

MINISTRY OF FOREIGN AFFAIRS & INTERNATIONAL COOPERATION AND EXTERNAL TRADES

INTRODUCTION AND KEY FINDINGS

The Ministry of Foreign Affairs, International Cooperation and External Trade (MFAICET) is mandated to promote the national interests in creating, managing and maintaining friendly relations with bilateral and multilateral partners at the regional and multilateral level. The Ministry also promotes, defends and executes Vanuatu's policy position on important issues that ensures domestic interests are achieved.

And in ensuring that Vanuatu's national interests are attained, the Ministry carries out its responsibility as the country's official point of contact in the negotiations of any bilateral/multilateral relations and by engaging both the domestic actors with the international players in a bilateral and multilateral arena.

The Ministry is also responsible for providing protocol and consular assistance to Ni-Vanuatu either travelling or residing overseas. Ministry continues to play a supportive role in promoting Vanuatu's developing commercial interests in areas of tourism and investment opportunities, including identifying export markets for Vanuatu products. These responsibilities are achieved through the work program of Vanuatu's permanent overseas missions. Similarly, the Ministry facilitates and provides protocol and diplomatic services to foreign dignitaries, both resident and visiting. The work of the Ministry through Foreign diplomatic service continues to grow with both consular and diplomatic representations now being strengthened. These responsibilities are fulfilled with the assistance of Vanuatu permanent missions through their work program overseas.

Vanuatu Overseas Missions (OSM) currently includes the following: Vanuatu Permanent Mission to the United Nations, New York, USA; Embassy of Vanuatu to the People's Republic of China, Beijing, China; Embassy of Vanuatu to the European Union, the Kingdom of Belgium, France and United Kingdom; Vanuatu Consulate Nouméa, New Caledonia; Vanuatu Consulate Auckland, New Zealand; Vanuatu High Commission, Suva, Fiji; and Vanuatu High Commission, Canberra, Australia and recently two new missions, one in Wellington and another in Brussels.

The Ministry is implementing these objectives: to project a positive image of Vanuatu internationally and to maintain healthy relations; to ensure strategic representation through diplomatic and consular appointments abroad; to have an ethical, professional and responsive high performing Ministry; to increase economic opportunities through Development Corporation and Consular initiatives; to provide efficient diplomatic, protocol consular assistance to ni-Vanuatu travelling or residing overseas; to manage Vanuatu's unresolved maritime boundaries and territorial disputes; and to secure increased market access for Vanuatu's goods and services, facilitate investments and boost specialization in areas of competitive advantage.

SUMMARY OF KEY FINDINGS

Area	Finding
Budget Management and Planning	Analysis shows that MFAICET had an allocated 2018 annual budget of VT 498,477,132 plus VT30, 000,000 for international organization fee that is held with MFEM. The Ministry had already spent 26.1 percent of the annual budget (VT 498,477,132) and with that current rate of spending, it is most likely that the Ministry will used up its budget by the end of the year.
Activity and Cost Centre Management and Planning	The Department of External Trades (Cost center 390) budget was underspent by 20.8 percent of its first quater budget or by VT 1.24 million. The Cabinet and DG's office (Cost center 410) budget was overspent by 924 percent of its first quarter budget or by VT 17.6 million. The Department of Foreign Affairs (Cost center 440) budget was overspent by 7.5 percent or by around VT 9 million.
Payroll Budget Management and Planning	The first quarter budget for payroll for 2018 was VT 69,739,599 and total expenditure was VT 58,866,230. The Ministry had underspent on its payroll budget by 15.6 percent or VT 10.9 million in the first quarter of the year.
Operation Budget Management and Planning	The first quarter budget for operation for 2018 was VT 71,008,759 and total expenditure was VT 51,102,325. The Ministry had overspent on its operation budget by 39 percent or by VT 19.9 million in the first quarter of the year.
Detailed Charts of Accounts In Payroll Expenditure Management and Planning	<p>Total expenses of unbudgeted items for the first quarter of 2018 was VT 18 million. This is about VT 14.7 million more than the first quarter of 2017. Major unbudgeted expenses items were from permanent wages VT 15.3 million, special allowances VT 995,753 and acting allowances VT 811,134.</p> <p>The total underspent for the first quarter of 2018 was VT 18.6 million. This is about VT 7 million more than in 2017 in the same period.</p> <p>The Ministry needs to budget accordingly and to the trend.</p>
Detailed Chart of Accounts in Operation Expenditure Management and Planning	<p>Total expenses of unbudgeted items in the first quater of 2018 was VT 28.4 million. This is a about VT12.2 million less than in 2017 in the same period. Major unbudgeted expenses items were from operating grant which was 10.3 million, international organisation VT 6.8 million, incendentals VT 2.6 million, office rental VT 2.1 million, subsistence allowancel VT 1.6 million, local medical treatment VT 1.5 million, VAT VT 1 million and international travel VT 873,111.</p> <p>Total underspent in the first quarter of 2018 was VT 6.7 million. This is about VT 1.5 million more that in 2017 in the same period. Major underspent expenses items were electricity VT 2 million, telephone VT 1.2 million, local travel VT 1 million and stationaries VT 700,099.</p>
Current Revenue Planning and Management	The Ministry collected no revenue in the first quarter of 2018 compared to VT 595,222 in the same period last year, 2017.
Asset Management	The Ministry had spent within its asset budget in the first quarter, spending 75.1 percent of its asset budget.

