(Pa'anga Tokoni mo e No Hu Mai)</i>	4	8,908,962
Receipts from Revolving Fund <i>(Pa'anga Ngae Hu Mai)</i>	4	5,949,438
 Total Development Fund Receipts <i>(Katoa Pa'anga Fakalakalaka Ma'u Mai)</i>	 14,858,400	 26,379,451
 Total Development Funds Available <i>(Katoa Pa'anga Fakalakalaka ke Ngaue'aki)</i>	 41,485,158	 51,488,642
 Less : Development Fund Payments <i>(To'o : Pa'anga Fakalakalaka Hu Atu)</i>		
Payments from Grants & Loans <i>(Pa'anga Tokoni mo e No Hu Atu)</i>	5	19,888,488
Payments from Revolving Fund <i>(Pa'anga Ngae Hu Atu)</i>	5	5,147,350
 Total Development Fund Payments <i>(Katoa Pa'anga Fakalakalaka Hu Atu)</i>	 25,035,838	 24,861,884
 Development Fund Balance at 30 June <i>(Toenga Pa'anga Fakalakalaka 'i he 30 Sune)</i>	 14	 16,449,320
		 26,626,758

*The accompanying Notes form an integral part of these Statements
(Ko e ngaahi Nouti 'oku ha atu ko e konga 'o e Ngaahi Fakamatala)*

GOVERNMENT OF THE KINGDOM OF TONGA (*PULE'ANGA 'O TONGA*)
Statement of Government Investments as at 30 June 2008
(Fakamatala ki he Ngaahi 'Inivesi 'a e Pule'anga 'i he 'aho 30 Sune 2008)

	Notes (Nouti)	2007-08	2006-07
		\$	\$
Treasury Investments <i>(Ngaahi Pa'anga 'Inivesi Faka-falepa'anga)</i>	21	18,433,885	4,469,336
Shares - minority holdings (at cost) <i>(Ngaahi 'Inasi - ma'u 'inasi iiki (mahu'inga na'e fakatau'aki))</i>	22, 25	2,323,190	2,350,270
Investment in other companies <i>('Inivesi 'i he ngaahi kautaha kehe)</i>	23	1,849,500	1,948,900
Public enterprises : <i>(Ngaahi Kautaha Fakapule'anga)</i>			
Shares (at cost) <i>(Ngaahi 'Inasi (mahu'inga na'e fakatau'aki))</i>	24(a), 25	86,431,153	37,878,876
Loans Receivable <i>(Ngaahi No ke totongi mai)</i>	24(a), 26	25,130,905	26,022,806
Total Investments <i>(Katoa Ngaahi 'Invesi)</i>		134,168,633	72,670,188

*The accompanying Notes form an integral part of these Statements
(Ko e ngaahi Nouti 'oku ha atu 'oku nau kau ko e konga 'o e Ngaahi Fakamatala)*

GOVERNMENT OF THE KINGDOM OF TONGA (*PULE'ANGA 'O TONGA*)

Statement of Public Debts for the year ended 30 June 2008

(*Fakamatala ki he Ngaahi Mo'ua No Faka-Pule'anga ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008*)

	2007-08	2007-08	2006-07
Notes (<i>Nouti</i>)	\$	\$	\$
Loans Owing at 1 July			
<i>(Ngaahi Mo'ua 'i he 'aho 1 Siulai)</i>			
Foreign (<i>Fonua Muli</i>)	161,422,724		165,568,854
Domestic (<i>Fakalotofonua</i>)	<u>25,704,172</u>		<u>27,320,483</u>
	187,126,896		192,889,337
Add : New Borrowing			
<i>(Tanaki: Ngaahi No Fo'ou)</i>			
Foreign (<i>Fonua Muli</i>)	7,121,462		5,616,928
Domestic (<i>Fakalotofonua</i>)	<u>3,086,000</u>		<u>6,000,000</u>
	10,207,462		11,616,928
Total Loan Payable (<i>Katoa No ke Totongi</i>)	197,334,358		204,506,265
Less : Repayments			
<i>(To'o: Ngaahi Totongi Fakafoki)</i>			
Foreign (<i>Fonua Muli</i>)	27	4,654,372	4,973,996
Domestic (<i>Fakalotofonua</i>)	28	<u>6,335,832</u>	<u>7,618,109</u>
		10,990,204	12,592,105
		186,344,154	191,914,160
Revaluation of Debt in Foreign Currency		(5,953,881)	(4,787,264)
BALANCE PUBLIC DEBT 30 JUNE			
<i>(TOENGA MO'UA NO FAKA-PULE'ANGA 'I HE 'AHO 30 SUNE)</i>			
Balance Details (<i>Fakaikiiki Palanisi</i>) :			
Loans Owing at 30 June			
<i>(Ngaahi Mo'ua No 'i he 'aho 30 Sune)</i>			
Foreign (<i>Fonua Muli</i>)	27	157,935,933	161,422,724
Domestic (<i>Fakalotofonua</i>)	28	<u>22,454,340</u>	<u>25,704,172</u>
		180,390,273	187,126,896

*The accompanying Notes form an integral part of these Statements
(Koe ngaahi nouti 'oku ha atu 'oku nau kau ko e konga 'o e ngaahi fakamatala)*

GOVERNMENT OF THE KINGDOM OF TONGA (PULE'ANGA 'O TONGA)
Statement of Contingent Liabilities as at 30 June, 2008.
(Fakamatala ki he Ngaahi Mo'ua 'e ala hoko 'i he kaha'u 'i he 'aho 30 Sune, 2008)

	Notes (Nouti)	2007-08 \$	2006-07 \$
Guarantees and Indemnities (Ngaahi Malu'i mo Fakapapau ke Malu'i)			
Foreign Loans Debt Guarantee (Ngaahi Malu'i Mo'ua No Muli)	19, 29	227,388	1,480,373
Domestic Loans Debt Guarantee (Ngaahi Mo'ua No Fakalotofonua ne Malu'i)	19, 29	10,319,001	10,056,096
Legal Proceedings and Disputes (Ngaahi 'Eke mo e Hopo Fakalao) 0			
Total Contingent Liabilities (Katoa Ngaahi Mo'ua 'e ala hoko 'i he kaha'u)		<u>10,546,389</u>	<u>11,536,469</u>

Foreign Loans Debt Guarantee (Ngaahi Malu'i Mo'ua No mei Tu'apule'anga)

Tonga Development Bank (Pangike Langa Fakalakalaka 'a Tonga)

In 1995, the Government provided guarantee needed in order for the Tonga Development Bank to borrow fund from Caisse Francaise De Development for Bilateral Credit Line Facility available to TDB at the time. The borrowed fund was then made available through a loan scheme to enhance development in the agricultural and business sectors. It was \$227,388 at 30 June, 2008 (\$401,675 at 30 June, 2007). ('I he 1995, na'e fakahoko 'e he Pule'anga 'a e malu'i 'o e no 'a e Pangike Langa Fakalakalaka a Tonga mei he Pangike Fakalakalaka Falanise 'i he Polokalama No Pa'anga ne faingamalie ke kau ai 'a e Pangike. Ko e pa'anga no koia na'e malava ke tukuatu ke tokoni ki he langa fakalakalaka 'i he ke fakapa'anga 'a engaahi polokalama ngae fakalakalaka tautaufito ki he sekiota ngoue mo e pisinisi. Na'e \$227,388 'i he 30 Sune, 2008 (\$401,675 'i he 30 Sune, 2007).

Tonga Communication Corporation (Kautaha Fetu'utaki 'a Tonga)

The Government provided guarantee over a loan of the former Tonga Telecommunication Commissions from European Investment Bank for the expansion and modernisation of the national communication networking Tonga, and the installation and upgrading of the telephone exchange for Nuku'alofa, Mu'a, Masilamea and 'Eua). It was \$0 at 30 June, 2008 (\$1,078,698 at 30 June, 2007). ('Oku malu'i 'e he Pule'anga 'a e no 'a e Komisoni Fetu'utaki 'a Tonga mei he Pangike Fakatupu Pa'anga 'a 'Ulape mo e Kautaha Malu'i, Fakapa'anga ke fakalahi'aki mo fakafo'ouange 'a e ngaahi naunau fetu'utaki fakafonua 'i Tonga. Pea mo hono fokotu'u mo fakalakahake 'a e ngaahi fetu'utaki telefoni 'i Nuku'alofa, Mu'a, Masilamea, mo 'Eua. Na'e 'osi e noo ni 'i he 30 Sune, 2008 (\$1,078,698 'i he 30 Sune, 2007)

Domestic Loans Debt Guarantee (Ngaahi Mo'ua No Fakalotofonua ne Malu'i)

Tonga Development Bank (Ngaahi No mei he Kakai)

The Government has provided guarantee to various public bond issues of the Tonga Development Bank for financing its working capital and other development schemes in the agricultural and business sectors. It was \$926,069 at 30 June, 2008 (\$1,342,809 at 30 June, 2007). ('Oku foaki 'e he Pule'anga 'a e malu'i 'o e ngaahi ponite fakatau ki he kakai 'e he Pangike Langa Fakalakalaka 'a Tonga ke fakapa'anga 'a e pa'anga ngae mo e ngaahi polokalama ngae fakalakalaka ki he ongo sekiota ngoue mo e pisinisi. Na'e \$926,069 'i he 30 Sune, 2008 (\$1,342,809 'i he 30 Sune, 2007)

*(The accompanying Notes form an integral part of these Statements)
(Ko e Ngaahi Nouti 'oku nau hoko ko e konga 'o e Ngaahi Fakamatala)*

Statement of Contingent Liabilities as at 30 June, 2008 (continued)

(Fakamatala ki he Ngaahi Mo'ua 'e ala Totongi 'i he 'aho 30 Sune, 2008) (hoko atu)

International Dateline Hotel (*Hotele Teitilaine*)

The capital restructure of the International Dateline Hotel involved the Asset transfer to the new entity. Government has provided guarantee over the Hotel loan in 2001 with Tonga Development Bank to facilitate the transfer which was part of the restructure, to improve the tourist facilities. It was \$211,268 at 30 June, 2008 (\$622,635 at 30 June, 2007).

(Ko hono toe fokotu'utu'u fa'unga fakapa'anga fo'ou 'a e Hotele Teitilaine na'e kau ai 'a e fe'ave'aki koloa ki he kautaha fo'ou. Na'e malu'i 'e he Pule'anga 'a e no 'a e Hotele 'i he 2001 mei he Pangike Langa Fakalakalaka 'a Tonga ke tokoni ki hono fakahoko 'a e fe'ave'aki ko'eni 'a ia ko e konga 'o e fokotu'utu'u fo'ou ke toe fakalakalakaange 'a e ngaahi naunau faka-takimamata. Na'e \$211,268 'i he 30 Sune, 2008 (\$622,635 'i he 30 Sune, 2007).

Squash Export Council Loan Scheme (*Polokalama No 'a e Kosilio Huatu 'oe Hina*)

The Government has provided a guarantee over the Squash Export Council Loan Scheme of 2003 as squash export subsidy support. It was \$8,697,256 at 30 June, 2008 (\$8,090,652 at 30 June, 2007). *('Oku foaki 'a e malu'i 'e he Pule'anga 'a e Polokalama No 'a e Kosilio 'o e kau Fefakatau'aki Hina ta'u 2003 ke tokoni ki hono fakatau atu mo hono uta 'o e ngoue hina. Na'e \$8,697,256 'i he 30 Sune, 2008 (\$8,090,652 'i he 30 Sune, 2007).*

Janfull International Dateline Hotel Renovation Project (*Poloseki Fakalelei 'o e hotele Janfull Teitilaini*)

The Government has provided a guarantee over the Renovation project of the Hotel for the Forum Meeting in 2007 It was \$484,407.00 at 30 June, 2008 (\$0 at 30 June, 2007). *(Na'e foaki 'a e malu'i 'e he Pule'anga 'a e Poloseki ki hono fakalelei'I 'o e Hotele teitilaini 'I he teuaki 'o e Fakataha Forum 'I he ta'u 2007. Na'e \$484,407 'I he 'aho 30 'o Sune, 2008 (\$0 'i he 30 Sune, 2007).*

(The accompanying Notes form an integral part of these Statements)

(Ko e Ngaahi Nouti 'oku nau hoko ko e konga 'o e Ngaahi Fakamatala)

GOVERNMENT OF THE KINGDOM OF TONGA (*PULE'ANGA 'O TONGA*)
Statement of Contingency Fund for the year ended 30 June 2008
(Fakamatala 'o e Sino'i Pa'anga Talifaki ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008).

Notes <i>(Nouti)</i>	2007-08	2006-07
	\$	\$
Receipts (<i>Hu Mai</i>):		
Funds Received <i>(Pa'anga Hu Mai)</i>	30	7,673,850 5,755,867
Payments (<i>Hu Atu</i>):		
Funds Transferred <i>(Pa'anga Fe'ave'aki)</i>	30	<u>12,483,850</u> <u>8,453,923</u>
Net Receipts (Payments) for the year <i>(Toenga Hu Mai (Hu Atu) ki he ta'u)</i>		(4,810,000) (2,698,056)
Add: Balance at 1 July <i>(Tanaki: Palanisi 1 Siulai)</i>		5,000,000 2,719,319
Balance at 30 June <i>(Palanisi 30 Sune)</i>	<u>190,000</u>	<u>21,263</u>

The accompanying Notes form an integral part of these Statements
(Ko e ngaahi Nouti 'oku ha atu 'oku nau kau ko e konga 'o e Ngaahi Fakamatala)

GOVERNMENT OF THE KINGDOM OF TONGA (PULE'ANGA 'O TONGA)

Statement of Appropriations for the year ended 30 June 2008

(Fakamatala ki he Pa'anga Fakaangaanga ke Hu atu ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008)

Ministry <i>(Potungaue)</i>	Revised	Actual	Less than	More than
	Estimate <i>('Esitimet'i Totonu)</i>	Expenditures <i>(Hu atu mo'oni)</i>	Estimates <i>(Si'i he 'Esitimet'i)</i>	Estimates <i>(Lahi he 'Esitimet'i)</i>
	\$	\$	\$	\$
1 Palace Office (<i>'Ofisi Palasi</i>)	5,772,513	5,781,769		9,256
2 Legislative Assembly (<i>Fale Alea</i>)	4,026,079	3,935,384	90,695	
3 Prime Minister's Office (<i>'Ofisi Palemia</i>)	8,473,625	8,333,077	140,548	
4 Commissioner of Public Relations (<i>Komisona ki he Va mo e Kakai</i>)	112,502	108,207	4,295	
5 Audit Department (<i>Potungaue 'Atita</i>)	715,095	698,823	16,272	
6 Ministry of Finance & National Planning (<i>Potungaue Pa'anga mo e Palani Fakafonua</i>)	40,635,607	39,228,739	1,406,868	
7 Ministry of Foreign Affairs (<i>Potungaue Ngaahi Ngae ki Muli</i>)	7,133,530	6,767,524	366,005	
8 Tonga Defence Services (<i>Tau Malu'i Fonua 'a Tonga</i>)	8,231,636	8,078,335	153,301	
9 Ministry of Lands, Survey, Natural Resources and Environment (<i>Potungaue Fonua, Savea, Ngaahi Koloa Fakanatula & 'Atakai</i>)	2,363,984	2,289,105	74,879	
10 Ministry of Justice (<i>Potungaue Fakamaau'anga</i>)	1,763,858	1,760,230	3,628	
11 Ministry of Police, Prisons & Fire Services (<i>Potungaue Polisi, Pilisone mo e Va'a Tamate Afi</i>)	8,559,095	8,381,583	177,512	
12 Ministry of Education, Women Affairs & Culture (<i>Potungaue Ako, Kakai Fefine mo e Tukufakaholo</i>)	22,595,693	22,450,556	145,137	
13 Ministry of Health (<i>Potungaue Mo'ui</i>)	19,531,081	19,212,939	318,142	
14 Ministry of Agriculture, Food, Forests & Fisheries (<i>Potungaue Ngoue, Me'atokoni, Ngaahi Vao'akau mo e Toutai</i>)	5,267,302	5,052,231	215,071	
15 Ministry of Labour, Commerce and Industries (<i>Potungaue Ngaue 'a e Kakai, Fefakatau'aki mo e Ngaahi Ngae'anga</i>)	2,273,160	2,143,142	130,018	
16 Ministry of Tourism (<i>Potungaue Takimamata</i>)	1,673,906	1,649,466	24,440	
17 Ministry of Works (<i>Potungaue Ngae</i>)	4,334,074	4,250,745	83,330	
18 Ministry of Transport (<i>Potungaue 'o e Fefononga'aki</i>)	2,003,069	1,936,933	66,136	
19 Ministry of Training, Employment, Youth & Sports (<i>Potungaue Ako Ngaue, Ngae'anga, To'utupu & Sipoti</i>)	2,222,233	2,192,994	29,239	
20 Crown Law Department (<i>Potungaue Lao</i>)	1,278,190	1,192,746	85,443	
21 Public Enterprises (<i>Potungaue ki he Ngaahi Pisinisi 'a e Pule</i>)	415,409	405,454	9,955	
22 Revenue Services Department (<i>Potungaue Pa'anga Hu Mai</i>)	3,243,281	3,067,044	176,237	
Total (<i>Fakakatoa</i>)	152,624,920	148,917,026	3,717,150	9,256

