



ECONOMIC UPDATE

PRESENTATION OUTLINE



COUNTRY PROFILE



FIJIAN ECONOMY PRE-COVID-19



IMPACT OF COVID-19 ON THE FIJIAN ECONOMY



ROADMAP TO RECOVERY FROM COVID-19



REPERCUSSIONS OF RUSSIA-UKRAINE CONFLICT



CURRENT ECONOMIC UPDATE

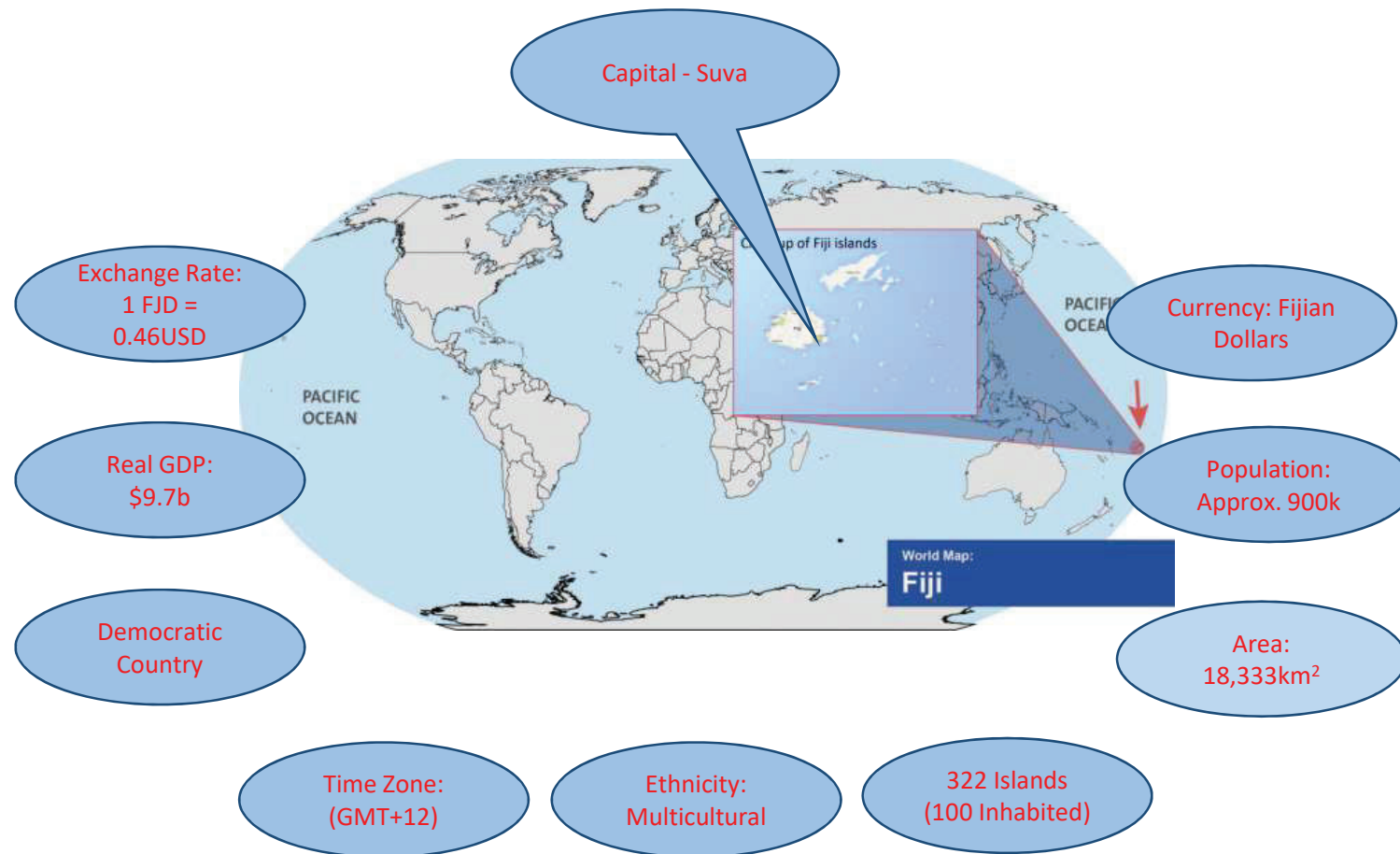


WAY FORWARD