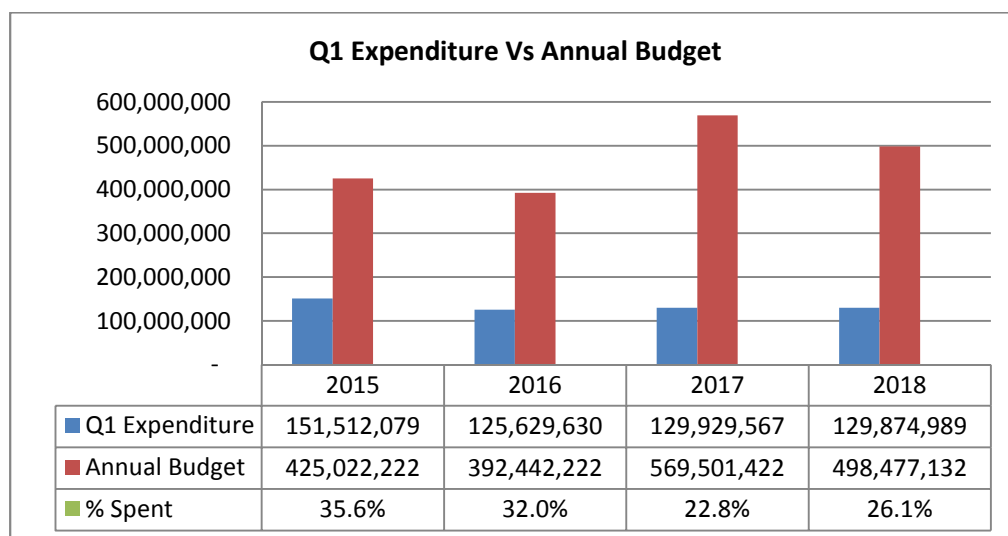
Virements	There was a total of 6 virements processed in the first quater of 2018 with a value of VT 55.8 million compared to 1 virement with a value of VT1 million in the same period in 2016.
Imprest Management	At the end of the first quarter of 2018, the Ministry had a total of VT 2,9,24,145 outstanding imprest to reitre.

1. BUDGET PERFORMANCE

1.1 Overall Budget Management and Planning

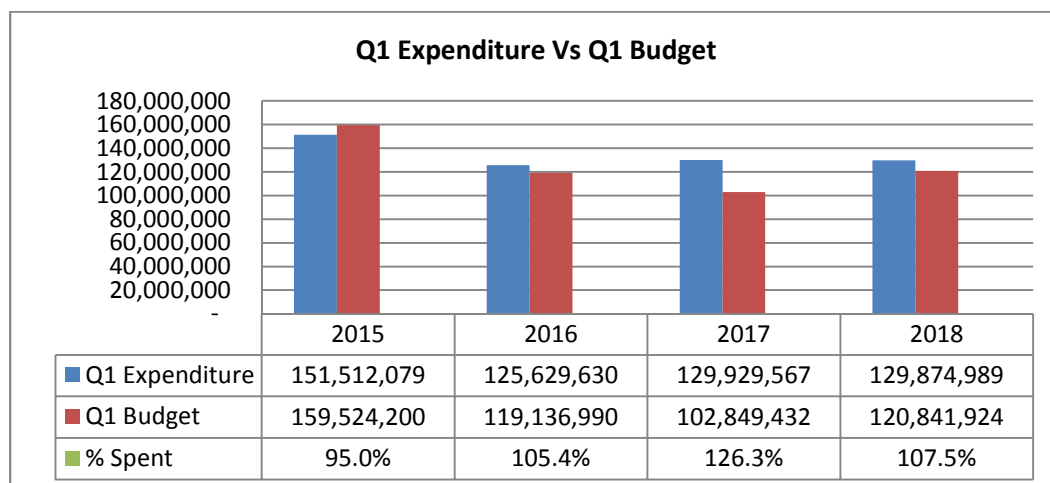
Analysis shows that MFAICET had an allocated 2018 annual budget of VT 498,477,132 plus VT30,000,000 for international organization fee that is held with MFEM. The Ministry had already spent 26.1 percent of the annual budget (VT 498,477,132) and with that current rate of spending, it is most likely that the Ministry will used up its budget by the end of the year.

Figure 1: Expenditure Vs Budget



The above graph shows the expenditures in quarter one against the annual budget for 2018 and the past three years in the same period.

Figure 2: Quarter one Expenses Vs Quarter one Budget



The graph above shows the expenditures in the first quarter against the first quarter budget allocations for 2018 and the past three years in the same period.

1.2 Activity and Cost center management and planning

The Department of External Trades (Cost center 390) budget was underspent by 20.8 percent of its first quarter budget or by VT 1.24 million. The Department had already spent 14.5 percent of its annual budget and with that current rate of spending , it is most likely that the Department will underspent its budget at the end of the year.

The Cabinet and DG's office (Cost center 410) budget was overspent by 924 percent of its first quarter budget or by VT17.6 million. This significant overspent was due to funds being advanced to the 1st quarter and then vired out to another cost center and the funds advanced were more than the first quarter budget. This cost center had already spent 19.3 percent of its annual budget and with that current rate of spending, it is most likely that funds will be used up by the end of the year.

The Department of Foreign Affairs (Cost center 440) budget was overspent by 7.5 percent or by around VT 9 million. The Department had already spent 26.1 percent of its annual budget and with that current rate of spending, it is most likely that the Department will expend all its budget by the end of the year.