*The accompanying Notes form an integral part of these Statements
(Ko e ngaahi Nouti 'oku ha atu 'oku nau kau ko e konga 'o e Ngaahi Fakamatala)*

GOVERNMENT OF THE KINGDOM OF TONGA (PULE'ANGA 'O TONGA)

Notes to the financial statements (*Ngaahi Nouti ki he ngaahi fakamatala pa'anga*)

1. Accounting Policies

(*Ngaahi Makatu'unga Faka-Tauhitohi*)

i. Basis of Preparation (*Makatu'unga 'o hono Teuteu*)

These financial statements have been prepared in accordance with the Public Finance Management Act 2002, and any applicable regulations. And also in accordance with the Cash Basis International Public Sector Accounting Standard (IPSAS) Financial Reporting Under The Cash Basis of Accounting. This means that transactions are recognised when cash is received or payments are made. Except specifically stated, no allowance has been made for amounts owing to government but not yet received nor for amounts owed by government but not yet paid. (*Na'e teuteu'i 'a e ngaahi fakamatala pa'anga 'o fakatatau ki he Lao ki hono Pule'i 'o e Pa'anga 'a e Pule'anga 2002 pea mo ha toe ngaahi lao fekau'aki kehe. Pea mo fakatatau ki he Tu'unga Fakavaha'apule'anga 'o e Tauhitohi ki he Sekitoa Fakapule'anga - 'Fakamatala Pa'anga 'o Fakatefito Founga Tauhitohi Fehu'aki Pa'anga'. 'Oku 'uhinga ia ko e ngaahi fehu'aki fakapa'anga 'oku toki lau pe 'i he taimi 'oku ma'u mai ai, pe totongi atu, 'a e pa'anga. Tukukehe ka toki fakahaa'i atu, 'oku 'ikai ke fakakau hen'i 'a e lahi 'o e ngaahi mo'ua ki he Pule'anga ka 'oku te'eki ke totongi mai, pe ko ha mo'ua 'a e Pule'anga 'oku te'eki totongi atu)*

The accounting policies have been applied consistently throughout the period.

(*Na'e ngae'aki tatau pe 'a e Ngaahi Makatu'unga Faka-Tauhitohi 'i he lolotonga 'a e ta'u*)

ii. Reporting Entity (*Sino 'oku Fakamatala'i*)

The financial statements are for the Government of the Kingdom of Tonga. This comprises the central government ministries but excludes the public enterprises under the control of the government.

(*Ko e ngaahi fakamatala pa'anga 'oku 'a e Pule'anga 'o Tonga. 'Oku kau hen'i 'a e kotoa 'o e ngaahi potungaue 'a e pule'anga ka 'oku 'ikai kau ai 'a e ngaahi pisinisi 'a e pule'anga 'a ia 'oku pule'i 'e he pule'anga*).

At this stage, it has not been possible to prepare consolidated financial statements incorporating the public enterprises. Instead, information on the public enterprises and their financial results are included in notes. Transactions with public enterprises for subsidies and loans (advances, interest and repayments) are reported in the Statement of Receipt and Payments. (*I he tu'unga lolotonga, 'oku te'eki malava ke teuteu'i ha fakamatala pa'anga fakakatoa ke fakakau ki ai mo e ngaahi pisinisi 'a e pule'anga. Kaekehe, ko e ngaahi fakamatala ki he ngaahi pisinisi 'a e pule'anga pea mo'enau ngaahi ola fakapa'anga 'oku fakakau atu ia 'i he ngaahi nouti. Ko e ngaahi fehu'aki mo e ngaahi pisinisi 'a e pule'anga ki he ngaahi tokoni mo e ngaahi no ('ave pa'anga, tupu mo e totongi fakafoki) 'oku lipooti ia 'i he Fakamatala ki he Ngaahi Pa'anga Hu Mai mo e Hu Atu*).

iii. Payments by external third parties (*Ngaahi totongi mei he ngaahi feitu'u kehe*)

The government has benefited from goods and services or investments paid for on its behalf by third parties by way of loans or contributions. These payments do not constitute cash receipts or payments by the government, but do benefit the government. These were supposed to be separately identified in the Statements of Receipts and Payments, however, the Treasury, during the reporting period, has not been formally advised by a third party or the recipient whether any payment has been made or has otherwise verified any payment. These payments will be incorporated into the government financial statements of the subsequent years upon formal advised or verified. (*Na'e ta'imale 'a e pule'anga mei he ngaahi koloa mo e ngae pe fakahu pa'anga na'e totongi ma'ana mei he ngaahi feitu'u kehe 'i ha ngaahi no pe ngaahi tokoni. Ko e ngaahi totongi atu ko'eni 'oku 'ikai ha ia 'i he fakamatala pa'anga hu mai pe hu atu 'a e pule'anga, ka na'e ma'u 'e he pule'anga 'a e monu'ia koia. Na'e totonu ke fakahaa'i makehe atu 'eni 'i he Fakamatala ki he Ngaahi Pa'anga Hu Mai mo Hu Atu, kaneongo ia, kuo te'eki ma'u 'e he Falepa'anga, 'i he lolotonga 'a e ta'u, ha fakaha fakapatonu mei ha feitu'u kehe pe ko ha taha na'a ne ma'u ha totongi, pe na'e fakahoko ha totongi pehei, mo fakamo'oni'i. Ko e ngaahi totongi toki fakakau mai 'i he fakamatala pa'anga 'o e ngaahi ta'u ka hoko mai 'i hano fakaha mai mo fakamo'oni'i*)

iv. Reporting currency (*Pa'anga 'oku fai'aki e Fakamatala*)

The reporting currency is the Tongan Pa'anga. (*Ko e fakamatala pa'anga ni 'oku fakahoko 'i he Pa'anga Tonga*).

v. Accounting for Exchange Rates (*Founga Faka-Tauhitohi 'o e Fakafetongi Mahu'inga Pa'anga Muli*)

Transactions in foreign exchange are reported at the rate of exchange used to purchase the currency. Balances held in foreign currency bank accounts are converted at the rate of exchange prevailing at 30 June. Gains/losses on foreign bank balances are accounted for in the Revenue Balance. (*Ko e ngaahi fehu'aki 'i he fakafetongi pa'anga muli 'oku fakamatala ia 'i he mahu'inga 'o e fetongi pa'anga muli na'e fai'aki 'a e fefakatau'aki*.

Ko e ngaahi palanisi 'o e ngaahi 'akauni pangike pa'anga muli 'oku liliu ia 'aki 'a e mahu'inga fetongi pa'anga 'o e 'aho 30 'o Sune. Ko e ngaahi tupu/mole 'i hono liliu 'a e ngaahi 'akauni pangike pa'anga muli 'oku 'ave ia 'o lau ki he Toenga Pa'anga Angamaheni).

vi. Physical Assets (*Ngaahi Koloa Ngaue'aki Taimi Loloa*)

Physical Assets are disclosed at an estimated value. As in previous year's accounts, depreciation charges had not yet been recognised because of the uncertainties and estimated value of assets. Once the value of assets is accurately determined, appropriate depreciation charges will be recognised in the accounts. (*Ko e Ngaahi Koloa Ngaue'aki Taimi Loloa 'oku fakahaa'i 'i he mahu'inga fakafuofua pe. Hange pe koia na'e ha 'i he ngaahi 'akauni 'o e ta'u kuo hili, 'oku te'eki ke lau ki loto ki he ngaahi 'akauni 'a e holo 'i he mahu'inga 'o e ngaahi koloa koe'uh i ko e te'eki pau mo e kei fakafuofua'i 'a e mahu'inga 'o e ngaahi koloa. Ko'ene fakapapau'i pe 'a e tonu 'o e mahu'inga 'o e ngaahi koloa, 'e fakakau mai leva 'a e holo 'i he mahu'inga 'o e ngaahi koloa ki he ngaahi 'akauni.*)

vii. Investments (*Ngaahi Pa'anga 'Inivesi*)

Treasury Investments are shown at principal amount with banks and other organisations. (*Ko e Ngaahi Pa'anga 'Inivesi Faka-Falepa'anga 'oku fakaha 'i he mahu'inga ko ia na'e fakahu'aki ki he ngaahi pangike pe ngaahi kautaha kehe.*)

Investment in other Companies are valued at cost or net current value. (*Ko e Ngaahi 'Inivesi 'i he ngaahi Kautaha 'oku fakamahu'inga'i ia 'aki ma'ulalo ange 'i he mahu'inga ne totongi pe mahu'inga lolotonga*)

Shares held by government in other organisations are still valued at cost as they had been previously treated as expended on acquisition. However, as a change in accounting policy, they are now included as part of investment in the Statement of Assets and Liabilities. (*Ko e Ngaahi 'Inasi koia 'o e Pule'anga 'i he ngaahi Kautaha kehe 'oku kei fakahaa'i atu 'i hono mahu'inga ne fakatau 'aki he na'e kei lau pe ia ko e fakamole 'i he taimi ko ia ne fakatau ai. Kaekehe, 'oku liliu 'a e founiga tauhitohi, pea 'oku fakakau 'a e ngaahi 'inasi 'i he fakamatala ki he Ngaahi Koloa mo e Mo'ua*)

Loan Receivables are recognised after the funds have been disbursed, and are shown at the current outstanding principal amount. (*Ko e Ngaahi No ke Totongi Mai 'oku fakatokanga'i 'i he hili pe hono totongi atu 'a e pa'anga, pea 'oku fakahaa'i 'i he mahu'inga 'o e Toenga No ke totongi.*)

viii. Public Debts (*Ngaahi Mo'ua No Pa'anga Faka-Pule'anga*)

Loans are credited to the Development Fund only to the extent that they are received in cash; where loans are paid directly to third parties for capital expenditure, no accounting entry has yet to be taken up in the books of accounts. However, the amount for public debts are shown at the outstanding principal amount as part of Statement of Assets and Liabilities. This is a change in accounting policy. (*Ko e Ngaahi No Pa'anga 'oku fakahu atu ia ko e pa'anga hu mai ki he Pa'anga Ngaue Fakalakalaka 'o kapau 'oku ma'u mo'oni mai 'a e pa'anga koia 'e he Pule'anga; ko e Ngaahi No Pa'anga 'oku totongi hangatonu atu ki he ngaahi kautaha makehe mei he Pule'anga ke totongi 'aki ha fakamole ki ha koloa tu'uma'u 'oku 'ikai fokotu'u hono mahu'inga 'ona 'i he ngaahi Tohi ki he Ngaahi 'Akauni. Kaneongoia, ko e lahi fakakatoa 'o e mo'ua no pa'anga 'a e pule'anga 'oku fakahaa'i atu ia 'i he mahu'inga 'o e toenga no pa'anga ke totongi.*)

ix. Contingent Liabilities (*Ngaahi Mo'ua 'e ala totongi he kaha'u*)

Contingent liabilities are disclosed at the point at which the contingency is evident. Contingent assets are not disclosed. (*Ko e Ngaahi Mo'ua 'e ala totongi 'i he kaha'u 'oku fakahaa'i atu ia 'o fakatatau ki he taimi 'oku pau 'e ala fai ha totongi kapau 'e 'i ai ha mo'ua. 'Oku 'ikai fakahaa'i atu 'a e ngaahi koloa 'e ala ma'u mai 'i he kaha'u*)

x. Format of the Public Accounts (*Fotunga 'o e Ngaahi 'Akauni 'a e Pule'anga*)

The Government financial statements 2007-08 is presented in the same format used in the past four (4) years. The new format ensure compliance with the requirements of the Public Finance Management Act 2002 and in accordance with the generally accepted accounting practice. The major impacts of this change are shown once again in the Statement of Assets and Liabilities in particular, Investments, Physical Assets and Public Debts .

(*Ko e Ngaahi Fakamatala Pa'anga 'a e Pule'anga 2007-08 'oku toe teuteu 'i he fotunga tatau na'e ngaue'aki 'i he ta'u 'e fa (4) kinu'a. Ko e fotunga fo'ou ko'eni 'oku fenapasi ia mo e ngaahi fiema'u 'a e Lao ki hono Pule'i 'o e Pa'anga a e Pule'anga 2002 pea fakatatau mo e ngaahi ngaue faka'akauni 'oku tali ke ngaue'aki fakalukufua. Ko e ngaahi ola lalahi 'o e liliu ko'eni 'oku fakahaa'i atu ia 'i he Fakamatala ki he Ngaahi Koloa mo e Mo'ua, felave'i mo e 'Inivesi, Ngaahi Koloa Ngaue'aki Taimi Loloa, mo e Ngaahi Mo'ua No Faka-Pule'anga.*)

xi. Comparative Figures (*Ngaahi Fika Fakafehoanaki 'o e Ta'u Kimu'a*)

The comparative figures in all Statements were constructed to provide information on the existing balances of the previous year. The comparative figures for the Statement of Assets and Liabilities are still disclosed at the balances in the previous year's signed accounts.