QUESTIONS AND ANSWERS

FIJI TO THE WORLD

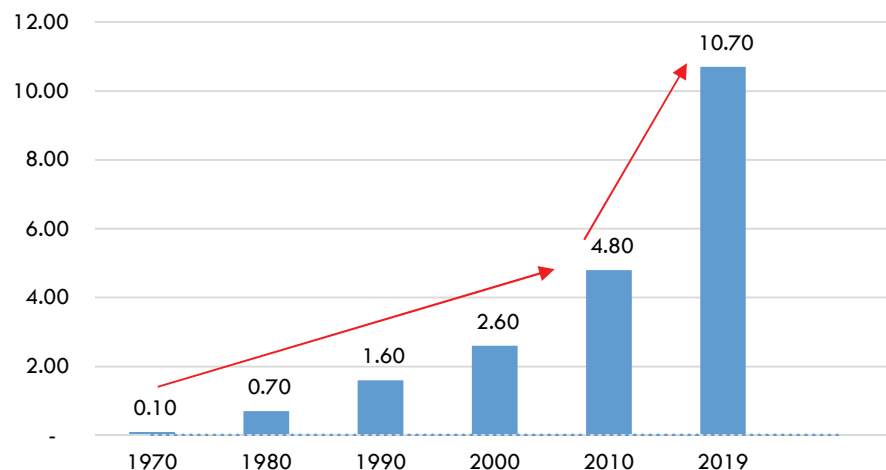


FIJIAN ECONOMY PRE-COVID-19

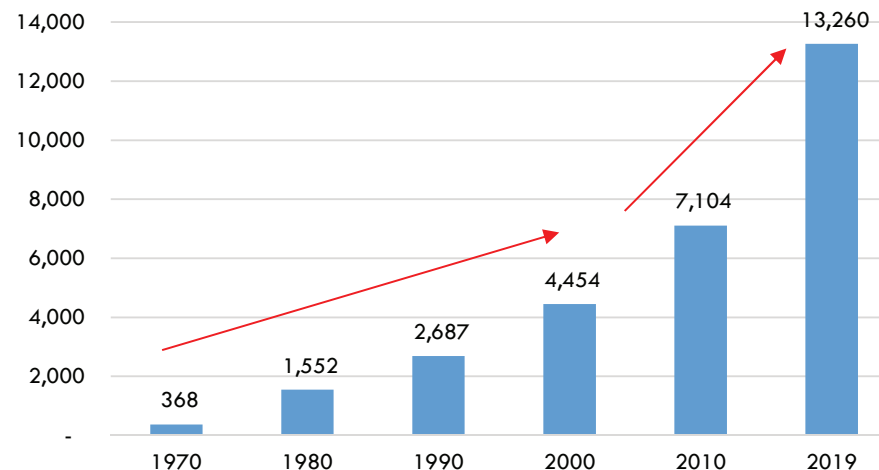


DECADE OF ECONOMIC GROWTH (2019)

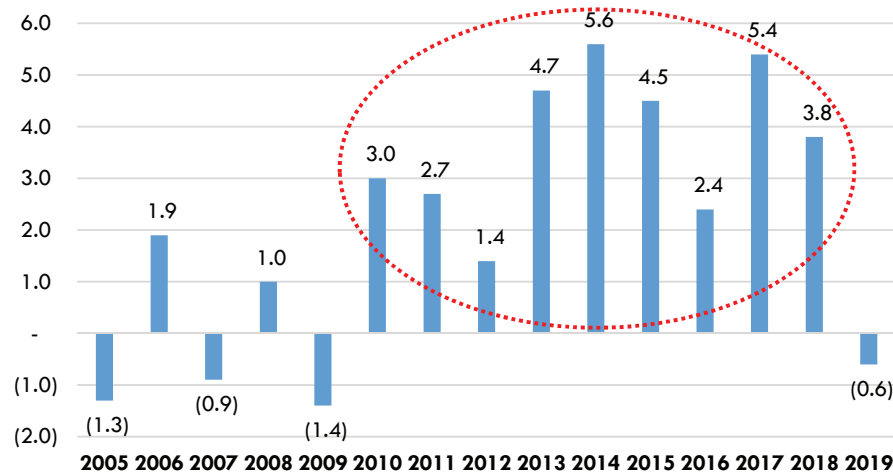
Real GDP (FJD billion)



Nominal GDP Per Capita (FJD)



Growth Rate (%)