Table1: Cost centers budget and expenditures

Account	Description	Actual	Commitment	Total	Budget	Under/(Over)
39AA	External Trade Negotiation Division					
	Personnel Expenses	1,613,078	-	1,613,078	2,563,713	950,635
	Operating Expenses	(38,650)	489,090	450,440	554,118	103,678
39AA	External Trade Negotiation Division	1,574,428	489,090	2,063,518	3,117,831	1,054,313
39AG	External Trade Policy & Administration Division					
	Personnel Expenses	1,978,227	4,112	1,982,339	1,576,269	(406,070)
	Operating Expenses	105,209	503,174	608,383	1,124,119	515,736
39AG	External Trade Policy & Administration Division	2,083,436	507,286	2,590,722	2,700,388	109,666
39AH	External Trade Opportunities					
	Operating Expenses	(6,444)	6,444	-	55,980	55,980
39AH	External Trade Opportunities	(6,444)	6,444	-	55,980	55,980
41AA	Cabinet Operations					
	Personnel Expenses	11,041,639	158,610	11,200,249	7,793,685	(3,406,564)
	Operating Expenses	1,637,305	357,548	1,994,853	(7,491,922)	(9,486,775)
41AA	Cabinet Operations	12,678,944	516,158	13,195,102	301,763	(12,893,339)
41AB	Office of the DG					
	Personnel Expenses	2,220,843	-	2,220,843	2,783,046	562,203
	Operating Expenses	1,021,458	846,593	1,868,051	(5,182,474)	(7,050,525)
41AB	Office of the DG	3,242,301	846,593	4,088,894	(2,399,428)	(6,488,322)
44BA	Permanent Mission to the United States					
	Personnel Expenses	6,168,811	-	6,168,811	7,937,610	1,768,799
	Operating Expenses	2,557,158	733,009	3,290,167	1,249,995	(2,040,172)
44BA	Permanent Mission to the United States	8,725,969	733,009	9,458,978	9,187,605	(271,373)
44BB	Consul, Noumea					
	Personnel Expenses	3,194,780	1,732	3,196,512	3,470,313	273,801
	Operating Expenses	528,693	1,285,361	1,814,054	1,124,808	(689,246)
44BB	Consul, Noumea	3,723,473	1,287,093	5,010,566	4,595,121	(415,445)
44BC	Embassy, Brussels					
	Personnel Expenses	1,477,482	-	1,477,482	5,966,166	4,488,684

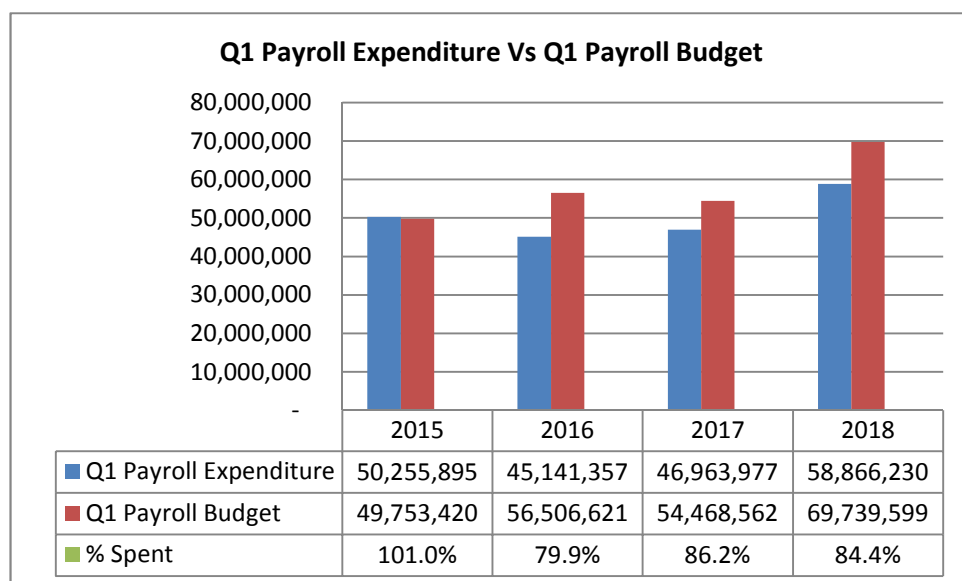
	Operating Expenses	1,661,339	979,538	2,640,877	1,369,116	(1,271,761)
44BC	Embassy, Brussels	3,138,821	979,538	4,118,359	7,335,282	3,216,923
44BD	Embassy Beijing					
	Personnel Expenses	3,899,166	-	3,899,166	4,744,860	845,694
	Operating Expenses	4,432,396	-	4,432,396	1,943,970	(2,488,426)
44BD	Embassy Beijing	8,331,562	-	8,331,562	6,688,830	(1,642,732)
44BE	Consulate, Auckland					
	Personnel Expenses	2,723,279	-	2,723,279	1,934,622	(788,657)
	Operating Expenses	366,930	826,438	1,193,368	749,997	(443,371)
44BE	Consulate, Auckland	3,090,209	826,438	3,916,647	2,684,619	(1,232,028)
44BF	High Commission, Suva					
	Personnel Expenses	4,171,560	-	4,171,560	4,555,272	383,712
	Operating Expenses	2,643,642	-	2,643,642	1,094,961	(1,548,681)
44BF	High Commission, Suva	6,815,202	-	6,815,202	5,650,233	(1,164,969)
44BG	Canberra Mission					
	Personnel Expenses	3,794,202	-	3,794,202	4,313,118	518,916
	Operating Expenses	5,034,989	-	5,034,989	2,517,930	(2,517,059)
44BG	Canberra Mission	8,829,191	-	8,829,191	6,831,048	(1,998,143)
44BH	Wellington Mission					
	Personnel Expenses	1,388,804	-	1,388,804	3,614,977	2,226,173
	Operating Expenses	374,098	-	374,098	900,000	525,902
44BH	Wellington Mission	1,762,902	-	1,762,902	4,514,977	2,752,075
44BI	Geneva Mission					
	Personnel Expenses	-	-	-	3,614,977	3,614,977
	Operating Expenses	-	-	-	900,000	900,000
44BI	Geneva Mission	-	-	-	4,514,977	4,514,977
44CC	Honorary Consuls					
	Operating Expenses	94,175	7,239,104	7,333,279	7,500,004	166,725
44CC	Honorary Consuls	94,175	7,239,104	7,333,279	7,500,004	166,725
44DD	Protocol & Consular					
	Operating Expenses	810,390	2,706,000	3,516,390	8,274,424	4,758,034
44DD	Protocol & Consular	810,390	2,706,000	3,516,390	8,274,424	4,758,034
44DF	Corporate Services					
	Personnel Expenses	12,973,272	2,426	12,975,698	13,027,114	51,416
	Operating Expenses	(3,522,561)	7,136,333	3,613,772	3,815,397	201,625
44DF	Corporate Services	9,450,711	7,138,759	16,589,470	16,842,511	253,041
44DG	Grant to MSG					
	Operating Expenses	30,000,000	-	30,000,000	30,000,000	-
44DG	Grant to MSG	30,000,000	-	30,000,000	30,000,000	-
44DH	Maritime & Ocean Affairs Division					
	Personnel Expenses	2,054,207	-	2,054,207	1,843,857	(210,350)
	Operating Expenses	(172,195)	372,195	200,000	601,902	401,902
44DH	Maritime & Ocean Affairs Division	1,882,012	372,195	2,254,207	2,445,759	191,552
	Total Expenditure	106,227,282	23,647,707	129,874,989	120,841,924	(9,033,065)