(*Ko e Ngaahi Fika Fakafehoanaki 'o e Ta'u Kimu'a 'i he Ngaahi Fakamatala na'e fokotu'u ke ne fakahaa'i atu 'a e ngaahi palanisi 'i he ta'u kuo 'osi. Ko e fika fakafehoanaki 'o e Fakamatala 'o e Ngaahi Koloa mo Mo'ua 'oku kei fakahaa'i pe ia 'i he ngaahi palanisi 'o e 'akauni na'e fakano'oni'i 'o e ta'u kimu'a*)

2. Operating Revenue for the year ended 30 June 2008

(Fakatupu Pa'anga Angamaheni ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008)

	Estimate ('Esitimeti)	Actual (Hu mai mo'oni)	More than Estimate (Lahi he 'Esitimeti)	Less than Estimate (Si'isi'i he 'Esitimeti)
	\$	\$	\$	\$
OPERATING REVENUE (FAKATUPU PA'ANGA ANGAMAHENI)				
00 Income Tax (Tukuhau Vahenga)				
PAYE & Corporate Tax (Tukuhau mei he Vahenga & Kautaha)	20,500,000	26,845,560	6,345,560	
01 Trade Taxes (Tukuhau Fefakatau'aki)				
Import Duties (Tute Koloa Humai)	25,000,000	40,533,515	15,533,515	
02 Domestic fees and Licensing (Totongi Ngaue mo e Laiseni)				
Trading & Export Licenses & Fees (Ngaahi Laiseni Fefakatau'aki mo e Hu Koloa)	471,249	290,706		180,543
03 Taxes on Goods and Services (Tukuhau Koloa mo e Ngaue)				
Consumption Tax - Import (Tukuhau Ngaue'aki Koloa Humai)	42,339,045	49,843,079	7,504,034	
Consumption Tax - Domestic (Tukuhau Ngaue'aki Fakalotofonua)	9,410,955	8,651,801		759,154
Government Consumption Tax (Tukuhau Ngaue'aki Pule'anga)	3,250,000	1,181,840		2,068,160
Total Taxes on Goods and Services (Tukuhau Koloa mo e Ngaue)	55,000,000	59,676,719	7,504,034	2,827,314
04 Excise Tax (Tukuhau 'Ekisia)				
	24,638,425	10,835,808		13,802,617
06 Entrepreneurial and Property Income (Pa'anga Hu Mai 'i he Ngaahi Pisinisi mo e Koloa 'a e Pule'anga)				
Interests (Tupu)	920,043	2,407,705	1,487,662	
Loan Repayments (Totongi Fakafoki e no)	980,006	903,927		76,079
Dividends (Ngaahi 'Inasi)	6,186,207	5,894,701		291,506
Other Income (Ngaahi humai kehe)	3,404,640	795,583		2,609,057
Total Entrepreneurial and Property Income (Pa'anga Hu Mai 'i he Ngaahi Pisinisi mo e Koloa 'a e Pule'anga)	11,490,896	10,001,915	1,487,662	2,976,642
07 Administrative Fees & Charges (Totongi ki he ngaahi Ngaue)				
	8,617,059	8,257,258		359,801
08 Miscellaneous Revenue (Pa'anga Hu mai kehe)				
	567,289	1,016,095	448,806	
09 Transfer and Bond Receipts (Pa'anga Hu Mai mei he Totongi mo e Ponite)				
Receipt from Bond (Ma'u mai mei he Ponite)	6,340,000	3,086,000		3,254,000
Transfer from NRBT (Totongi mai mei he Pangike Pule Fakafonua 'a Tonga)	1,231,079	1,231,078		
Total Transfer and Bond Receipts (Katoa Pa'anga Hu Mai mei he Totongi mo e Ponite)	7,571,079	4,317,078		3,254,001
TOTAL OPERATING REVENUE (KATOA FAKATUPU PA'ANGA ANGAMAHENI)	153,855,996	161,774,654	31,319,576	23,400,919

3. Operating Expenditure by Standard Group for the year ended 30 June 2008
(Fakamole Angamaheni 'i hono fa'ahinga ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008)

	Original Estimate ('Esitimeti 'Uluaki)	Net Transfer of Funds (Fe'ave'aki Pa'anga)	Revised Estimate ('Esitimeti Totonu)	Actual (Hu atu totonu)	Less (More) than Estimate (Si'isi'i (Lahi) he 'Esitimeti)
	\$	\$	\$	\$	\$
OPERATING EXPENDITURE (FAKAMOLE ANGAMAHENI)					
10 Established Staff (<i>Kau Ngaue Tu'uma'u</i>)	76,970,205	(4,493,794)	72,476,411	71,486,321	990,090
11 Unestablished Staff (<i>Kau Ngaue Lau'aho</i>)	1,373,448	1,648,954	3,022,402	2,946,108	76,294
12 Travel and Communication (<i>Fefononga'aki mo Fetu'utaki</i>)	4,818,938	3,817,782	8,636,720	8,300,832	335,888
13 Maintenance and Operations (<i>Tauhi mo Fakalele Ngaue</i>)	6,074,640	1,677,335	7,751,975	7,475,409	276,566
14 Purchase of Goods and Services (<i>Totongi Koloa mo Ngaue</i>)	21,242,310	3,986,909	25,229,218	23,529,892	1,699,326
15 Operational Grants and Transfers (<i>Me'a'ofa Fakangae mo e 'Inasi</i>)	14,772,896	620,550	15,393,446	15,316,952	76,495
17 Public Debt (<i>Ngaahi No Fakapule'anga</i>)	18,921,253	(3,328,318)	15,592,935	15,592,374	562
18 Capital Transfer ('Inasi Pa'anga Tokoni)	5,000,002	(3,897,704)	1,102,298	956,597	145,701
19 Defence (<i>Malu'i</i>)	76,902	(26,778)	50,124	50,114	10
20 Capital Expenditure (<i>Fakamole ki he Ngaahi NgaueLalahi</i>)	2,065,801	(56,461)	2,009,340	1,902,378	106,961
21 Equity Payment (<i>Totongi 'Inasi</i>)	1,000,001	50,206	1,050,207	1,050,206	1
77 Privy Purse (<i>Vahenga Faka-Tu'i</i>)	308,525	1,318	309,843	309,843	-
Total Operating Expenditure (<i>Katoa Pa'anga Totongi atu</i>)	152,624,920	(0)	152,624,920	148,917,026	3,707,893

Transfer of funds within and between programmes (Fehikitaki pa'anga 'i he ngaahi polokalama)

The table above shows the transfer of funds by expenditure function within and between programmes of Ministries, and also from Contingency Fund during the reporting period. Thus it also shows the budget variations in respective expenditure functions as a result of the transfer. All transfer of funds during the reporting period were made in accordance with the requirements of sections 10(1) & 12(2) & (3) of the Public Finance Management Act 2002. (*Ko e tepile i 'olunga 'oku ne fakahaa'i 'a e ngaahi pa'anga na'e fehikitaki 'i he ngaahi polokalama 'o e ngaahi Potungaue 'i he lolotonga 'a e ta'u, pea mei he Sino'i Pa'anga Talifaki. 'A ia 'oku toe ha ai mo e ngaahi feliliuaki fakapatiseti tupu mei he fehikitaki pa'anga 'i he ngaahi polokalama. Ko e katoa 'o e ngaahi fehikitaki fakapa'anga 'i he ngaahi polokalama he lolotonga 'a e ta'u na'e fakahoko fakatatau ia mo e ngaahi fiema'u 'oku tu'utu'uni 'e he kupu 10(1) & 12(2) & (3) 'o e Lao ki hono Pule'i 'a e Pa'anga 'a e Pule'anga 2002.*)

4. Development Fund Receipts for the year ended 30 June 2008

(*Pa'anga Humai Ngae Fakalakalaka ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008*)

Donor Country/Organisation (<i>Pule'anga/Kautaha Tokoni</i>)	Estimate (<i>'Esitimet'i</i>)	Actual (<i>Humai Mo'oni</i>)	More than	Less than
			Estimate (<i>Lahi he 'Esitimet'i</i>)	Estimate (<i>Si'i he 'Esitimet'i</i>)
\$	\$	\$	\$	\$
1 Australian Bilateral (<i>Tokoni Fakapule'anga 'Aositelelia</i>)	4,227,194	670,228		3,556,966
2 Australian Defence Co-operation (<i>Tokoni Malu'i 'Aositelelia</i>)	-	456,541	456,541	2
3 Australia-Other Government (<i>Tokoni kehe Pule'anga 'Aositelelia</i>)	2	-		
4 Australia - Non Government (<i>Tokoni kehe Pule'anga 'Aositelelia - Kautaha Ta'efakapule'anga</i>)	-	5,841	5,841	
5 Germany (<i>Siamane</i>)	-	10,440	10,440	
6 France (<i>Falanise</i>)	2	-		2
7 Japanese International Cooperation Agency (<i>Polokalma Tokoni 'a Siapani</i>)	2,544,838	7,130		2,537,708
8 Netherlands (<i>Holani</i>)	1	-		1
9 New Zealand Bilateral (<i>Tokoni Fakapule'anga 'a Nu'usila</i>)	9,709,016	2,552,466		7,156,550
10 New Zealand - Other Government (<i>Tokoni kehe Pule'anga Nu'u Sila</i>)	3,482,574	-		3,482,574
11 USA Bilateral (<i>Tokoni Fakapule'anga 'a 'Amelika</i>)	1	-		1
12 USA Other Government (<i>Tokoni kehe 'a e Pule'anga 'Amelika</i>)	2	-		2
13 People's Republic of China (<i>Lepapulika 'o e kakai 'o Siaina</i>)	8,984,951	52,000		8,932,951
14 United Kingdom (<i>Pilitania</i>)	4	-		4
15 Taiwan (<i>Taiuani</i>)	-	-		-
16 India (<i>Initia</i>)	1,515,521	177,584		1,337,937
17 PRIDE (<i>Pa'anga Tokoni ki he Ako</i>)	395,770	73,900		321,870
18 Asian Development Bank (<i>Pangike Fakalakalaka 'a 'Esia</i>) World Bank International Development Agency (<i>Pangike Pule 'a Mamani Va'a ki he Fakalakalaka</i>)	1,588,841 6,635,188	23,551 685,904		1,565,290 5,949,284
20 NZAid/World Bank Trust fund (<i>Pa'anga Talasiti Tokoni Nu'u Sila/Pangike 'a Mamani</i>)	-	1,576,640	1,576,640	
21 Commonwealth Fund for Technical Co-operation (<i>Tokoni Fakatekinikale Ngaahi fonua Kominueli</i>)	165,451	58,309		107,142
22 European Union (<i>Kautaha Fakatahataha 'o 'Iulope</i>)	15,088,471	1,077,215		14,011,256
23 Forum Secretariat (<i>Kautaha Fakatahataha'anga Fakafeitu'u 'o e Pasifiki</i>)	1	-		1
24 South Pacific Commision (<i>Komisoni 'a e Pasifiki Saute</i>)	10,002	13,002	3,000	
25 South Pacific Regional Environment Programme (<i>Ngaahi Polokalama Fakafeitu'u 'a e Pasifiki ki he 'Atakai</i>)	160,001	-		160,001
26 United Nations Development Programme (<i>Polokalama Langa Fakalakalaka 'a e Pule'anga Fakatahataha</i>)	1,116,105	312,419		803,686
27 United Nations Family Planning Association (<i>Polokalama 'a e Pule'anga Fakatahataha ki he Fakaukau'i 'o e Famili</i>)	100,003	-		100,003
28 United Nations International Children's Fund (<i>Polokalama Fakavaha'apule'anga 'a e Pule'anga Fakatahataha ki he Fanau</i>)	15,000	-		15,000
29 Food & Agriculture Organisation (<i>Kautaha Me'atokoni mo e Ngoue</i>)	290,000	-		290,000
30 International Labour Organisation (<i>Kautaha Leipa 'a Mamani</i>)	1	-		1
31 World Health Organisation (<i>Kautaha Mo'ui 'a Mamani</i>)	200,000	90,229		109,771
32 South Pacific Applied Geoscience Commision (<i>Komisoni Siosaienisi 'a e Pasifiki Saute</i>)	1	5,878	5,877	
33 United Nation Environment Program (<i>Polokalama Tokoni ki he 'Atakai 'a e Pule'anga Fakatahataha</i>)	727,845	166,488		561,357
34 Forum Fishing Agencies (<i>Kautaha Toutai 'a e Pasifiki</i>)	241,561	189,910		51,651
35 Tonga Trust Fund (<i>Pa'anga Talasiti Talifaki 'a Tonga</i>)	10	-		10
36 Revolving Fund (<i>Pa'anga Ngaue</i>)	19,979,629	5,949,438		14,030,191
37 Local Community Contribution (<i>Tokoni Fakakolo</i>)	1,001	27,410	26,409	
38 Rotary Club (<i>Kalapu Lotali</i>)	6	-		6
39 Other Donors (<i>Ngaahi Tokoni kehe</i>)	5,802,995	458,674		5,344,321
40 Unidentified Donors (<i>Ngaahi Tokoni 'ikai lava ke 'ilo</i>)		217,202	217,202	
Total Development Receipt (<i>Katoa Pa'anga Fakalakalaka Humai</i>)	82,981,988	14,858,400	2,301,950	70,425,538

5. Development Fund Expenditure for the year ended 30 June 2008

(Fakamole ki he Ngaue Fakalakalaka ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008)

Ministry (<i>Potungaue</i>)	Estimate (<i>'Esitimet'i</i>)	Actual (<i>Hu atu mo'oni</i>)	More than Estimate (Lahi he ' <i>Esitimet'i</i>)	Less than Estimate (<i>Si'i he 'Esitimet'i</i>)
			\$	\$
1 Palace Office ('Ofisi Palasi)	1,004,750	921,609		83,141
2 Legislative Assembly (<i>Fale Alea</i>)		-		-
3 Prime Minister's Office ('Ofisi Palemia)	1,124,496	1,021,064		103,432
4 Commissioner of Public Relations (<i>Komisona ki he Va mo e Kakai</i>)		-		-
5 Audit Office ('Ofisi 'Atita)		-		-
6 Ministry of Finance & National Planning (<i>Potungaue Pa'anga mo e Palani Fakafonua</i>)	13,132,630	9,947,677		3,184,953
Ministry of Foreign Affairs (<i>Potungaue Ngaahi Ngaue ki Muli</i>)				
Tonga Defence Services (<i>Tau Malu'i Fonua 'a Tonga</i>)	3,934,626	2,921,942		1,012,683
8	456,541	275,974		180,566
9 Ministry of Lands, Survey, Natural Resources and Environment (<i>Potungaue Fonua, Savea, Ngaahi Koloa Fakanatula & 'Atakai</i>)	822,498	667,735		154,763
10 Ministry of Justice (<i>Potungaue Fakamaau'anga</i>)	159,293	119,722		39,571
11 Ministry of Police, Prisons & Fire Services (<i>Potungaue Polisi, Pilisone mo e Va'a Tamate Afī</i>)	838,444	267,960		570,484
12 Ministry of Education, Women Affairs & Culture (<i>Potungaue Ako, Kakai Fefine mo e Tukufakaholo</i>)	5,106,889	3,670,695		1,436,193
13 Ministry of Health (<i>Potungaue Mo'ui</i>)	1,312,574	1,054,320		258,254
Ministry of Agriculture, Food, Forests & Fisheries (<i>Potungaue Ngoue, Me'atokoni, Ngaahi Vao'akau mo e Toutai</i>)	660,230	276,885		383,345
15 Ministry of Labour, Commerce and Industries (<i>Potungaue Ngaue 'a e Kakai, Fefakatau'aki mo e Ngaahi Ngaue'anga</i>)	549,524	219,734		329,789
16 Tonga Visitors Bureau (<i>Potungaue Takimamata</i>)	194,771	187,013		7,758
17 Ministry of Works (<i>Potungaue Ngaue</i>)	1,980,298	1,790,007		190,291
18 Ministry of Transport (<i>Potungaue 'o e Fefononga'a</i>)	24,930	12,086		12,844
19 Ministry of Training, Employment, Youth & Sports (<i>Potungaue Ako Ngaue, Ngaue'anga, To'utupu & Sipoti</i>)	373,834	347,298		26,536
20 Crown Law Department (<i>Potungaue Lao</i>)	381,648	285,101		96,547
21 Public Enterprises & Information (<i>Potungaue Ngaahi Kautaha 'a e Pule'anga mo e Va'a Fakamatala</i>)				
Revenue Services Department (<i>Potungaue Pa'anga Humai</i>)	1,417,465	957,855		459,610
23 Other Donors (<i>Ngaahi Tokoni Kehe</i>)	-	91,159	91,159	
Total Expenditure (Katoa Fakamole)	33,475,439	25,035,838	91,159	8,530,760

6. Cash (*Pa'anga*)

Cash comprises cash on hand, demand deposits and cash equivalents. Demand deposits and cash equivalents consist of balances with banks and investments in short-term money market instruments.