Unemployment: 4.5%



Foreign Reserves: \$1.9b



Tourist Arrivals: 894,389

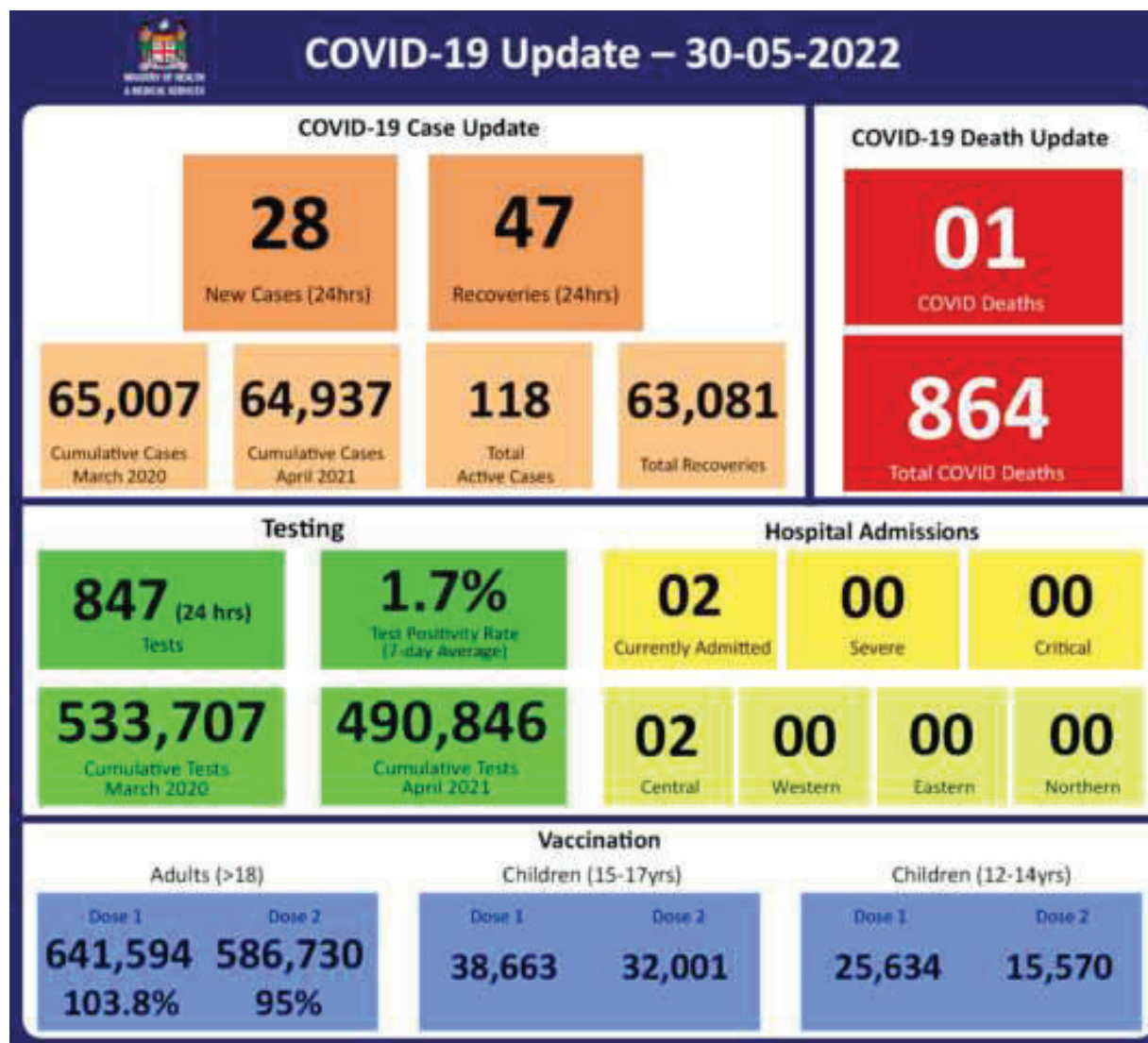


Debt to GDP: 47.1%

IMPACT OF COVID-19 ON THE FIJIAN ECONOMY



FIJI'S COVID-19 UPDATE



IMPACT OF COVID-19

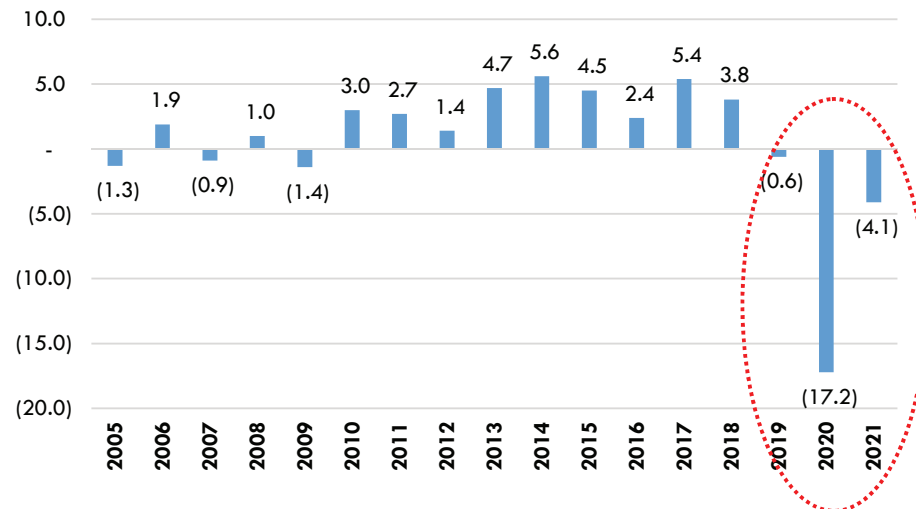


Government Revenue:
2018/19: 3,181.1m
2019/20: 2,716.7m



Economic Contraction:
17.2%

Growth Rate (%)