Ssource: Department of Finance & Treasury

1.3. Payroll Budget Management and Planning

The first quarter budget for payroll for 2018 was VT 69,739,599 and total expenditure was VT 58,866,230. The Ministry had underspent on its payroll budget by 15.6 percent or VT 10.9 million in the first quarter of the year.

Figure 3: Payroll Expenditure Vs Payroll Budget



The above graph shows payroll expenditure versus payroll budget for the first quarter of 2018 and the same period in the past three years.

1.4 Detailed Chart of account in Payroll Expenditures Management and Planning.

The table below shows the payroll expenses by chart of accounts from 2015 to 2018 in the first quarter of the year. The highlighted yellow are expenses against no allocated budget, the highlighted green are overspent chart of accounts.

Table 2: Payroll Chart of accounts 2015-2018

Account	Description	2015 Expenditure	2015 Budget	2016 Expenditure	2016 Budget	2017 Expenditure	2017 Budget	2018 Expenditure	2018 Budget	2018 % Spent
	Personnel Expenses									
8AAA	Acting Allowances	447,257	-	152,267	-	260,984	-	918,441	107,307	855.9%
8AAB	Responsibility Allowance					27,600	-	1,468,284	3,040,266	48.3%
8AAF	Family Allowance	325,373	330,209	306,312	464,950	304,880	10,354,575	11,211,282	13,156,230	85.2%
8AAG	Gratuitie Allowances	136,674	-	668,388	-					
8AAH	Housing Allowances	11,865,615	4,081,720	9,557,298	11,453,059	10,258,011	10,473,153			
8AAS	Special Allowances									
8AAO	Other Allowances	1,832,224	9,824,414	2,422,841	3,961,948	2,306,007	55,386	843,111	6,264,243	13.5%
8AAP	Home Island Passage Allowances	-	33,793	73,820	47,912	115,597	43,845	138,265	161,538	85.6%
8AAS	Special Allowances	78,442	-	69,314	-	186,102	-	995,753	-	
8ASP	Provident Fund	1,380,217	1,668,065	1,245,758	1,641,099	1,347,950	1,721,217	1,630,682	1,774,341	91.9%
8AWC	Contract Wages			176,290	-	494,568	-	58,214	9,298,179	0.6%

8AWD	Daily Rated Wages	-	312,100	-	100,730	-	198,924	-	244,245	0.0%
8AWL	Leave expense			163,876	-			863,535	-	
8AWO	Overtime Wages	228,438	-	42,170	-	55,000	-	69,000	-	
8AWP	Permanent Wages	33,961,655	31,234,821	30,263,023	38,836,923	31,607,278	32,421,462	40,669,663	25,404,132	160.1%
PAYR	Payroll expenses	-	2,268,298	-	-	-	(800,000)	-	10,289,118	0.0%
	Personnel Expenses	50,255,895	49,753,420	45,141,357	56,506,621	46,963,977	54,468,562	58,866,230	69,739,599	84.4%

Source: Department of Finance & Treasury

Unbudgeted Items

Total expenses of unbudgeted items for the first quarter of 2018 was VT 18 million. This is about VT 14.7 million more than the first quarter of 2017. Major unbudgeted expenses items were from permanent wages VT 15.3 million, special allowances VT 995,753 and acting allowances VT 811,134.