(*Ko e Pa'anga 'oku kau ki ai 'a e pa'anga 'i he ngaahi Falepa'anga, ngaahi tipositi fiema'u vave, mo e ngaahi pa'anga tatau pehee. Ko e ngaahi tipositi fiema'u vave mo e ngaahi pa'anga tatau pehee 'oku kau ai 'a e ngaahi toenga pa'anga 'i he ngaahi pangike mo e ngaahi pa'anga 'inivesi 'i he maketi pa'anga taimi nounou.*)

Cash included in the Statement of Receipts and Payments comprise the following amounts: (*Ko e Pa'anga 'oku ha 'i he Fakamatala ki he Ngaahi Pa'anga Hu Mai mo e Hu Atu 'oku kau ki ai 'a e ngaahi mahu'inga ko'eni:*)

	2007-08	2006-07
Cash on hand and balances with banks (<i>Pa'anga 'i he Falepa'anga mo e ngaahi palanisi 'i he pangike</i>)	\$27,771,237	\$29,229,061
Short-term investments (<i>Ngaahi 'inivesi taimi nounou</i>)	0	0
	\$27,771,237	\$29,229,061

Included in the amount stated above for 2007-08 is an amount of about \$16.4 million for development projects from various donors and \$10 million pa'anga provided by New Zealand and Australia as recovery loan facility for affected businesses during the Civil Unrest November 2006. (*'Oku fakakau 'i he pa'anga 'oku ha atu 'i 'olunga ki he ta'u 2007-08 'a e pa'anga fakafuofua ki he \$16.4 miliona ko e pa'anga tokoni ki he ngaahi poloseki fakalakalaka mei he ngaahi fonua mo e kautaha tokoni, pea mo e \$10 miliona ko e pa'anga tokoni mei he Pule'anga Nu'usila mo e 'Aositelelia ke no mei ai 'a e ngaahi pisinisi ne uesia i he palopalema sivile ne hoko 'i Novema 2006.*)

The total undrawn borrowing facilities as at 30 June, 2008 amounted to \$125,904,883 Tongan Pa'anga (SDR 2,409,771 and CNY 440,000,000). Such undrawn amount relates to three (3) different loans from IDA (no. 3647, 3814 & 4081) with respective amounts of : \$1,331,763 that provided for funding of Waka Disaster Relief Projects; and \$3,948,953 committed to the funding of the new Vaiola Hospital Project - Ministry of Health; and \$2,000,167 for the Education Support Project – Ministry of Education. The other loan is the Loan from the China Exim Bank for the Nuku'alofa Reconstructions Project amounted to \$118,624,000. (*Ko e ngaahi no te'eki toho 'i he 'aho 30 Sune 2008 na'e fe'unga fakakatoa mo e pa'anga 'e \$125,904,883(SDR 2,409,771 mo e CNY 440,000,000). Ko e pa'anga te'eki toho ko'eni 'oku fekau'aki ia mo e ngaahi no kehekehe 'e 3 mei he IDA (fika 3647, 3814 & 4081), 'a ia ko e:pa'anga \$1,331,763 'oku fakataumu'a pe hono ngae'aki ki he ngaahi poloseki Tokoni Langa Afa Waka;ko e pa'anga \$3,948,953 'e fakahangatonu pe hono ngae'aki ki he langa 'o e Falemahaki Vaiola Fo'ou - Potungaue Mo'ui, pea moe pa'anga \$2,000,167 ki he poloseki Tokoni ki he Ako – Potungaue Ako. Pea mo e no 'e taha (1) fe'unga mo e \$118,624,000 mei he Pangike Exim 'a Siaina ki hono toe Langa Fo'ou 'o Nuku'alofa*)

The government has benefited from goods and services paid for on its behalf by third parties by way of contributions. These payments do not constitute cash receipts or payments by the government as they operate outside the government accounting system with a separate bank account, but however do benefit the government. Details are as follow:

(*Na'e ta'imarie 'a e pule'anga mei he ngaahi koloa mo e ngae na'e totongi ma'ana mei he ngaahi feitu'u kehe 'i ha ngaahi tokoni. Ko e ngaahi totongi atu ko'eni 'oku 'ikai ha ia 'i he fakamatala pa'anga hu mai pe hu atu 'a e pule'anga, koe'uh i pe he 'oku ikai fakafou mai ia he founiga fakapa'anga angamaheni 'a e Pule'anga ka 'i he 'akauni pangike mavahe pe, kaneongo ia na'e ma'u e he pule'anga 'a e monu'ia koia. Ko e ngaahi fakaikiiki eni:)*)

Name of Account (<i>Hingoa 'o e 'Akauni</i>)	Balance 30 June 2008 (<i>Palanisi 30 'o Sune 2008</i>)	Balance 30 June 2007 (<i>Palanisi 30 'o Sune 2007</i>)
	\$	\$
1. Australia Tonga Development Scheme (<i>Polokalama Tokoni Fakalakalaka 'a 'Aositelelia ki Tonga</i>)	504,008.36	871,979.45
2. Customs Reform Programme (<i>Polokalama Fakafou'ou 'a e Kasitomu</i>)	9,487.46	424,812.38
3. Vava'u Social Sector Support Fund Yr 3 (<i>Pa'anga Poupou ki he Sekitoa Sosiale 'a Vava'u Ta'u 3</i>) EUR 88,576.36	258,262.09	0.00

7. Changes in Advances, Trust Money and Investments

(Ngaahi Kehekehe 'i he Fe'ave'aki pa'anga, Ngaahi 'Akauni Talasiti, mo e Ngaahi Pa'anga 'Inivesi)

	Receipts (Hu Mai)	Payments (Hu Atu)	Net Change (Kehekehe)
	2007-08		
	\$	\$	\$
Charges to Individuals (Ngaahi Mo'ua Fakafo'ituitui)	73,523	79,553	(6,030)
Treasury Investments (Ngaahi Pa'anga 'Inivesi Faka-Falepa'anga)	16,989,885	3,025,336	13,964,550
Bank Agency Accounts (Ongo 'Akauni Fakaofonga Pangike)	2,168,778	1,981,292	187,486
Trust Money Accounts (Ngaahi 'Akauni Talasiti)	160,237,051	170,717,097	(10,480,046)
Adjustments (Ngaahi Fakatonutonu)	472,054	-	472,054
	179,941,291	175,803,278	4,138,014
	Receipts (Hu Mai)	Payments (Hu Atu)	Net Change (Kehekehe)
	2006-07		
	\$	\$	\$
Charges to Individuals (Ngaahi Mo'ua Fakafo'ituitui)	4,210	15,865	(11,655)
Treasury Investments (Ngaahi Pa'anga 'Inivesi Faka-Falepa'anga)	25,336	-	25,336
Bank Agency Accounts (Ongo 'Akauni Fakaofonga Pangike)	1,734,082	2,013,519	(279,437)
Trust Money Accounts (Ngaahi 'Akauni Talasiti)	2,861,417	4,816,031	(1,954,614)
Adjustments (Ngaahi Fakatonutonu)	2,614,756	-	2,614,756
	7,239,801	6,845,415	394,385

8. Charges to Individuals (Ngaahi Mo'ua Fakafo'ituitui)

This amount represents the total charges by Government to Individuals for expenses incurred but not yet paid.

The amount is repayable. (Ko e mahu'inga ko'eni 'oku ne fakaofonga'i 'a e ngaahi totongi na'e hilifaki 'e he Pule'anga fekau'aki mo e ngaahi fakamole/mo'ua na'e te'eki ke totongi. 'Oku kei malava pe ke totongi mai 'a e ngaahi mo'ua ni.)

9. Government Investments (Ngaahi 'Inivesi 'a e Pule'anga)

The amount of \$134,168,633 represents the total Government Investments as at 30 June, 2008, as detailed in the Statement of Government Investments and shown in Notes 20 - 23(a). (Ko e \$134,168,633 'oku ne fakaofonga'i 'a e mahu'inga 'o e ngaahi 'inivesi 'a e Pule'anga 'i he 'aho 30 Sune, 2008, 'o hange ko e fakaikiiki 'i he Fakamatala ki he Ngaahi 'Inivesi 'a e Pule'anga pea ha atu 'i he Nouti 20 - 23(a))

10. Physical Assets (Ngaahi Koloa Ngae'aki Taimi Loloa)

The balance of \$90,949,796 is again an estimated value of physical assets at balance date. The change in physical assets (\$43,644,472) was due to additional assets procured during the year of \$1,902,378 and a decrease of \$45,546,850 due to assets transferred from government to Tonga Airport Limited when corporatised in July 2007. Any assets disposed during the year were not considered significant and therefore not reflected in the final balance. No depreciation charged against the value of assets at balance date due to the fact that such balance is just an estimated amount.

However, this is a very conservative value of the government assets, which mostly related to assets acquired through loan and other related funds. The Treasury is still working with line Ministries so that by 30 June 2010 the value of government physical assets are determined to be more complete and accurate and therefore fairly disclosed in future financial statements. (Ko e Palanisi \$90,949,796 ko e toe fakafuofua pe ia 'o e mahu'inga 'o e ngaahi koloa ngae'aki taimi loloa 'i he 'aho faka'osi. Ko e liliu he Ngaahi Koloa Ngae'aki Taimi Loloa (\$43,644,472) na'e tupu ia mei he ngaahi koloa na'e fakatau mai he lolotonga a e ta'u fe'unga mo e \$1,902,378, pea mo e ngaahi koloa fe'unga hono mahu'inga mo e \$45,546,850 na'e 'ave mei he pule'anga ki he Kautaha tokanga'i e Mala'evakapuna he'ene liliu kautaha 'i Siulai 2007. Ko e ngaahi koloa ngae'aki ne fakatau atu he

lolotonga 'a e ta'u na'e 'ikai fu'u lahi fe'unga ke fakakau mo fakahaa'i atu heni. 'Oku 'ikai to'o foki 'a e holo he mahu'inga 'o e ngaahi koloa ngaue'aki 'i he 'aho faka'osi koe'uh i pe ko e kei fakafuofua'i pe 'a e mahu'inga. Kaneongoia, 'oku fu'u ma'ulalo pe 'a e mahu'inga ia 'oku ha atu ki he ngaahi koloa 'a e Pule'anga, 'a ia 'oku meime i sekau'aki pe ia ki he ngaahi koloa na'e fakatau'aki 'a e pa'anga no mo e ngaahi pa'anga kehe pe. 'Oku kei ngaue pe 'a e Falepa'anga mo e ngaahi Potungaue koe'uh i ke a'u ki he 'aho 30 Sune 2010 ko e mahu'inga 'a e ngaahi koloa tu'uma'u 'a e pule'anga kuo fakapapau'i ange 'a 'ene kakato mo e tonu koe'uh i ke fakahaa'i 'i he ngaahi fakamatala pa'anga he kaha'u)

11. Bank Agency Accounts (*Ongo 'Akauni Fakaofonga Pangike*)

This is the amount owed to the Westpac Bank of Tonga for Sub-Treasury Bank Agents in Niuatoputapu and Niuao'ou. (*Ko e mahu'inga 'eni 'o e mo'ua ki he Westpac Pangike Tonga sekau'aki mo e fakaofonga pangike 'a e ongo Falepa'anga 'i Niuatoputapu mo Niuao'ou*)

12. Trust Money Accounts (*Ngaahi 'Akauni Talasiti*)

This is the total of money held by Government: pending the completion of a transaction or dispute; in trust for any purpose approved by the Minister; unclaimed money due to or belongs to any person ; or collected by Government on behalf of any person under any agreement. (*Ko e fakakatoa 'eni 'o e pa'anga 'oku tauhi 'e he Pule'anga: 'o fakatatali ki hono fakakakato 'o ha fehu'aki pa'anga pe ha fakatonutonu; talasiti ki ha fa'ahinga taumu'a ne fakangofua 'e he Minisita; pa'anga te'eki ke 'eke'i ka kuo taimi ke totongi ki ha taha; pa'anga 'oku ma'u mai 'e he Pule'anga ka 'oku te'eki ke totongi fakatatau ki ha aleapau*)

Details of Trust Money Accounts are as follow (*Ko e fakaikiiki 'eni 'o e Ngaahi 'Akauni Talasiti*):

	2007-08	2006-07
Distrain ts - Legal Settlements (<i>Totongi Mo'ua he Fakamaau'anga</i>)	61,903	66,895
Unclaimed Salaries, Wages and Expenses	248,752	193,709
(<i>Ngaahi vahe mo e fakamole te'eki ke 'ave</i>)		
Held in Trust Accounts (<i>Ongo 'Akauni Tauhi Talasiti</i>)	86,274	90,274
Deposits Accounts (<i>Ngaahi 'Akauni Tipositi</i>)	12,322,670	2,086,371
Suspense Sundry (<i>Ngaahi 'Akauni kei fakapapau'i</i>)	195,467	(2,229)
TOTAL (FAKAKATOA)	\$12,915,067	\$2,435,020

13. Public Debts (*Ngaahi Mo'ua No Faka-Pule'anga*)

The total amount owed by the government as loans from individuals and other organisations both domestic and overseas. Foreign Debts are detailed in Note 26, while Domestic Debts are detailed in Note 27. (*Ko e fakakatoa eni o e ngaahi mo'ua no faka-pule'anga mei he kakai taautaha mo e ngaahi kautaha, faka-lotofonua mo tu'apule'anga. 'Oku fakaikiiki atu 'a e Ngaahi No mei Tu'apule'anga 'i he Nouti 26, kae fakaikiiki atu 'a e Ngaahi No Faka-lotofonua 'i he Nouti 27.*)

	Foreign Debt (<i>Ngaahi No mei Tu'apule'anga</i>)	Domestic Debt (<i>Ngaahi No Faka-lotofonua</i>)	Total Public Debt (<i>Katoa Mo'ua No Faka-Pule'anga</i>)
Current portion (<i>Konga ke totongi 'i loto mahina 12</i>)	\$4,654,372	\$6,335,832	\$10,990,204
Non-current portion (<i>Konga ke totongi hili mahina 12</i>)	153,281,561	16,118,508	169,400,069
Total (Faka-katoa)	\$157,935,933	\$22,454,340	\$180,390,273

14. Development Funds (*Ngaahi Pa'anga Fakalakalaka*)

Funds held in the Development Fund represents unspent grants and external concessional loans and can only be used to meet expenditure within the terms and conditions of each particular grant and concession loans. (*Ko e ngaahi pa'anga 'oku tauhi ko e Pa'anga Fakalakalaka 'oku ne fakafofonga'i 'a e ngaahi tokoni mo'e noo ma'ama'a mei he Pangike Fakavaha'a Pule'anga te'eki ke fai hano fakamole, pea 'e toki ngae'e'aki pe ke totongi'aki ha ngaahi fakamole 'o fakatatau ki he ngaahi tu'utu'uni mo e fiema'u 'a e tokoni mo e noo takitaha*).

15. Adjustments (*Ngaahi Fakatonutonu*)

The Adjustments amount of \$472,054 to Revenue Balance comprised of various adjustments to revenue and expenses items that should have been accounted for in previous financial years but are now taking into account as a result of updating the bank reconciliations. It also includes losses/gains in foreign currencies transactions.

(*Ko e mahu'inga \$472,054 ko e Ngaahi Fakatonutonu ki he Toenga Pa'anga Angamaheni 'oku kau ai 'a e ngaahi fakatonutonu kehekehe pe ki he ngaahi humai mo e huatu 'a ia na'e tototonu ke fakaha pehe he ngaahi ta'u fakapa'anga kimu'a, ka kuo fakakau. eni hiliange 'a e ola 'o e ngae'e kuo a'u mai ki ai 'a hono fakafehoanaki 'a e ngaahi 'akauni pangike. 'Oku kau ai foki mo e ngaahi mole/tupu he ngaahi fehu'aki he mahu'inga pa'anga muli*)

16. Operating Surplus (Deficit) (*Pa'anga Hulu (Nounou) Ngaahi Ngaue Angamaheni*)

The 2007-08 operation of government resulted in a surplus of \$12,857,628. The main reason for the surplus is due to the increase collections of Taxes on Goods and Services and Excise Tax.