Job Losses/Reduced Hours:
Over 100k Fijians



Tourist Arrivals:
2019: 894,389
2020: 168,000

Tourism Industry to GDP:
40%



Government Debt:
2018/19: 5,735.2m (48.7%)
2019/20: 6,686.0m (61.8%)



Grounding of National Flyer

EXTRAORDINARY MEASURES FOR UNPRECEDENTED EVENT

COVID-19 RESPONSE BUDGET



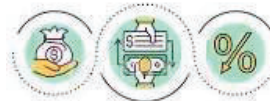
BUDGET SUPPORT



CONCESSIONAL LOAN



DIVESTMENT PROCEEDS



Economic Stimulus

\$1 BILLION ECONOMIC STIMULUS

Concessional loan and grants to MSMEs

Increased Budget Allocation For Health

Unemployment assistance through FNNP

Repayment holidays (residential & commercial)

Tariff and tax cuts (1,600 items)

Agricultural Response Package

OTHER MEASURES

Effective vaccination rollout

Stringent border control

Advocating COVID safe protocols

Ease of doing business (business licences)

Increased digitization (payment through e-platform)

REPERCUSSIONS OF RUSSIA- UKRAINE CONFLICT



RUSSIA & UKRAINE CONFLICT



**INCREASING COMMODITY
PRICES**



INFLATION RATES:

2019: -0.9%

2021: 3.0%

2022e: 5.0%



FUEL



FLOUR



TRANSPORTATION



**OVERALL COST
OF LIVING**

FIJIAN GOVERNMENT SUPPLEMENTARY 2021-2022 BUDGET INITIATIVES

Zero VAT on
basic food
items

Removal of
duty on fuel

Review of
National
Minimum
Wage

Other tax
incentives to
encourage
investment

FIJIAN ECONOMY OUTLOOK



FIJIAN ECONOMY – OUTLOOK



Government Revenue:
2020/21: 2,143.0m
2021/22f: 2,253.1bm

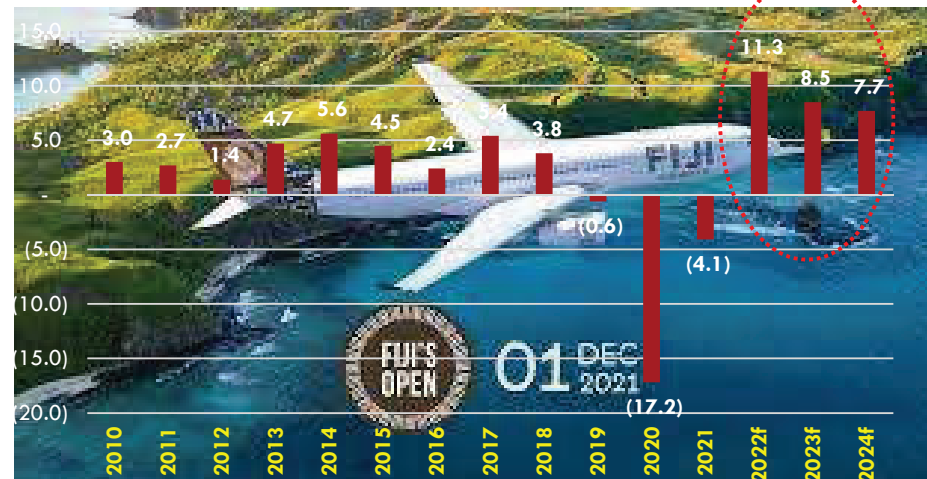


Economic Growth (f):
11.3%



GDP at Market Prices:
2021/22f: 10,302.6m

Growth Rate (%)



Tourist Arrivals:
2020: 164,905
2021: 31,618
2022f: 447,195



Government Debt:
2020/21: 7,663.7m (79%)
2021/22f: 9,125.7m (88.6%)



Foreign Reserve:
3,052.0m

WAY FORWARD



WAY FORWARD

Rebuild the
economy

Recovery of
tourism
industry

Confidence
building

Private sector
led growth

Macro-
economic
stability

Sustainable
development



Equality

Regulatory
reforms

Tax reforms

Divestment
opportunities

Economic
diversification

Fiscal
Consolidation
and debt
structuring



THANK YOU
VINAKA VAKALEVU