Permanent wages expenditure had been increasing since 2015 but the budget has been declining instead. Special allowances expenditure has been increasing since 2016 but still against no allocated budget. Daily rated allowance had no expenses since 2015 but had allocated budget since then.

Underspent Items

The total underspent for the first quarter of 2018 was VT 18.6 million. This is about VT 7 million more than in 2017 in the same period.

Only VT58,214 was spent in contract wages against a budget of VT9.3 million. The chart of account other allowances expenses was 13.5 percent or VT843,111 against a budget of VT 6.3 million, both of the chart of accounts contributed significantly to the total underspent of this quarter.

The Ministry needs to budget accordingly and to the trend.

Figure 4: Payroll 2018 first quarter of the year overspent chart of accounts

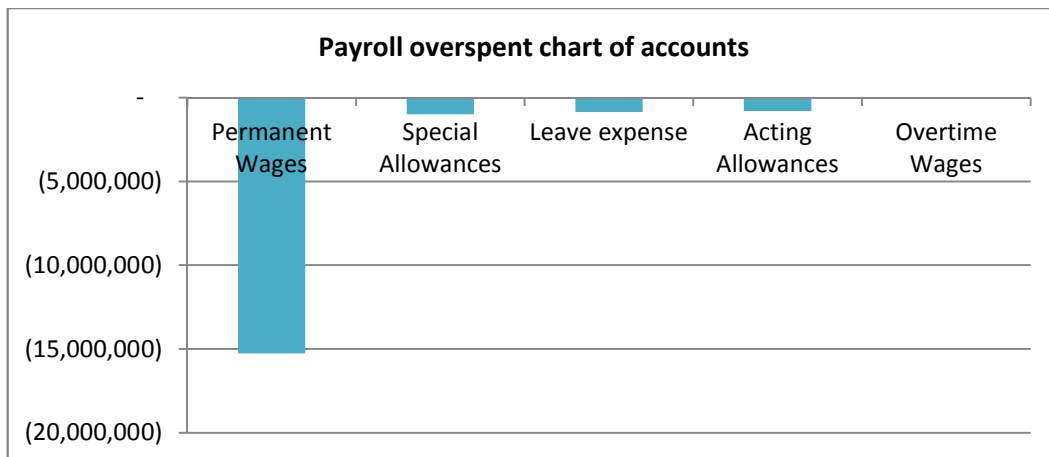
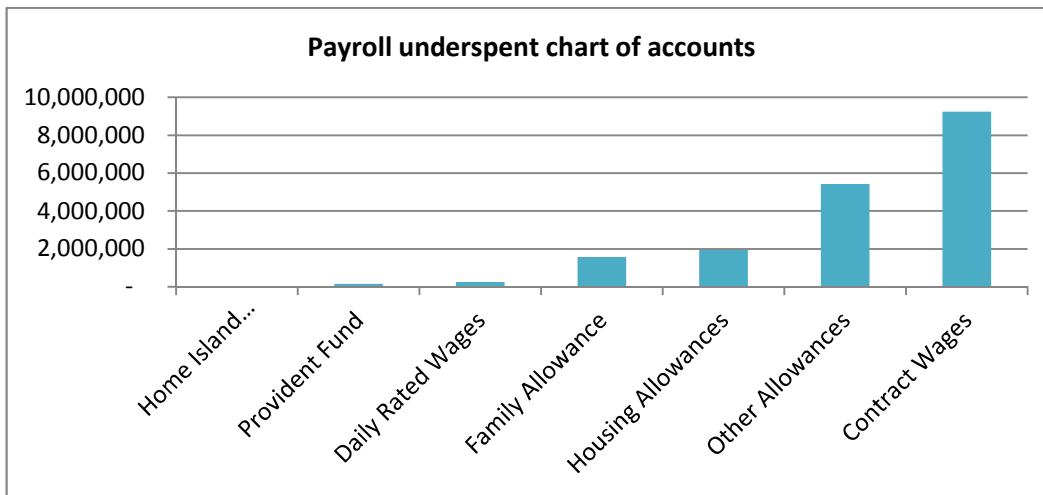


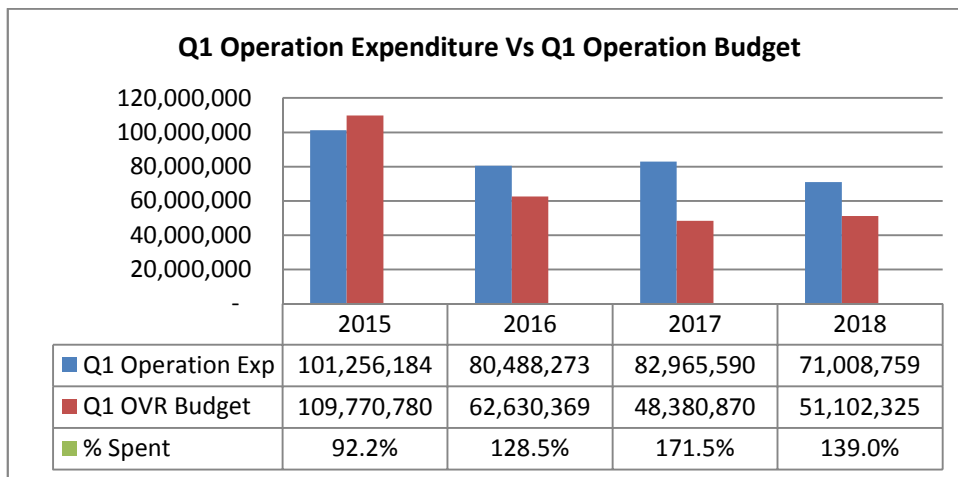
Figure 5: Payroll 2018 first quarter of the year underspent chart of accounts



1.5. Operation Budget Management and Planning

The first quarter budget for operation for 2018 was VT 71,008,759 and total expenditure was VT 51,102,325. The Ministry had overspent on its operation budget by 39 percent or by VT 19.9 million in the first quarter of the year. A factor contributing to the overspent was funds being advanced from the future periods and expended in the quarter one period thus causing the expenditure to be more than the initial budget.