(*Ko e Ngaahi Ngaue angamaheni 'a e Pule'anga ki he ta'u fakapa'anga 2007-08 na'e 'i ai 'a e Hulu fe'unga mo e \$12,857,628. Ko e 'uhinga tefito 'a e hulu ko'eni ko e toe lahi ange 'a e tanaki mei he Tukuhau Koloa mo e Ngaue pea mo e Tukuhau 'Ekisia.*)

17. Effect of accounting for Investments, Physical Assets and Public Debts, (*Ola mei he fakakau mai 'o e Ngaahi 'Invesi, Ngaahi Koloa Ngaue'aki Taimi Loloa mo e Ngaahi Mo'ua No Faka-Pule'anga*)

The amount of \$31,630,103 (\$21,004,056 in 2006-07) is the cumulative amount of the effect of accounting for Investments, Physical Assets and Public Debts in the Statement of Assets and Liabilities. The effect is due to the modification of the accounting treatment to account for these Assets and Liabilities accounts. In previous financial reports such effect was included together in the Adjustments figures, however, it is now being disclosed separately to clearly reflect the effect of the modification of accounting treatment in the Fund Balance. The related comparative figure for 2006-07 has also been adjusted accordingly. Details of the effect of the modification made in previous financial years since 2003-04 are also shown below.

(*Ko e mahu'inga \$31,630,103 (\$21,004,056 he 2006-07) ko e mahu'inga faka-katoa ia 'o e ola 'o hono fakakau mai 'a e Ngaahi 'Inivesi, Ngaahi Koloa Ngaue'aki Taimi Loloa, mo e Ngaahi Mo'ua No Faka-Pule'anga ki he Fakamatala 'o e Ngaahi Koloa mo e Ngaahi Mo'ua 'a e Pule'anga. Ko e ola ko ia 'oku tupu ia mei he liliu ki he founiga tauhitohi ke fakakau mai 'a e Ngaahi 'Akauni Koloa mo Mo'ua koeni. 'I he ngaahi fakamatala pa'anga 'o e ngaahi ta'u kimu'a na'e fakahaa'i fakataha pe a e ola ia koeni mo e ngaahi Fakatonutonu, kaneongoia, kuo fakahaa'i mavahe eni ke toe mahino ange 'a e ola 'o e liliu koia he founiga tauhitohi 'i he Toenga Pa'anga. Ko e mahu'inga fehoanaki 'o e ta'u 2006-07 kuo liliu tatau mo ia. Ko e fakaikiiki o e ola 'o e liliu na'e fakahoko he ngaahi ta'u fakapa'anga kimu'a talu mei he ta'u 2003-04 'oku fakahaa'i atu 'i lalo ni.*)

	Adjustments (Fakatonutonu)	Cumulative amount (Tanaki Fakakatoa)
Financial Year (Ta'u Fakapa'anga) 2003-04	29,702,498	29,702,498
Financial Year (Ta'u Fakapa'anga) 2004-05	(12,547,507)	17,154,991
Financial Year (Ta'u Fakapa'anga) 2005-06	(5,776,327)	11,378,664
Financial Year (Ta'u Fakapa'anga) 2006-07	9,625,392	21,004,056
Financial Year (Ta'u Fakapa'anga) 2007-08	10,626,047	31,630,103

18. Transfer Preserved Accounts (*Ngaahi 'Akauni Liliu Tauhi*)

	2007-08	2006-07
Transfer Preserved Accounts (Ngaahi 'Akauni Liliu Tauhi)	\$9,856,857	\$13,322,873
Interest on Transfer Preserved Accounts	6,796,095	7,911,763
Total (Fakakatoa)	\$16,652,952	\$21,234,636

The Government is required under regulation 23 of the Pensions (Amendment) Regulations 1999 to transfer to the Retirement Fund Board the Transfer Preserved Accounts of those staff in the civil service at 30 June 1999 who become members of the new retirement fund scheme. At 30 June 2008, the Ministry of Finance still maintained the Transfer Preserved Accounts and accumulated interests of 6 percent (%) per annum of majority of the Ministries/Departments, with the total value of \$9,856,857 (2006-07 - \$13,322,873) and Interests of \$6,796,095 (2006-07 - \$7,911,763). The Treasury has commenced the payments of these Accounts plus Interests of these Ministries/Departments including those staff who had been ceased from the service. (*'Oku fiema'u 'a e Pule'anga, 'i he tu'utu'uni 23 'o e Ngaahi Tu'utu'uni (Fakatonutonu) ki he Lao Penisoni 1999, ke totongi ki he Poate Pa'anga Malolo 'a e mahu'inga fakakatoa 'o e Ngaahi 'Akauni Liliu Tauhi 'a e kaungaue faka-pule'anga na'a nau lolotonga ngaue 'i he 'aho 30 Sune, 1999, pea nau hoko ko e memipa 'i he polokalama vahenga malolo fo'ou. 'I he 'aho 30 Sune 2007, na'e kei tauhi 'e he Potungaue Pa'anga 'a e Ngaahi 'Akauni Liliu Tauhi fakataha mo e Totongi Tupu peseti (%) 'e 6 ki he,ta'u, 'a e konga lahi 'o e Ngaahi Potungaue, 'a ia na'e fe'unga hono mahu'inga fakakatoa mo e pa'anga 'e \$13,322,873 (2006-07 - \$13,322,873) mo e Totongi Tupu pa'anga 'e \$6,796,095 (2006-07 - \$7,911,763). Kuo kamata totongi atu e he Falepa'anga 'a e mahu'inga 'o e Ngaahi 'Akauni pea mo e Totongi Tupu 'o e ngaahi Potungaue 'e ni'ihi kau ai mo e ni'ihi kuo ngata 'enau fakahoko fatongia.)*

19. Contingent Liabilities (*Ngaahi Mo'ua 'e ala Totongi 'i he Kaha'u*)

The Minister of Finance under the authority of the Privy Council (*Public Management Act 2002, section 31*) provides guarantees for the financial liability of entities in respect of loans. A contingent liability is a fiscal obligation contingent on the occurrence of a particular event or events. The guarantees given are in respect of Foreign and Domestic Loans which comprise of commitments of the Government to the overseas financial institutions and in respect of loans taken by the domestic institutions.

These loans are mainly for public enterprises and institutions such as the Tonga Development Bank, Tonga Communication Commission, International Dateline Hotel, and Squash and Agriculture Farmer Councils. These public enterprises and institutions form an integral part of the Tonga's infrastructure and financial services and the guarantees are a commitment on the part of the Government to ensure the delivery of their services. The amounts for contingent liabilities are not recognised in the financial statements.

(*'Oku hanga 'e he Minisita Pa'anga 'i hono fakamafai'i 'e he Fakataha Tokoni (Lao ki hono Pule'i 'a e Pa'anga a e Pule'anga 2002, kupu 31) 'o foaki ha malu'i ki ha mo'ua fakapa'anga 'o ha kautaha 'i ha no. Ko e Mo'ua Te'eki Fakapapau'i ko ha mo'ua fakapa'anga 'oku toki fakapapau'i pe 'i ha hoko ha fa'ahinga me'a. Ko e ngaahi malu'i na'e foaki na'e fekau'aki mo e ngaahi No mei Tu'apule'anga mo Fakalofonua 'a ia 'oku kau ai 'a e ngaahi mo'ua no 'a e Pule'anga ki he ngaahi kautaha 'i Tu'apule'anga pea pehe mo e ngaahi no 'a e ngaahi kautaha fakalofonua.*

Ko e ngaahi no na'e fakahoko pe ki he ngaahi kautaha faka-pule'anga mo e ngaahi kautaha kehe, hange ko e Pangike Langa Fakalakalaka 'a Tonga, Komisoni Fetu'utaki 'a Tonga, Hotele Teitilaine, pea mo e ongo Kosilio 'a e Kau Ngoue Hina mo e kau Fa'a. Ko e ngaahi kautaha ko'en'i 'oku nau hoko ko e konga mahu'inga o e ngaahi makatu'unga 'o e langa fakalakalaka mo e ngaahi ngaue fakapa'anga pea ko e foaki 'o e malu'i ko e tukupa ia 'i he tafa'aki 'a e Pule'anga ke fakapapau'i 'oku fakahoko 'a e ngaahi fatongia mahu'inga koia.
Ko e mahu'inga 'o e ngaahi mo'ua te'eki totongi 'oku 'ikai fakahaa'i ia 'i he ngaahi fakamatala pa'anga.)

20. Authorisation Date ('Aho Fakamafai'i)

The financial statements were authorised on 14th October, 2009, by Hon. 'Otenifi Afu'alo Matoto, Treasurer and Minister of Finance & National Planning. (*Ko e Fakamatala Pa'anga na'e fakamafai'i 'i he 'aho 14 'o 'Okatopa, 2009, 'e 'Otenifi Afu'alo Matoto, Tauhi Pa'anga mo e 'Eiki Minisita Pa'anga mo e Palani Fakafonua.*)

21. Treasury Investments (Ngaahi Pa'anga 'Inivesi 'a e Falepa'anga)

	Interest Rate (Totongi Tupu)	Maturity Date ('Aho 'Osi)	Amount (Mahu'inga)	\$
Investments as at 30 June 2008 (Ngaahi 'Inivesi 'i he 'aho 30 'o Sune, 2008)				
Tonga Development Bank (Pangike Langa Fakalakalaka)				
15 months deposit promissory note (<i>Tipositi palomesi noui mahina 15</i>)	7.50%	17/12/2009	844,000.00	
15 months deposit promissory note (<i>Tipositi palomesi noui mahina 15</i>)	7.75%	19/8/2009	508,507.00	
15 months deposit promissory note (<i>Tipositi palomesi noui mahina 15</i>)	7.75%	22/8/2009	508,507.00	
15 months deposit promissory note (<i>Tipositi palomesi noui mahina 15</i>)	8.50%	24/11/2009	1,500,000.00	
15 months deposit promissory note (<i>Tipositi palomesi noui mahina 15</i>)	7.75%	27/8/2009	508,322.00	
18 months deposit promissory note (<i>Tipositi palomesi noui mahina 18</i>)	10.00%	16/12/2009	700,000.00	
24 months deposit bond issue (<i>Tipositi ponite mahina 24</i>)	8.50%	24/10/2010	600,000.00	
				5,169,336
Westpac Bank of Tonga (Pangike 'o Tonga)				
2 months term deposit (<i>Tipositi mahina 2</i>)	12.50%	14/7/2008	5,104,452	
2 months term deposit (<i>Tipositi mahina 2</i>)	12.50%	23/10/2008	3,060,164	
1 month term deposit (<i>Tipositi mahina 1</i>)	11.75%	16/7/2008	2,039,467	
31 days term deposit (<i>Tipositi 'aho 'e 31</i>)	12.00%	23/7/2008	3,060,466	
				13,264,549
Total Treasury Investments				
(Katoa ngaahi 'Inivesi 'a e Falepa'anga)				
				18,433,885

Investments as at 30 June 2007 (Ngaahi 'Inivesi 'i he 'aho 30 'o Sune, 2007)

	Interest Rate (Totongi Tupu)	Maturity Date ('Aho 'Osi)	Amount (Mahu'inga)	\$
Tonga Development Bank (Pangike Langa Fakalakalaka)				
15 months deposit promissory note (<i>Tipositi palomesi noui mahina 15</i>)	7.75%	22.05.08	508,322	
15 months deposit promissory note (<i>Tipositi palomesi noui mahina 15</i>)	7.75%	23.05.08	508,507	
15 months deposit promissory note (<i>Tipositi palomesi noui mahina 15</i>)	7.75%	23.05.08	508,507	
15 months deposit promissory note (<i>Tipositi palomesi noui mahina 15</i>)	8.50%	24.08.08	1,500,000	
18 months deposit promissory note (<i>Tipositi palomesi noui mahina 18</i>)	7.50%	15.09.08	844,000	
24 months deposit bond issue (<i>Tipositi ponite mahina 24</i>)	8.50%	24.10.08	600,000	
				4,469,336
Total Treasury Investments				
(Katoa ngaahi 'Inivesi 'a e Falepa'anga)				

**22. Shares - Minority holdings
(Ngaahi 'Inasi - Ma'u 'Inasi iiki)**

Percentage Holdings (Peseti 'oku ma'u)	Value of shares at face value (Mahu'inga lolotonga 'o e 'inasi)	
	2007-08	2006-07
Air Pacific Limited (<i>Kautaha 'Ea Pasifiki</i>) 5.00%	\$89,894	\$90,196
Westpac Bank of Tonga (<i>Westpac Pangike</i>) 40%	1,200,000	1,200,000
Hawaiian Airlines (<i>Kautaha Vakapuna Hawa</i>) nominal	1,231	1,297
Pacific Forum Line (<i>Kautaha Vaka Pacific</i>) 6.10%	1,032,065	1,058,776
	\$2,323,190	\$2,350,270

**23. Investment in other companies
(Inivesi 'i he Ngaahi Kautaha Kehe)**

	2007-08	2006-07
Ocean Royal Shipping Company Limited (<i>Kautaha Vaka Ocean Royal</i>)	\$1,849,500	\$1,948,900

(Investment Amount : USD 1,000,000; Interest Rate : 6% pa)
(Mahu'inga 'Invesi : Pa'anga 'Amelika \$1,000,000; Totongi Tupu : 6% ki he ta'u)

24(a) Public Enterprises - Government interest as at 30 June 2008

(Ngaahi Kautaha 'a e Pule'anga - 'Inasi 'o e Pule'anga 'i he 'aho 30 Sune 2008)

	Percentage Holding <i>(Peseti 'oku ma'u he 'inasi)</i>	Shares (cost) <i>('Inasi (mahu'inga) (\$'000)</i>	Share of Equity <i>('Inasi he Kautaha) (\$'000)</i>	Government Loans <i>Ngaahi No mei he Pule'anga) (\$'000)</i>	Estimated Value of Investment <i>(Mahu'inga Fakafuofua 'Inivesi) no 'a e Pule'anga (\$'000)</i>	Government Guarantees <i>(Ngaahi Malu'i</i>
	1	2	3	4	5	
Government Companies (Ngaahi Kautaha 'a e Pule'anga):						
International Dateline Hotel (31 March) <i>(Hotele Teitilaimi) (31 Ma'asi)</i>	100%	\$6,000	\$0	\$12,594	\$12,594	\$697
Leiola Duty Free (31 December) <i>(Falekololoa Léiola - 31 Tisema)</i>	75%	600	2,278	0	2,278	
Royal Tongan Airlines <i>(Kautaha Vakapuna 'a Tonga)</i>	100%	0	0	0	0	0
Sea Star Fishing Co.Ltd (31 December) <i>(Kautaha Toutai Fetu'u Tahiti) (31 Tisema)</i>	70%	2,100	0	3,646	3,646	
Shipping Corporation of Polynesia (31 December) <i>(Kautaha Vaka Folautahi Polinisia) (31 Tisema)</i>	100%	10	594	0	594	
Tonga Development Bank (31 December) <i>(Pangike Langa Fakalakalaka 'o Tonga) (31 Tisema)</i>	100%	10,530	24,888	5,200	30,088	1,153
Tonga Investment Limited (Group) <i>(Kautaha 'Inivesi 'a Tonga)</i>	100%	0.1	0	0	0	
Tonga Communications Corporation <i>(Kautaha Fetu'utaki 'a Tonga)</i>	100%	14,244	47,285	2,048	49,333	0
Tonga Timber Limited <i>(Kautaha Papa 'a Tonga)</i>	100%	3,593	6,010	0	6,010	0
Tongan Corporation (31 December) <i>(Kautaha Ngoue 'a Tonga) (31 Tisema)</i>	100%	-	0	0	0	0
Tongatapu Market Limited <i>(Kautaha Maketi 'a Tongatapu)</i>	100%	1,600	1,483	0	1,483	0
Tonga Airports Limited <i>(Kautaha Mala'evakapuna 'o Tonga)</i>	100%	47,053	46,442	0	46,442	0
Waste Authority Limited <i>(Kautaha Pule ki he Veve)</i>	100%	1	4,665	0	4,665	0
Tongatapu Machinery Pool Ltd. <i>(Kautaha Fakamisini 'a Tongatapu)</i>	100%	700	406	0	406	0
Statutory Bodies (Ngaahi Poate Faka-pule'anga):						
Ports Authority Tonga <i>(Poate Ma'u Mafai ki he Ngaahi Taulanga)</i>	100%		14,460	1,643	16,103	0
Tonga Broadcasting Commission <i>(Komisoni Fakamafolataea Tonga)</i>	100%		2,484	0	2,484	
Tonga Electric Power Board <i>(Poate 'Uhila 'a Tonga)</i>	100%		690	0	690	0
Tonga Water Board <i>(Poate Vai 'a Tonga)</i>	100%		19,124	0	19,124	
Totals (Faka-katoa)		\$86,431	\$170,809	\$25,131	\$195,940	\$1,850
Allowances for loss in value (Ngaahi tokonaki ki he mole 'o e mahu'inga)				(3,646)	(3,646)	
Estimated value of Investments (Mahu'inga fakafuofua 'o e Ngaahi 'Inivesimeni)				\$170,809	\$21,485	\$192,294

