4.3 Administered - Payables

Accounting Policy

Financial liabilities are classified either at fair value through profit or loss, or as other financial liabilities. Financial liabilities are recognised and derecognised upon 'Trade Date'.

Financial liabilities at fair value through profit or loss include multilateral grants payable and multilateral contributions payable. Financial liabilities at fair value through profit or loss are initially measured at fair value. Subsequent fair value adjustments are recognised in profit or loss.

Other financial liabilities include trade creditors and accruals and are initially measured at fair value, net of transaction costs. These liabilities are subsequently measured at amortised cost using the effective interest method, with interest expense recognised on an effective yield basis.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments through the expected life of the financial liability, or, where appropriate, a shorter period.

	2018	2017
	$'000	$'000
Note 4.3A: Grants		
Multilateral grants payable - fair value through profit and loss	**980,661**	1,071,059
Total grants	**980,661**	1,071,059

	2018	2017
	$'000	$'000
Note 4.3B: Other Payables		
Multilateral contributions - fair value through profit and loss	**702,157**	893,229
International development assistance	**187,438**	233,857
Total other payables	**889,595**	1,127,086