Figure 6: Operation Expenditure Vs Operation Budget



The above graph shows operation expenditure versus operation budget in the first quarter of 2018 and for the same period in the past three years.

1.6 Detailed Chart of Accounts in Operation Expenditure Management and Planning.

Below is the table detailing the expenses and budget for all chart of accounts in the operation from 2015 to 2018 in the first quarter of the year. The highlighted yellow are expenses against no allocated budget, the highlighted green are overspent chart of accounts.

Table 3: Operation Chart of accounts 2016-2018

Account	Description	2015 Expenditure	2015 Budget	2016 Expenditure	2016 Budget	2017 Expenditure	2017 Budget	2018 Expenditure	2018 Budget	2018 % Spent
	Operating Expenses									
8CAB	Subsistence Allowances	1,492,000	591,239	1,279,000	1,253,736	4,236,912	1,053,738	2,919,750	1,303,737	224.0%
8CAP	Repatriation Allowances			2,813,800	-					
8CAS	Sitting Allowances			-	3,750	-	15,000			
8CBI	International Accommodation	-	150,000	160,000	299,997	680,630	199,998	776,730	562,497	138.1%
8CBL	Local Accommodation	138,000	79,327	58,934	79,326	-	79,326	-	79,326	0.0%
8CCL	Local Courses			4,808	-					
8CES	Security Services	80,000	-	224,800	-	130,000	449,997	195,000	512,496	38.0%
8CET	Other Fees	-	4,122,792	-	-					
8CFV	Vehicles Fuel	431,243	471,000	541,125	625,074	378,665	674,997	526,407	767,496	68.6%
8CGM	Mail Carriage Freight			12,996	-	-	-	8,652	-	
8CGO	Other Charges - Freight							-	-	
8CGR	Transport - Freight	1,200	12,500	-	12,501	160,000	12,501	145,000	125,001	116.0%
8CHI	International Medical Treatment			272,125	-					
8CHL	Local Medical Treatment	104,222	-	265,625	-	290,585	-	1,502,860	-	
8CIB	Boat Hire	4,000	-							
8CIE	Equipment Hire	27,600	-	-	-					
8CIF	Facilities Hire	130,000	12,500	-	12,501	1,062,222	12,501	100,000	12,501	799.9%
8CIV	Vehicles Hire	3,556	-			10,500	-			
8CJO	Office Cleaning	22,716	41,999	85,972	69,999	47,613	92,499	465,962	130,002	358.4%
8CKD	Advertising - Communications	121,267	-	113,258	-	-	50,000	98,957	-	
8CKP	Postage - Communications	-	20,000	12,000	9,999	-	7,500	3,555	7,500	47.4%
8CKR	Printing - Communications	240,453	124,998	105,799	149,997	237,902	149,997	24,437	85,002	28.7%
8CKS	Stationery - Communications	747,978	1,421,499	192,656	602,496	389,747	622,500	332,402	1,032,501	32.2%
8CKT	Telephone / Fax - Communications	17,721,806	3,785,997	304,650	1,674,993	451,927	2,209,989	652,779	1,822,491	35.8%
8CMG	General - Materials	4,736	-	36,500	-	20,889	-	6,700	-	
8CMO	Office - Materials	17,111	625,000	128,889	-	115,141	-	70,597	50,001	141.2%
8CNO	Office Rental	8,467,239	6,306,000	5,780,932	7,622,781	7,472,646	3,574,989	6,405,679	4,287,483	149.4%