Public Enterprises - Government interest as at 30 June 2007
(Ngaahi Kautaha 'a e Pule'anga - 'Inasi 'o e Pule'anga 'i he 'aho 30 Sune 2007)

	Percentage Holding <i>(Peseti 'oku ma'u he 'inasi)</i>	Shares (cost) <i>('Inasi ('mahu'inga) (\$'000)</i>	Share of Equity <i>('Inasi he Kautaha) (\$'000)</i>	Government Loans <i>Ngaahi No mei he Pule'anga) (\$'000)</i>	Estimated Value of Investment <i>(Mahu'inga Fakafuofua 'Inivesi) (\$'000)</i>	Government Guarantees <i>(Ngaahi Malu'i no 'a e Pule'anga (\$'000)</i>
	1	2	3	4	5	
(in thousands of Pa'anga) <i>(mahu'inga Pa'anga 'i he afe)</i>						
Government Companies (Ngaahi Kautaha'u e Pule'anga):						
International Dateline Hotel (31 March) <i>(Hotele Teitilaini) (31 Ma'asi)</i>	100%	\$6,000	\$0	\$9,724	\$9,724	\$623
Leiola Duty Free (31 December) <i>(Falekoloa Leiola - 31 Tisema)</i>	75%	600	2,842		2,842	
Royal Tongan Airlines <i>(Kautaha Vakapuna 'a Tonga)</i>	100%	0	0		0	0
Sea Star Fishing Co.Ltd (31 December) <i>(Kautaha Toutai Fetu'u Tahiti) (31 Tisema)</i>	70%	2,100	0	3,646	3,646	
Shipping Corporation of Polynesia (31 December) <i>(Kautaha Vaka Folautahi Polinisia) (31 Tisema)</i>	100%	10	2,879		2,879	
Tonga Development Bank (31 December) <i>(Pangike Langa Fakalakalaka 'o Tonga) (31 Tisema)</i>	100%	10,530	23,978	6,226	30,204	1,744
Tonga Investment Limited (Group) <i>(Kautaha 'Inivesi 'a Tonga)</i>	100%	0.1	5,339	0	5,339	
Tonga Communications Corporation <i>(Kautaha Fetu'utaki 'a Tonga)</i>	100%	14,244	44,720	2,356	47,076	1,079
Tonga Timber Limited <i>(Kautaha Papa 'a Tonga)</i>	100%	3,593	5,791		5,791	
Tongan Corporation (31 December) <i>(Kautaha Ngoue 'a Tonga) (31 Tisema)</i>	100%	2	0		0	
Tongatapu Machinery Pool Ltd. <i>(Kautaha Fakamisini 'a Tongatapu)</i>	100%	800	493		493	
Statutory Bodies (Ngaahi Poate Faka-pule'anga):						
Ports Authority Tonga <i>(Poate Ma'u Mafai ki he Ngaahi Taulanga)</i>	100%		13,682	1,792	15,474	0
Tonga Broadcasting Commission <i>(Komisoni Fakamajotatea Tonga)</i>	100%		2,347		2,347	
Tonga Electric Power Board <i>(Toneue 'Oniuu 'a Tonga)</i>	100%		689	2,279	2,968	0
Tonga Water Board <i>(Poate Vai 'a Tonga)</i>	100%		19,936		19,936	
Totals (Faka-katoa)		\$37,879	\$122,696	\$26,023	\$148,719	\$3,446
Allowances for loss in value (Ngaahi tokonaki ki he mole 'o e mahu'inga)			(4,373)	(3,646)	(8,019)	
Estimated value of Investments (Mahu'inga fakafuofua 'o e Ngaahi 'Inivesimeni)				\$118,323	\$22,377	\$140,700

Notes on interpretation (Ngaahi nouli ke faka'uhinga'i'akī):

- The percentage shareholding is the effective shareholding, including shares held in trust by others, which was required under former legislation for two shareholders to establish an entity. (*Ko e peseti 'o e ma'u 'inasi ko e 'inasi totonus ia, kau ai mo e ngaahi 'inasi 'oku tauhi faka-talasiti ma'a ha taha kehe 'i he lao motu'a 'a ia na'e siema'u ai ke toko 2 'a e kau ma'u 'inasi*)
- Data is from the most recent statements for each public enterprise as at 30 June unless otherwise stated. Where audited financial statements were not available, management statements have been used to provide an estimate. (*Ko e fakamatala mei he fakamatala pa'anga fakamuimui taha 'a e ngaahi kautaha 'a e pule'anga 'i he 30 Sune, tukukehe ka toe ha atu 'oku kehe. Kapau na'e 'ikai ma'u ha fakamatala pa'anga kuo 'osi sivi faka'atita, ko e fakamatala 'a e kau pule na'e ngau'e'aki ke ma'u ai he fakafuofua.*)
- Share of equity (column 2):** This is the Government's proportion of Shareholder's Funds at the most recent financial statements. (*'Inasi 'i he Ma'u'anga 'Inasi* (kolomu 2): *Ko e konga ia 'o e 'masi 'a e Pule'anga 'i he 'Inasi 'a e Kau Ma'u 'Inasi na'e ha 'i he fakamatala pa'anga fakamuimui taha.)*

- d. **Government loans** (column 3) is the amount Government has lent to the public enterprises. Most of these are on lent loans. Details are shown in **NOTE 26 TO THE ACCOUNTS.** (*Ngaahi No 'a e Pule'anga* (kolomu 3) ko e lahi ia 'o e pa'anga na'e no atu 'e he Pule'anga ki he ngaahi kautaha 'a e pule'anga. Ko e lahi taha ko e ngaahi no pe na'e fakafou atu. 'Oku ha atu 'a e fakaikiiki 'i he **NOUTI 26 KI HE NGAALI 'AKAUNI**)
- e. **Estimated total investment** (column 4) = column 2+column 3 (*Katoa Fakafuofua 'a e 'Inivesi* (kolomu 4) = kolomu 2 + kolomu 3)
- f. **Government Guarantees** (column 5) is the amount of borrowing by the public enterprise that is guaranteed by Government. The amount included is the loan balance as at 30 June 2008. Details are shown in **NOTE 29 TO THE ACCOUNTS.** (*Ngaahi Malu'i No 'a e Pule'anga* (kolomu 5) ko e lahi ia 'a e pa'anga no 'a e ngaahi kautaha 'a e pule'anga. Ko e palanisi no 'ia 'i he 'aho 30 Sune 2008. 'Oku ha atu 'a e fakaikiiki 'i he **NOUTI 29 KI HE NGAALI 'AKAUNI**)
- g. **Allowances for loss in value** takes account of public enterprises that were technically insolvent. (*Ko e ngaahi tokonaki ki he mole 'o e mahu'inga 'oku ne fakakau 'a e ngaahi kautaha 'a e pule'anga kuo 'ikai ke toe ngae*).
- h. **Estimated value of investments** is the net value of the government's portion of shareholder's funds plus loans that are expected to be recoverable. This is an estimate of the net value of investments. However, these figures are based upon the book values of assets and liabilities in each public enterprise which may either underestimate or overstate the current market value of the investments. (*Mahu'inga fakafuofua 'o e Ngaahi 'Inivesi ko e mahu'inga fakakatoa ia 'o e konga 'a e pule'anga 'i he 'Inasi 'a e kau Ma'u 'inasi tanaki mo e ngaahi no na'e pehe 'e tanaki mai. Ko e fakafuofua ia 'o e mahu'inga fakakatoa 'o e ngaahi 'inivesi. Ka neongoia, ko e ngaahi fika na'e fakatefito ia 'i he mahu'inga he tohi 'a e ngaahi koloa moe ngaahi mo'ua 'i he ngaahi kautaha 'a e pule'anga 'a ia 'e lava pe ke si'isi'i pe lahi ange 'i he mahu'inga lolotonga he maketi 'o e ngaahi 'inivesi*)

24(b) Financial Results for public enterprises

Government share of net profit/(loss) for most recent financial year

(Ola fakapa'anga 'o e ngaahi kautaha 'a e pule'anga

'Inasi 'o e Pule'anga 'i he tupu/(mole) haohaoa 'o e fakamatala pa'anga fakamuimuitaha)

	2007-08 (\$' ⁰⁰⁰⁾	2006-07 (\$' ⁰⁰⁰⁾
Government Companies (Ngaahi Kautaha'a e Pule'anga):		
International Dateline Hotel (31 March) (Hotele Teitilaini) (31 Ma'asi)	0	0
Leiola Duty Free (31 December) (Falekoloa Leiola - 31 Tisema)	1,248	463
Royal Tongan Airlines (Kautaha Vakapuna 'a Tonga)	-	-
Sea Star Fishing Co.Ltd (31 December) (Kautaha Toutai Fetu'u Tahi) (31 Tisema)	-	-
Shipping Corporation of Polynesia (31 December) (Kautaha Vaka Folautahi Polinisia) (31 Tisema)	(1,919)	141
Tonga Development Bank (31 December) (Pangike Langa Fakalakalaka 'o Tonga) (31 Tisema)	1,517	1,690
Tonga Investment Limited (Group) (Kautaha 'Inivesi 'a Tonga)	-	19
Tonga Telecommunications International Ltd (Kautaha Fetu'utaki Fakapule'anga 'a Tonga)	5,124	5,680
Tonga Timber Limited (Kautaha Papa 'a Tonga)	167	19
Tongan Corporation (31 December) (Kautaha Ngoue 'a Tonga) (31 Tisema)	-	-
Tongatapu Market Limited (Kautaha Maketi 'a Tongatapu)	10	-
Tonga Airports Limited (Kautaha Mala'evahapuna 'o Tonga)	(611)	-
Waste Authority Limited (Kautaha Pule ki he Veve)	591	-
Tongatapu Machinery Pool Ltd. (Kautaha Fakamisini 'a Tongatapu)	(83)	(44)
Statutory Bodies (Ngaahi Poate Faka-pule'anga):		
Ports Authority Tonga (Poate Ma'u Mafai ki he Ngaahi Taulanga)	462	579
Tonga Broadcasting Commission (Komisoni Fakamafolakea Tonga)	140	(134)
Tonga Electric Power Board (Poate 'Uhila 'a Tonga)	1	4
Tonga Water Board (Poate Vai 'a Tonga)	(697)	(594)
Totals (Fakakatoa)	5,950	7,823

25. Shares held by Government in Public Enterprises and Other Organisations as at 30 June 2008
Ngaahi ma'u 'inasi 'o e Pule'anga 'i he Ngaahi Kautaha 'a e Pule'anga mo e Ngaahi Kautaha Kehe 'i he 'aho 30 Sune 2008

Organisation (Kautaha)	No. of Shares (Lahi 'o e 'Inasi)	No. of Shares (Lahi 'o e 'Inasi)	Value per Share (Mahu'inga 'o e 'Inasi)	Face Value (Mahu'inga Pa'anga)
	2006-07	2007-08	2007-08	2007-08
1 Air Pacific Limited (<i>Kautaha 'Ea Pasifiki</i>)	70,400	70,400	FJD\$1.00	89,894
2 Westpac Bank of Tonga (<i>Westpac Pangikē 'o Tonga</i>)	120,000	120,000	TOP\$10.00	1,200,000
3 Hawaiian Airlines (<i>Kautaha Vakapuna á Hawaii</i>)	208	208	USD\$3.20	1,231
4 International Dateline Hotel (<i>Hotele Teitilaini</i>)	5,999,999	5,999,999	TOP\$1.00	5,999,999
5 Leiola Duty Free Shop Ltd. (<i>Falekoloa Leiola</i>)	600,000	600,000	TOP\$1.00	600,000
6 Pacific Forum Line Ltd (<i>Kautaha Vaka Fakafeitu'u Pasifiki</i>)	1,271,956	1,271,956	WST\$1.00	1,032,065
7 Sea Star Fishing Co.Ltd (<i>Kautaha Toutai Fetuítahi</i>)	42,000	42,000	TOP\$50.00	2,100,000
8 Shipping Corporation of Polynesia Ltd (<i>Kautaha Vakafolautahi á Polynesia</i>)	10,000	10,000	TOP\$1.00	10,000
9 Tonga Development Bank (<i>Pangike Langa Fakalakalaka á Tonga</i>)	1,053,019	1,053,019	TOP\$10.00	10,530,190
10 Tonga Investment Limited (<i>Kautaha Fakahu Paánga á Tonga</i>)	100	100	TOP\$1.00	100
11 Tonga Comunications Corporation Ltd (<i>Kautaha Fetuítaki á Tonga</i>)	14,243,639	14,243,639	TOP\$1.00	14,243,639
12 Tonga Timber Limited (<i>Kautaha Fahipapa á Tonga</i>)	3,592,999	3,592,999	TOP\$1.00	3,592,999
13 Tongan Corporation (<i>Kautaha Ngae á Tonga</i>)	1,000	0	0	0
14 Tongatapu Machinery Pool Ltd. (<i>Kautaha Fakamisini 'a Tongatapu</i>)	70,000	70,000	TOP\$10.00	700,000
15 Tongatapu Market Limited (<i>Kautaha Maketi 'a Tonga</i>)	1,600,000	1,600,000	TOP\$1.00	1,600,000
16 Tonga Airports Limited (<i>Kautaha Mala'evakapuna 'o Tonga</i>)	100,000	47,053,226	TOP\$1.00	47,053,226
17 Waste Authority Limited (<i>Kautaha Pule ki he Veve</i>)	-	1,000	TOP\$1.00	1,000
Total Investment in Shares (<i>Faka-katoa 'Inivesi he 'Inasi</i>)				88,754,343

Loans to Public Enterprises and other Organisations as at 30 June 2008
(Ngaahi Mo'ua No Palanga mei he Pule'anga 'a e Ngaahi Kautaha Kehe 'i he 'aho 30 Sune 2008)