8COI	Incidentals	4,022,278	1,773,856	1,376,028	5,160,548	490,198	506,853	2,834,399	203,355	1393.8 %
8COO	International Organisation Fees	51,090,115	70,000,000	52,668,874	30,000,000	31,743,000	30,000,000	30,000,000	30,000,000	100.0%
8COP	Official Entertainment	456,931	619,500	570,752	297,498	756,707	297,498	394,742	422,499	93.4%
8COS	Insurance	842,450	-	828,861	-	815,274	-	93,435	-	
8COT	Termination Payment	4,500,000	-	(508,249)	-	4,783,954	-	(314,433)	-	
8COU	Uniforms	107,378	-							
8CPE	Fees - Scholarships	12,000	-							
8CRB	Buildings Repairs & Maintenance	1,235,591	24,999	693,738	1,224,999	215,083	-	339,047	274,998	123.3%
8CRE	Equipment Repairs & Maintenance	69,956	287,499	396,821	187,500	80,085	75,000	459,566	99,999	459.6%
8CRH	Houses Repairs & Maintenance							45,000	-	
8CRM	Maintenance Contrac			431,308	-	12,502	-	57,950	-	
8CRV	Vehicles Repairs & Maintenance	845,829	792,500	1,072,223	543,456	533,789	635,000	794,511	1,054,134	75.4%
8CSF	Food - Suppliers	75,507	-	-	-					
8CSR	Rations Suppliers	196,022	-	(56,036)	-					
8CTI	International Travel	5,594,876	8,885,783	727,135	5,474,979	3,324,255	3,630,252	3,728,889	2,855,778	130.6%
8CTL	Local Travel	72,778	92,294	514,138	432,291	416,232	1,064,493	98,864	1,104,789	8.9%
8CUC	Gas - Cooking Utilities							-	62,502	0.0%
8CUE	Electricity Utilities	676,989	899,997	12,414	-	-	1,274,997	(90,088)	1,909,989	-4.7%
8CUW	Water Utilities					-	-	-	265,000	0.0%
8CZV	Value Added Tax	1,648,246	149,997	1,190,475	110,013	613,559	49,998	1,075,657	49,998	2151.4 %
8DAI	International Organisation s	-	782,052	3,107,312	3,128,225	10,765,383	-	6,828,000	-	
8DGF	Fee Supplement Grant			-	-					
8DGO	Operating Grant			4,571,843	-	10,550,000	624,996	10,253,870	-	
8DGS	Stationery Grant	12,000	-							
8EEA	Equipment - Additional General	-	25,000	-	2,524,999	403,263	24,999	46,083	24,999	184.3%
8EEC	Equipment - Computer	7,111	-	332,267	646,251	27,398	96,251	10,431	96,252	10.8%
8EEH	Equipment - Heavy Equipment					-	-			
8EER	Equipment - Replacement General					98,356	-	76,522	-	
8EFO	Furniture - Office Furniture			112,000	482,460	1,597,423	95,001	33,047	99,999	33.0%
8FCB	Bank Charges	35,000	-	52,500	-	53,750	-	7,800	-	
OVER	Overhead expenses	-	7,672,452	-	-	-	800,000	-	1,800,000	0.0%
	Operating Expenses	101,256,184	109,770,780	80,488,273	62,630,369	82,965,590	48,380,870	71,008,759	51,102,325	139.0%

Source: Department of Finance & Treasury

Unbudgeted Items

Total expenses of unbudgeted items in the first quarter of 2018 was VT 28.4 million. This is about VT12.2 million less than in 2017 in the same period. Major unbudgeted expenses items were from operating grant which was 10.3 million, international organisation VT 6.8 million, incidentals VT 2.6 million, office rental VT 2.1 million, subsistence allowance VT 1.6 million, local medical treatment VT 1.5 million, VAT VT 1 million and international travel VT 873,111.

Local medical treatment, general materials, insurance, maintenance contract and bank charges have no allocated budget year after year but still have expenses against them.

Underspent Items

Total underspent in the first quarter of 2018 was VT 6.7 million. This is about VT 1.5 million more than in 2017 in the same period. Major underspent expenses items were electricity VT 2 million, telephone VT 1.2 million, local travel VT 1 million and stationaries VT 700,099.

Vehicle fuel, stationary and telephone chart of accounts continue to underspent since 2015.

The Ministry needs to budget according to expenditure trend.

Figure 7: Operation over spent chart of accounts

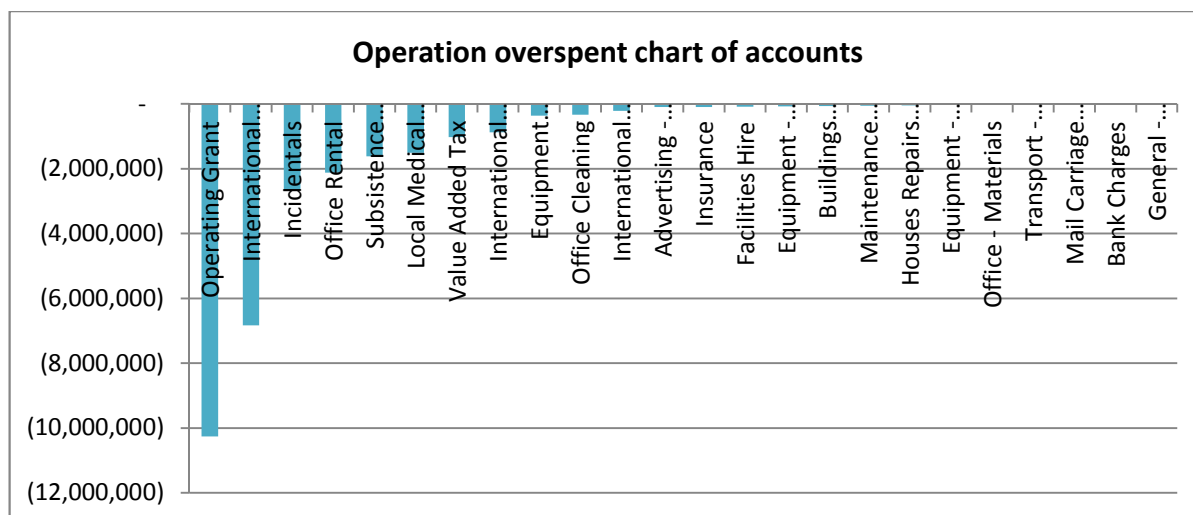
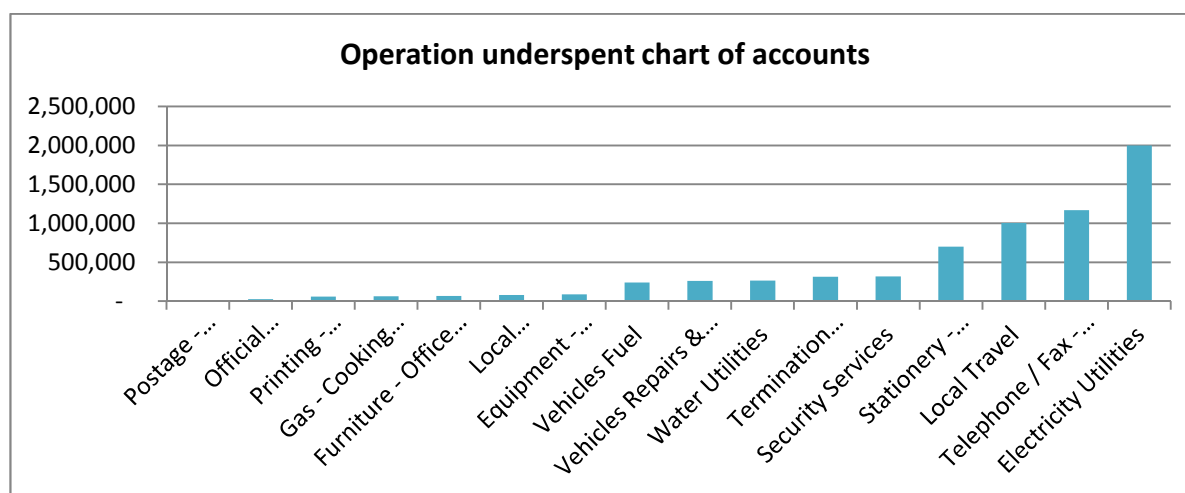