Lender (Pule'anga/Kautaha na'e fai mei ai 'a e No)	Year (Ta'u)	Purpose (Taumu'a No)	Principal (Lahi'o e No)	Interest (Totongi Tupu)	Term (Years)	Cumulative		
						Principal (Lahi'o e No)	Interest (Totongi Tupu)	Term (Taimi Totongi No)
1 Tonga Electric Power Board (<i>Poate'Uhila'a Tonga</i>)	1974	Development (<i>Ngaue Fakalakaiaika</i>)	74,923	Free	25	74,923		0
2 Tonga Electric Power Board (<i>Poate'Uhila'a Tonga</i>)	1979	Development (<i>Ngaue Fakalakaika</i>)	125,000	3.00	30	125,000		0
3 Tonga Electric Power Board (<i>Poate'Uhila'a Tonga</i>) - GOT Bond Series	1999	Development (<i>Ngaue Fakalakaika</i>)	800,000	5.00	6	800,000		0
4 Tonga Electric Power Board (<i>Poate'Uhila'a Tonga</i>)	2002	Working Capital Project (<i>P'a'anga Ngaue</i>)	300,000	0.00	1m	300,000		0
5 Tonga Electric Power Board (<i>Poate'Uhila'a Tonga</i>)	2003	Working Capital Project (<i>P'a'anga Ngaue</i>)	500,000	6.00	3m	500,000		0
6 Tonga Electric Power Board (<i>Poate'Uhila'a Tonga</i>)	2004	Working Capital Project (<i>P'a'anga Ngaue</i>)	600,000	6.00	5m	600,000		0
7 Tonga Development Bank (<i>Pangike Fakalakaika</i>) - ADB 624	1983	Development Lending (<i>No Fakalakaika</i>)	1,108,197	3.00	40	408,283	699,914	
8 Tonga Development Bank (<i>Pangike Fakalakaika</i>) - IDA 1813	1987	Development Lending (<i>No Fakalakaika</i>)	2,604,051	3.00	36	1,051,636*	1,552,415	
9 Tonga Development Bank (<i>Pangike Fakalakaika</i>) - IFAD 220	1988	Development Lending (<i>No Fakalakaika</i>)	2,636,109	3.00	25	1,976,980	659,129	
10 Tonga Development Bank (<i>Pangike Fakalakaika</i>) - IFAD 327	1993	Development Lending (<i>No Fakalakaika</i>)	4,104,162	3.00	27	1,815,544	2,288,618	
11 Tonga Development Bank (<i>Pangike Fakalakaika</i>)	1990	Capital (<i>P'a'anga Ngaue Tu'uma'u</i>)	995,879	3.00	0	995,879		0
12 Tonga Telecommunication Commission (<i>Komsoni Fetu'utaki</i>) - ADB 1412 (reschedule)	2005	Development (<i>Ngaue Fakalakaika</i>)	2,891,684	6.79	12	843,408	2,048,276	
13 Sea Star Fishing (<i>Kautaha Toutai Fetu'utahi</i>) - ADB 1030	1993	Capital (<i>P'a'anga Ngaue Tu'uma'u</i>)	3,645,900	6.36	15	0	3,645,900	
14 Janfull International Dateline Hotel (<i>Hotele Janfull International Dateline</i>) (reschedule)	2007	Upgrading to and expansion of Dateline Hotel (<i>Ngaue Fakalelei i' oe Hotele Dateline</i>)	10,244,800	2.50	9	0	10,244,800	
15 Ports Authority Tonga (<i>Ma'u Mafai ki he Ngaahi Taulanga</i>) - ADB 1303	2002	Development Lending (<i>No Fakalakaika</i>)	2,388,911	5.00	16	746,000	1,642,911	
16 Janfull International Dateline Hotel (<i>Hotele Janfull International Dateline</i>)	2006	Project Refurbishment of Janfull International Dateline Hotel (<i>Ngaue Fakalelei I' o e Hotele Janfull Internal Dateline</i>)	2,348,943	0.00	10	0	2,348,943	
		Total Loan to Public Enterprises & Others	\$35,368,558			\$10,237,653	\$25,130,905	
		(<i>Ngaahii No ki he ngaahti Kautaha Pule'anga mo Kehe</i>)						
		Less : Repaid (<i>To'o: Totongi Fakafokoi</i>)	\$10,237,653					
		Total Outstanding Loans (<i>Katoaa No te'ekie Totongi Mai</i>)	\$25,130,905					

Lender	Year	Purpose	Principal (Lati'i 'o'e No)	Interest (%) (Totongi Tupu (%))	Term (Years) (Taimi Totongi No (Ta'u))	Cumulative Principal Repaid (Lati'i 'o'e No (Ta'u))	Outstanding Debt 30.06.08 (Mo'ua te'veki totongi 30.06.08)
<i>(Pule'anga/Kautaha na'e fai mei ai 'a e No)</i>							
		(Ta'u)			(Taumu'a No)		
1 ADB - 335 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 335 - TON</i>)	1977	Small Industries (<i>Ngaue'anga Iiki</i>)	\$684,315	1.00	40	\$424,275	\$260,040
2 ADB - 376 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 376 - TON</i>)	1978	Development (<i>Fakalakalaka</i>)	3,193,314	1.00	40	1,565,679	1,627,635
3 ADB - 435 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 435 - TON</i>)	1979	Development (<i>Fakalakalaka</i>)	2,947,994	1.00	40	1,203,382	1,744,611
4 ADB - 540 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 540 - TON</i>)	1981	Development (<i>Fakalakalaka</i>)	2,026,818	1.00	40	917,628	1,109,191
5 ADB - 624 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 624 - TON</i>)	1983	Development (<i>Fakalakalaka</i>)	4,443,039	1.00	40	2,175,408	2,267,631
6 ADB - 782 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 782 - TON</i>)	1986	Development (<i>Fakalakalaka</i>)	8,104,765	1.00	40	2,391,438	5,713,327
7 ADB - 927 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 927 - TON</i>)	1988	Development (<i>Fakalakalaka</i>)	6,348,146	1.00	40	1,329,416	5,018,730
8 ADB - 990 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 990 - TON</i>)	1990	Development (<i>Fakalakalaka</i>)	8,656,007	1.00	40	1,612,823	7,043,184
9 ADB - 1030 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 1030 - TON</i>)	1990	Fisheries (<i>Touai</i>)	5,648,943	1.00	40	829,374	4,819,568
10 ADB - 1079 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 1079 - TON</i>)	1991	Power Development ('Utilea)	15,930,761	1.00	40	2,306,839	13,623,922
19 ADB - 1303 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 1303 - TON</i>)	1995	Development (<i>Fakalakalaka</i>)	19,172,882	1.00	40	1,646,059	17,526,823
11 ADB - 1412 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 1412 - TON</i>)	1996	Development (<i>Fakalakalaka</i>)	6,883,735	1.00	40	367,100	6,516,635
12 ADB - 1904 TON (SF) (<i>Pangike Fakalakalaka 'E'sia Fika 1904 - TON</i>)	2002	Development (<i>Fakalakalaka</i>)	20,362,125	1/1.5	24	0	20,362,125
13 EIB 8,0050 (<i>Pangike Fakalupu Pa'anga 'a tulope Fika 8,0050</i>)	1979	Telecoms Network (<i>Nauau Fetu'utaki</i>)	967,715	1.00	40	578,791	389,925
14 EIB 7,0426 (<i>Pangike Fakalupu Pa'anga 'a tulope Fika 7,0426</i>)	1984	Equity ('Inasi)	874,710	2.00	25	814,705	60,005
15 EIB 7,0645 (<i>Pangike Fakalupu Pa'anga 'a tulope Fika 7,0645</i>)	1987	Equity ('Inasi)	874,710	2.00	25	641,687	233,023
16 EIB 7,0792 (<i>Pangike Fakalupu Pa'anga 'a tulope Fika 7,0792</i>)	1989	Equity ('Inasi)	489,965	2.00	25	0	489,965
17 IDA 1813 WORLD BANK (<i>Pangike 'a Manuani Fika 1813</i>)	1987	Tonga Development Bank (<i>Pangike Fakalakalaka</i>)	4,771,315	0.75	40	620,215	4,151,100
18 IDA 2084 WORLD BANK (<i>Pangike 'a Manuani Fika 2084</i>)	1990	Tonga Development Bank (<i>Pangike Fakalakalaka</i>)	4,811,951	0.75	40	818,020	3,993,932
19 IDA 3647 WORLD BANK (<i>Pangike 'a Manuani Fika 3647</i>)	2002	Development (<i>Fakalakalaka</i>)	12,868,817	0.75	40	0	12,868,817
20 IDA 38140 WORLD BANK (<i>Pangike 'a Manuani Fika 38140</i>)	2003	Development (<i>Fakalakalaka</i>)	20,303,113	0.75	40	0	20,303,113
21 IFAD 129 WORLD BANK (<i>Pangike 'a Manuani Fika 129</i>)	1983	Development Projects (<i>Ngaue Fakalakalaka</i>)	2,870,330	1.00	50	1,040,495	1,829,835
22 IFAD 220 WORLD BANK (<i>Pangike 'a Manuani Fika 220</i>)	1988	Agricultural Development (<i>Fakalakalaka 'o e Ngaue</i>)	5,097,479	1.50	50	1,274,366	3,823,113
23 IFAD 327 WORLD BANK (<i>Pangike 'a manuani Fika 327</i>)	1993	Agricultural Development (<i>Fakalakalaka 'o e Ngaue</i>)	6,647,067	1.50	50	830,885	5,816,182
24 KFW 1. WEST GERMAN (<i>Pangike 'a Siamehi Hihifo Fika 1</i>)	1978	Regional Freighter - Part 1 (<i>Fiuia Kavenga</i>)	20,870,832	1.00	30	20,870,832	0
25 KFW IV. WEST GERMAN (<i>Pangike 'a Siamehi Hihifo Fika IV</i>)	1980	Ferry Boat - Part 1 (<i>'Olovahau</i>)	10,435,416	1.00	30	10,435,416	0
26 KFW V WEST GERMAN (<i>Pangike 'a Siamehi Hihifo Fika V</i>)	1981	Ferry Boat - Part II (<i>'Olovahau</i>)	372,694	1.00	30	372,694	0
27 KFW VI WEST GERMAN (<i>Pangike 'a Siamehi Hihifo Fika VI</i>)	1983	Rehabilitation of Foreshore (<i>Fakalelei i Mata'ahii Nuku'alofa</i>)	4,472,321	1.00	30	4,472,321	0
28 BANK OF CHINA (<i>Pangike 'a Siamehi</i>)	1998	Ha'apai High School Project (<i>Ngaue Langa 'o e Ako Ma'olunga 'a Ha'apai</i>)	6,740,000	0.00	20	0	6,740,000
29 EXPORT-IMPORT BANK OF CHINA (<i>Pangike EXIM 'a Siamehi</i>)	2007	Upgrading to and Expansion of Dateline Hotel (<i>Ngaue Fakalelei i 'oe Honele Dateline</i>)	10,244,800	2.50	9	640,300	9,604,500
TOTAL GOVERNMENT FOREIGN DEBT - (FAKA-KATOA NGAHI MO'UA NO KI MULTI'A E PULE'ANGA)				\$218,116,080		\$60,180,147	\$157,935,932

(*Ngaahi Mo'ua No Fakalotofonua 'a e Pule 'anga 'i he 'aho 30 Sune 2008*)

Lender	Year	Purpose	Principal	Interest	Term	Cumulative Principal Repaid	Outstanding Debt
					(Years)		
(Pule'anga/Kautaha na'e fai mei ai 'a e No)	(Ta'u)	(Taumu'a No)	(Lahi 'o e No)	(Totongi Tupu i No)	(Taimi Totongi Fakafoki Sino'i No)	(Lahi 'o e 30.06.08)	(Mo'ua te'eki totongi 30.06.08)
			\$	%	\$	\$	\$
Government Domestic Debt (<i>Mo'ua No Fakalotofonua</i>)							
Local Development Bonds 1969/1974 (<i>No Fakalotofonua 1969/1974</i>)	1969	Issue of Bonds (<i>Fakatau Ponite</i>)	277,780	20.00	5	276,160	1,620
Local Development Bonds 1974/1979 (<i>No Fakalotofonua 1974/1979</i>)	1974	Issue of Bonds (<i>Fakatau Ponite</i>)	241,200	6.50	5	240,530	670
Local Development Bonds 1979/1984 (<i>No Fakalotofonua 1979/1984</i>)	1979	Issue of Bonds (<i>Fakatau Ponite</i>)	658,660	7.50	5	657,610	1,050
Government of Tonga Bond Series No. 1. 2003/2008 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2003/2008</i>)	2003	Issue of Bonds (<i>Fakatau Ponite</i>)	1,000,000	6.50	5	1,000,000	0
Government of Tonga Bond Series No. 2. 2003/2008 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2003/2008</i>)	2003	Issue of Bonds (<i>Fakatau Ponite</i>)	5,335,832	6.70	5	5,335,832	0
Government of Tonga Bond Series No. 1. 2004/2009 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2004/2009</i>)	2004	Issue of Bonds (<i>Fakatau Ponite</i>)	5,000,000	6.75	5	5,000,000	0
Government of Tonga Bond Series No. 2. 2004/2009 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2004/2009</i>)	2004	Issue of Bonds (<i>Fakatau Ponite</i>)	1,000,000	6.75	5	1,000,000	0
Government of Tonga Bond Series No. 2. 2005/2009 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2005/2009</i>)	2005	Issue of Bonds (<i>Fakatau Ponite</i>)	3,603,000	6.00	4	0	3,603,000
Government of Tonga Bond Series No. 1. 2006/2011 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2006/2011</i>)	2006	Issue of Bonds (<i>Fakatau Ponite</i>)	2,762,000	6.75	5	0	2,762,000
Government of Tonga Bond Series No. 2. 2006/2009 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2006/2009</i>)	2006	Issue of Bonds (<i>Fakatau Ponite</i>)	1,000,000	8.00	3	0	1,000,000
Government of Tonga Bond Series No. 3. 2006/2009 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2006/2009</i>)	2006	Issue of Bonds (<i>Fakatau Ponite</i>)	2,000,000	8.00	3	0	2,000,000
Government of Tonga Bond Series No. 4. 2006/2008 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2006/2008</i>)	2006	Issue of Bonds (<i>Fakatau Ponite</i>)	1,000,000	7.50	2	0	1,000,000
Government of Tonga Bond Series No. 4. 2006/2011 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2006/2011</i>)	2006	Issue of Bonds (<i>Fakatau Ponite</i>)	1,000,000	10.00	5	0	1,000,000
Government of Tonga Bond Series No. 5. 2006/2011 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2006/2011</i>)	2006	Issue of Bonds (<i>Fakatau Ponite</i>)	1,000,000	10.00	5	0	1,000,000
Government of Tonga Bond Series No. 1. 2008/2013 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2008/2013</i>)	2008	Issue of Bonds (<i>Fakatau Ponite</i>)	2,488,000	10.00	5	0	2,488,000
Government of Tonga Bond Series No. 2. 2008/2011 (<i>No Fakalotofonua 'ae Pule'anga Tonga 2008/2011</i>)	2008	Issue of Bonds (<i>Fakatau Ponite</i>)	598,000	9.00	3	0	598,000
Shipping Corporation of Polynesia Ltd. (<i>Kautaha Vaka Folauhi Polinisia</i>)	2001	Fua Kavenga II Loan (<i>No 'ae Fua Kavenga II</i>)	1,000,000	1.00	8	0	1,000,000
TOTAL GOVERNMENT DOMESTIC DEBT - (FAKA-KATOA NGAABI MO'UA NO FAKALOTOFONUA 'A E PULE'ANGA)			\$29,964,472			\$7,510,132	\$22,454,340

Government Guaranteed Loans as at 30 June 2008
(Ko e Ngaahi No 'oku malu'i 'e he Pule'anga i he 'aho 30 Sune 2008)

Lender <i>(Pule'anga/Kautaha na'e fai mei ai 'a e No)</i>	Year <i>(Ta'u)</i>	Purpose <i>(Taumu'a No)</i>	Principal <i>(Lahi 'o e No)</i>	Interest <i>(Totongi Tupu)</i>	Term <i>(Years)</i>	Cumulative Repaid <i>(Taimi Totongi 'o e Totongi i No Fakafoki</i>	Outstanding Debt <i>(Mo'ua te'eki totongi 30.06.08)</i>
Foreign (Multi)							
1 Caisse Francaise De Development (<i>Pangike Fakalakalaka 'o Tonga</i>)	1995	Tonga Development Bank (<i>Pangike Fakalakalaka 'o Tonga</i>)	998,149	5.00	15	770,761	227,388
2 European Investment Bank (<i>Pangike Fakatupu Pa'anga 'a 'Iulope</i>)	1996	Tonga Communications Corporation (<i>Kautaha Fetu'utaki 'a Tonga</i>)	10,543,101	3.00	12	10,543,101	0
Domestic (<i>Fakalofofonua</i>)							
1 Tonga Development Bank (<i>Pangike Fakalakalaka 'o Tonga</i>) - Loan (<i>No</i>)	2003	International Dateline Hotel (<i>Horele Dateline</i>)	1,936,268	10.50	5	1,725,000	211,268
2 Public Bond Issue No. 4. - (<i>Ponite Kakai 'o e Fonua</i>)	2002	Tonga Development Bank (<i>Pangike Fakalakalaka 'o Tonga</i>)	447,506	7.50	5	447,506	0
3 Public Bond Issue No. 5. - (<i>Ponite Kakai 'o e Fonua</i>)	2003	Tonga Development Bank (<i>Pangike Fakalakalaka 'o Tonga</i>)	1,500,000	7.75	5	573,931	926,069
4 Tonga Development Bank (<i>Pangike Fakalakalaka 'o Tonga</i>) - Loan (No)	2004	Squash Growers (<i>Kau to hina</i>)	10,380,283	13.00	7	1,683,027	8,697,256
5 Westpac Bank of Tonga (<i>Westpac Pangike Tonga</i>) - Loan (<i>No</i>)	2007	Renovation of Jamfull International Dateline Hotel (<i>Fakalelei I 'o e Horele Janfull Dateline</i>)	551,907	13.25	5.5	67,500	484,407
TOTAL GUARANTEED DEBTS - KATOA NGAALII			\$26,357,215			\$15,810,826	\$10,546,389
MO'UA NO MALU'I)							

30. Fund Transferred to and from Contingency Fund for the year ended 30 June 2008

(*Ngaahi Fe'ave'aki Pa'anga i he Sino'i Pa'anga Talifaki ki he ta'u 'oku ngata ki he 'aho 30 Sune 2008*)

Ministry involved in the Transfer Fund (<i>Potungaue na'e kau he fe'ave'aki pa'anga</i>)	Total Original Estimate ('Esitimet Fakakatoa)	Amount	Amount	Total Approved Revised Appropriation	Note (Nou ti)
		Transfer to Contingency Fund (<i>Hiki ki he Sino'i Pa'anga Talifaki</i>)	Transfer from Contingency Fund (<i>Hiki mei he Sino'i Pa'anga Talifaki</i>)	(<i>Fakakatoa Pa'anga Hu atu</i>)	
		(A)	(B)	\$	\$
1 Palace Office ('Ofisi Palasi)	3,327,154		2,445,359	5,772,513	i
2 Legislative Assembly (<i>Fale Alea</i>)	4,026,079			4,026,079	
3 Prime Minister's Office ('Ofisi Palemia)	5,702,033		2,771,592	8,473,625	ii
4 Commissioner of Public Relations (<i>Komisona ki he Va mo e Kai</i>)	178,423	65,921		112,502	
5 Audit Department (<i>Potungaue 'Atita</i>)	715,095			715,095	
6 Ministry of Finance & National Planning (<i>Potungaue Pa'anga mo e Palani Fakafonua</i>)	50,988,984	11,446,403	1,093,026	40,635,607	iii
Ministry of Foreign Affairs (<i>Potungaue Ngaahi Ngaue ki Muli</i>)	6,512,808		620,722	7,133,530	iv
8 Tonga Defence Services (<i>Tau Malu'i Fonua 'a Tonga</i>)	7,151,865		1,079,771	8,231,636	v
9 Ministry of Lands, Survey, Natural Resources and Environment (<i>Potungaue Fonua, Savea, Ngaahi Koloa Fakanatula & 'Atakai</i>)	2,153,075		210,909	2,363,984	vi
10 Ministry of Justice & Attorney General (<i>Potungaue Lao mo e Fakamaau'anga</i>)	1,763,858			1,763,858	
11 Ministry of Police, Prisons & Fire Services (<i>Potungaue Polisi, Pilisone mo e Va'a Tamate Afifi</i>)	9,159,095	600,000		8,559,095	
12 Ministry of Education, Women Affairs & Culture (<i>Potungaue Ako, Kakai Fefine mo e Tukufakaholo</i>)	21,804,241		791,452	22,595,693	vii
13 Ministry of Health (<i>Potungaue Mo'ui</i>)	17,760,981		1,770,100	19,531,081	viii
14 Ministry of Agriculture, Food, Forests & Fisheries (<i>Potungaue Ngoue, Me'atokoni, Ngaahi Vao'akau mo e Toutai</i>)	5,267,302			5,267,302	
15 Ministry of Labour, Commerce and Industries (<i>Potungaue Ngaue 'a e Kakai, Fefakatau'aki mo e Ngaahi Ngae'anga</i>)	1,973,160		300,000	2,273,160	ix
16 Tonga Visitors Bureau (<i>Potungaue Takimamata</i>)	1,523,906		150,000	1,673,906	x
17 Ministry of Works (<i>Potungaue Ngaue</i>)	4,144,074		190,000	4,334,074	xi
18 Ministry of Transport (<i>Potungaue 'o e Fefononga'aki</i>)	1,704,150		298,919	2,003,069	vi
19 Ministry of Training, Employment, Youth & Sports (<i>Potungaue Ako Ngaue, Ngae'anga, To'utupu & Sipoti</i>)	2,122,233		100,000	2,222,233	xii
20 Crown Law Department (<i>Potungaue Lao</i>)	1,208,190		70,000	1,278,190	iv
21 Public Enterprises (<i>Potungaue ki he Ngaahi Pisinisi 'a e Pule'anga</i>)	354,935	31,526	92,000	415,409	xiii
22 Revenue Services Department (<i>Potungaue Pa'anga Humai</i>)	3,083,281	340,000	500,000	3,243,281	xiv
Total (Fakakatoa)	\$152,624,920	\$12,483,850	\$12,483,850	\$152,624,920	

Note: Reasons for Revised Appropriation (Nouti: Ngaahi 'uhinga 'o e toe vakai'i 'o e Pa'anga Fakahu atu)

A. Transfers to Contingency Funds: (*Ngaahi 'Ave Pa'anga ki he Pa'anga Talifaki*)

The transfers from ministries to contingency funds were mainly for some items approved in the budget but such activity was not performed nor eventuated during the year. Ministries were requested to transfer these related allocations from their respective budget and transfer to contingency fund to Finance to fund other unforeseen expenses incurred during the year. The amount for Ministry of Finance includes \$4,810,000 which was an existing provision for Contingency Fund. (*Ko e ngaahi 'ave pa'anga mei he ngaahi potungaue ki he pa'anga talifaki na'e tahi taha pe ko e ngaahi pa'anga ne 'osi tali pea vahe he Patiseti, ka na'e 'ikai fakahoko 'a e ngae'anga koia he lolotonga 'a e ta'u. Na'e kole ki he ngaahi potungaue takitaha ke nau 'ave ki he pa'anga talifaki ke fakapa'anga'aki 'a e ngaahi ngae'anga na'e 'ikai 'ilo kimu'a'e fai he lolotonga 'a e ta'u. Ko e pa'anga 'oku ha he Potungaue Pa'anga 'oku kau ai 'a e \$4,810,000 na'e 'osi kau pe ia he Patiseti ki he Pa'anga Talifaki*)

B. Transfers from Contingency Funds: (*Ngaahi 'Ave Pa'anga mei he Pa'anga Talifaki*)

- i To fund preparation for His Majesty's coronation in July 2008 and other operational expenses incurred during the year.
(*Ke fakapa'anga 'a e ngaahi ngaue teuteu ki he hilifaki kalauni 'o'ene 'Afio 'I Siulai 2008 pea mo e ngaahi fakamole nguae toki hoko pe he lolotonga 'a e ta'u*)
- ii To fund expenses associated with the Pacific Leaders Forum Meeting, Electoral expenses and other operational expenses during the year.
(*Ke fakapa'anga 'a e ngaahi fakamole fekau'aki mo e fakataha 'a e kau Taki 'o e Pasifik, fakamole ki he fili falealea mo e ngaahi fakamole nguae kehe pe ne fiema'u he lolotonga 'o e ta'u*)
- iii To fund equity payments to some public enterprises, settlement recovery order to EU and to increase allocations to pensions (*Ke fakapa'anga a e ngaahi totongi 'inasi ki he ni'ihi 'o e ngaahi kuutaha 'a e Pule'anga, totongi fakafoki 'a e pa'anga tokoni mei he 'Iunioni 'a 'Iulope pea mo e fakalahi 'a e pa'anga ki he vahenga penisoni*)
- iv To fund additonal operational expenses incurred during the year. (*Ke fakapa'anga 'a e ngaahi fakamole nguae toki hoko pe he lolotonga a e ta'u*)
- v To fund Tonga Defence Services deployment to Iraq. (*Ke fakapa'anga 'a e kongakau faka-melino ki 'lulaaki 'a e Tau malu'i Fonua'a Tonga*)
- vi To fund hosting of the 36th SOPAC annual Meeting. (*Ke fakapa'anga hono talitali 'a e fakataha hono 36 fakata'u 'a e Komisoni Siosaienisi a e Pasifik Saute*)
- vii To fund the payments of scholarships arrears and other operational expenses needed to be paid (*Ke fakapa'anga 'a e totongi 'o e ngaahi mo'ua sikolasipi pea mo e ngaahi fakamole nguae pe na'e fu'u fiema'u ke fakahoko*)
- viii To fund government contributions to Health projects, overseas medical treatment, laboratory supplies and other operational expenses. (*Ke fakapa'anga 'a e ngaahi fakamole ko e konga ia 'a e tokoni 'a e pide'anga ki he poloseki fakalakalaka ki he Mo'ui, faito'o faka-falemahaki ki muli, naunau ki he loki fakatoto lo ki he mo'ui mo e ngaahi fakamole nguae kehe pe.*)
- ix To fund operations of the Regional Seasonal Employer Scheme in both Tonga and New Zealand. (*Ke fakapa'anga hono fakalele 'o e polokalama RSE 'i Tonga mo Nu'usila*)
- x To fund Tourism Week in Tonga and the outer islands. (*Ke fakapa'anga 'a e Uike Takimamata 'i Tongatapu mo e ngaahi 'out motu*)
- xi To fund road constructions in 'Eua and the Niuas. (*Ke fakapa'anga 'a e ngaohi 'o e ngaahi hala 'i 'Eua mo e ongo Niua*)
- xii To fund insurance payment for the MV Takuo. (*Ke fakapa'anga 'a e totongi malu'i 'a e MV Takuo*)
- xiii To fund new website for its Information Unit. (*Ke fakapa'anga 'a e uepisuiti fo'ou 'a e tafa'aki Ma'u'anga Fakamatala*)
- xiv To fund operation of the Post Office and other operational expenses. (*Ke fakapa'anga hono fakalele 'o e Positi 'Ofisi mo e ngaahi fakamole nguae kehe pe*)

31. Operating Revenue for the preceding five (5) financial years : 2003/04 - 2007/08.

(Fakatupu Pa'anga Angamaheni ki he ngaahi ta'u fakapa'anga 'e nima (5) kuohili : 2003/04 - 2007/08.)

Ministry (Potungaue)	2007-08 \$	2006-07 \$	2005-06 \$	2004-05 \$	2003-04 \$
00 Income Tax (Tukuhau Vahenga)	26,845,560	26,430,442	27,003,559	20,583,175	16,348,144
01 Trade Taxes (Tukuhau Fefakatau'aki)	40,533,515	47,535,367	41,828,931	34,241,685	30,118,194
02 Domestic fees and Licensing (Totongi Ngaue mo e Laiseni)	290,706	429,783	476,110	21,767,871	27,451,310
03 Taxes on Goods and Services (Tukuhau Koloa mo e Ngaue)	59,676,719	49,232,783	50,886,494	18,647,753	9,040,156
04 Excise Tax (Tukuhau 'Ekisia)	10,835,808	1,183,419	1,176,624	1,843,651	1,801,979
06 Entrepreneurial and Property Income (Pa'anga Hu Mai 'i he Ngaahi Pisinisi mo e Koloa 'a e Pule'anga)	10,001,915	7,760,761	6,632,282	5,075,212	7,327,701
07 Administrative Fees & Charges (Totongi ki he ngaahi Ngaue)	8,257,258	11,016,843	9,815,618	10,382,964	11,092,843
08 Miscellaneous Revenue (Pa'anga Hu mai kehe)	1,016,095	1,918,203	4,011,976	640,717	399,155
09 Transfer and Bond Receipts (Pa'anga Hu Mai mei he Totongi mo e Ponite)	4,317,078	6,000,000	6,365,000	4,562,709	8,740,793
TOTAL OPERATING REVENUE (KATOA FAKATUPU PA'ANGA ANGAMAHENI)	161,774,654	151,507,602	148,196,595	117,745,737	112,320,275

Operating Expenditure for the preceding five (5) financial years : 2003/04 - 2007/08. (Fakamole Angamaheni ki he ngaahi ta'u fakapa'anga 'e nima (5) kuohili : 2003/04 - 2007/08.)					
	Ministry (Potungaue)	2007-08 \$	2006-07 \$	2005-06 \$	2004-05 \$
					2003-04 \$
1	Palace Office ('Ofisi Palasi)	5,781,769	2,537,130	2,642,374	2,069,959
2	Legislative Assembly (Fale Alea)	3,935,384	2,884,976	3,057,511	2,441,642
3	Prime Minister's Office ('Ofisi Palemia)	8,333,077	4,898,922	5,432,664	4,310,530
4	Commissioner of Public Relations (Komisona ki he Va mo e Kakai)	108,207	113,787	125,062	101,793
5	Audit Department (Potungaue 'Atita)	698,823	629,004	714,995	494,332
6	Ministry of Finance & National Planning (Potungaue Pa'anga mo e Palani Fakafonua)	39,228,739	54,063,478	65,650,731	35,472,008
7	Ministry of Foreign Affairs (Potungaue Ngaahi Ngaue ki Muli) Tonga Defence Services (Tau Malu'i Fonua 'a Tonga)	6,767,524	6,674,593	4,956,456	4,901,208
8	Environment (Potungaue Fonua, Savea, Ngaahi Koloa Fakanatula & 'Atakai)	8,078,335	7,102,982	7,077,663	4,663,237
9		2,289,105	2,005,759	2,464,413	1,895,974
10	Ministry of Justice (Potungaue Fakamaau'anga)	1,760,230	1,904,623	1,815,999	1,652,559
11	Ministry of Police, Prisons & Fire Services (Potungaue Polisi, Pilisone mo e Va'a Tamate Afì)	8,381,583	8,113,004	7,284,202	5,420,020
12	Ministry of Education, Women Affairs & Culture (Potungaue Ako, Kakai Fefine mo e Tukufakaholo)	22,450,556	22,662,184	22,553,997	16,809,796
13	Ministry of Health (Potungaue Mo'ui)	19,212,939	20,002,773	17,076,431	13,520,930
14	Ministry of Agriculture, Food, Forests & Fisheries (Potungaue Ngoue, Me'atokoni, Ngaahi Vao'akau mo e Toutai)	5,052,231	5,320,153	5,963,342	4,791,446
15	Ministry of Labour, Commerce and Industries (Potungaue Ngaue 'a e Kakai, Fefakatau'aki mo e Ngaahi Ngaue'anga)	2,143,142	1,891,867	1,959,159	1,628,284
16	Ministry of Tourism(Potungaue Takimamata)	1,649,466	1,125,230	1,258,717	956,592
17	Ministry of Works (Potungaue Ngaue)	4,250,745	3,245,433	4,533,964	4,609,193
18	Ministry of Transport (Potungaue 'o e Fefononga'	1,936,933	4,916,917	5,003,456	4,245,609
19	Ministry of Training, Employment, Youth & Sports (Potungaue Ako Ngaue, Ngaue'anga, To'utupu & Sipoti)	2,192,994	1,860,924	-	-
20	Crown Law Department (Potungaue Lao)	1,192,746	1,019,326	962,969	964,105
21	Public Enterprises (Potungaue ki he Ngaahi Pisinis)	405,454	379,489	-	-
22	Revenue Services Department (Potungaue Pa'anga Printing Department (Potungaue Pulusi))	3,067,044	-	-	320,578
Total (Fakakatoa)		148,917,026	153,352,555	160,534,106	111,226,017
					110,811,375