Figure 8: Operation under spent chart of accounts



REVENUE PLANNING AND MANAGEMENT

The Ministry collected no revenue in the first quarter of 2018 compared to VT 595,222 in the same period last year, 2017.

Table 4: Revenue 2015-2018

Year	Revenue	Budget	Over/(Under)	Cash Received
2018	-	1,249,995	- 1,249,995	0
2017	595,222	17,624,928	- 17,029,706	595,222
2016	2,839,032	50,249,799	- 47,410,767	2,839,032
2015	2,057,069	44,132,547	(42,075,478)	1,102,079

Source: Department of Finance & Treasury

MFAICET's annual revenue target is VT 5 million.

ASSET MANAGEMENT

The Ministry had spent within its asset budget in the first quarter, spending 75.1 percent of its asset budget.

VIREMENT

There was a total of 6 virements processed in the first quarter of 2018 with a value of VT 55.8 million compared to 1 virement with a value of VT1 million in the same period in 2017.

Table 5: Virements

Vired Out				Vired In				Amount
Fund	Department	Activity	Account	Fund	Department	Activity	Account	
2	41AA	MOAA	OVER	2	44DD	MOBA	OVER	3,754,590
2	41AB	MOAA	OVER	2	44CC	MOBA	OVER	7,000,000
2	44DF	MOBA	PAYR	2	44BI	MOBA	OVER	4,000,000
2	44DF	MOBA	PAYR	2	44BH	MOBA	OVER	4,000,000
2	44DF	MOBA	PAYR	2	44BH	MOBA	PAYR	14,500,000
2	44DF	MOBA	PAYR	2	44BI	MOBA	PAYR	22,500,000

Source: Department of Finance & Treasury

Graphs below showing number and value of virement in 2018 in the first quarter of the year and the in past three years in the same period.

Figure 9: Number of Virements 2015-2018

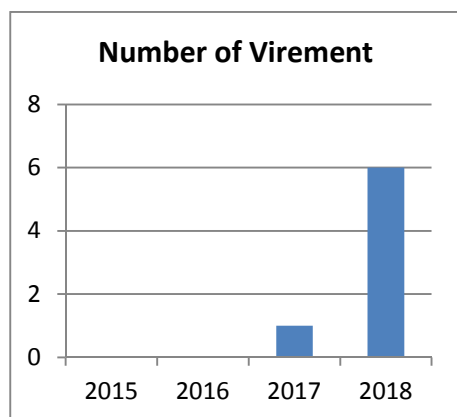
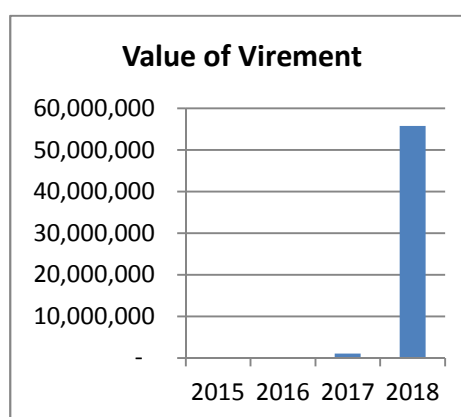


Figure 10: Value of Virements 2015-2018



IMPREST MANAGEMENT

At the end of the first quarter of 2018, the Ministry had a total of VT 2,9,24,145 outstanding imprest to reitre.

Table 6: Outstanding Imprests as of the first quarter of 2018.

Department / Section	Amount Advanced	Amount Paid	Amount Outstanding
Cabinet & DG's Office	702,645	390,000	312,645
Foreign Affairs	2,483,500	-	2,483,500
External Trade	128,000	-	128,000
Total	3,314,145	390,000	2,924,145

Source: Department of Finance & Treasury