

Market Announcement

7th Novemeber 2016

FHL Group records profit of over \$6 million in first Quarter

Fijian Holdings Group has recorded a growth in profit after tax of 12% for the three months ending 30th September, 2016. The Group's post-tax profit for three months stood at \$6.2m compared to \$5.5m achieved in the same period last year.

In making the announcement, FHL Group Chairman Iowane Naiveli said that Group Companies are continuing with strong performance as reported in the last financial year. He further added that the Companies performed well due to a conducive economic environment. Mr. Naiveli is confident that the Group performance is on track to meet the budgeted target for the financial year 2016/2017.

Group revenue has increased by 9% compared to September 2015 results. The cash position for the Group has significantly improved in comparison to the 2015 results due to strong performance by subsidiaries in the last financial year. In consistency with last audited accounts, the "held to maturity assets" for group accounts have been reclassified to "Loans, advance and receivables". Moreover, the increase in available-for-sale assets is due to year-end revaluation of investments when compared to the same period last financial year.

As at 30 September 2016, Group assets stands at \$481m while shareholders' funds has reached \$224m.



Chairman




Company Secretary



FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOMES
FOR THREE MONTHS ENDED 30 SEPTEMBER 2016

	GROUP		
	Sep-16	Jun-16	Sep-15
	\$'000	Audited \$'000	\$'000
Revenue			
Operating revenue	80,874	293,552	74,459
Other income	848	5,203	380
	<u>81,722</u>	<u>298,755</u>	<u>74,840</u>
Expenses			
Cost of goods sold	53,930	168,725	48,209
Staff costs	2,456	27,584	2,085
Depreciation and amortisation costs	2,943	10,894	3,155
Provision for diminution in value of investment	-	1,148	-
Impairment loss - plant and equipment	-	2,158	-
Provision for doubtful debts	297	2,486	1,404
Impairment loss - goodwill	-	-	-
Operating expenses	11,774	44,662	10,700
	<u>71,400</u>	<u>257,657</u>	<u>65,553</u>
Operating profit	10,323	41,098	9,287
Finance income	111	521	108
Finance costs	2,233	10,251	2,142
Net finance cost	<u>(2,122)</u>	<u>(9,730)</u>	<u>(2,034)</u>
Share of profit in associates	-	1,485	-
Profit before tax	8,201	32,853	7,253
(Loss)/gain from discontinued operations	-	(3,372)	-
Income tax (expense)/benefit	(2,028)	(6,973)	(1,725)
Profit for the year after tax	<u>6,173</u>	<u>22,508</u>	<u>5,528</u>


Chairperson

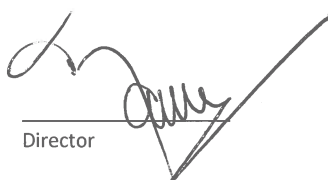

Director

FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES
CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2016

	GROUP		
	Jun-16		
	Sep-16	Audited	Sep-15
	\$'000	\$'000	\$'000
ASSETS			
Current assets			
Cash and cash equivalents	20,534	24,827	6,002
Held-to-maturity investments	-	-	10,291
Loans, advances and receivables	79,998	88,543	78,227
Available-for-sale financial assets	5,983	9,263	-
Current tax asset	-	-	-
Inventories	28,496	30,515	32,712
Assets held for sale	-	1,416	20,473
	<u>135,011</u>	<u>154,564</u>	<u>147,704</u>
Non-current assets			
Held-to-maturity investments	-	-	9,501
Loans, advances and receivables	89,949	71,389	62,562
Available-for-sale financial assets	31,960	29,599	19,877
Contract costs	-	325	2,080
Investment in associates	18,962	18,962	19,427
Investment properties	10,720	10,720	8,894
Property, plant & equipment	129,867	124,259	125,363
Deferred tax assets	2,932	2,932	3,826
Intangible assets	61,523	62,296	62,209
	<u>345,913</u>	<u>320,482</u>	<u>313,738</u>
Total assets	<u>480,924</u>	<u>475,046</u>	<u>461,443</u>
LIABILITIES			
Current liabilities			
Payables	29,468	35,567	29,365
Borrowings	121,067	122,172	121,594
Dividend payable	-	747	1,175
Employee entitlements	1,438	1,545	1,563
Current tax liability	2,400	952	205
Liabilities held for sale	-	-	6,875
	<u>154,373</u>	<u>160,983</u>	<u>160,776</u>
Non-current liabilities			
Employee entitlements	552	497	165
Payables	380	649	-
Borrowings	96,464	89,670	85,086
Deferred tax liabilities	5,314	5,314	5,604
	<u>102,710</u>	<u>96,130</u>	<u>90,855</u>
Total Liabilities	<u>257,084</u>	<u>257,113</u>	<u>251,631</u>
Net Assets	<u>223,840</u>	<u>217,933</u>	<u>209,812</u>
SHAREHOLDERS' EQUITY			
Share capital	30,465	30,465	30,465
Reserves	20,824	20,824	13,952
Retained earnings	127,758	119,554	117,571
Shareholders equity attributable to members of the holding company	<u>179,047</u>	<u>170,843</u>	<u>161,988</u>
Minority shareholders' interest	44,793	47,090	47,824
Total shareholders' equity	<u>223,840</u>	<u>217,933</u>	<u>209,812</u>




Chairperson




Director

FIJIAN HOLDINGS LIMITED
STATEMENT CASH FLOWS
FOR THREE MONTHS ENDED 30 SEPTEMBER 2016

	GROUP		
	Jun-16		
	Sep-16	Audited	Sep-15
	\$'000	\$'000	\$'000
Cash flows from operating activities:			
Cash receipts from customers	91,797	294,425	85,618
Cash paid to suppliers and employees	(72,457)	(247,172)	(70,457)
Cash generated from/(used in) operating activities	19,340	47,253	15,161
Dividends received	528	2,993	456
Management fees received	-	-	-
Management fees paid	(1,226)	(1,638)	(925)
Net customer loans granted	(7,915)	(29,515)	(11,917)
Net increase/ (decrease) in deposits	6,875	27,117	7,113
Interest received	4,137	20,570	3,530
Other income received	-	-	-
Interest paid	(1,250)	(8,352)	(876)
Income tax refunds	-	311	-
Income taxes paid	(1,118)	(5,994)	(2,557)
Net cash from operating activities	19,370	52,745	9,985
Cash flows from investing activities:			
Acquisition of property, plant and equipment	(7,560)	(11,472)	(2,632)
Acquisition of contract cost	-	(333)	-
Acquisition of investment property	-	(3,573)	-
Investment in held-to-maturity assets	-	-	-
Investment in available-for-sale financial assets	-	(100)	-
Deposit paid	(7,279)	(4,548)	(2,923)
Proceeds from disposal of available-for-sale financial assets	5,000	11	-
Proceeds from disposal of property, plant and equipment and assets held for sale	-	1,360	31
Proceeds from held-to-maturity investment	-	-	(750)
Acquisition of intangible assets	-	(172)	-
Disposal of discontinued operation, net of cash disposed off	-	12,978	-
Net advances (to)/from subsidiaries	-	-	-
Net cash (used in)/from investing activities	(9,839)	(5,849)	(6,274)
Cash flows from financing activities:			
Dividends paid to shareholders	-	(7,007)	-
(Payments)/ proceeds from sale of investment securities	-	2,001	-
Proceeds from issue of shares	-	330	-
Dividends paid to non-controlling interests	(1,766)	(9,476)	(1,605)
Net movement in loan	(10,740)	(13,157)	(6,076)
Net Cash used in Financing activities	(12,506)	(27,309)	(7,681)
Net decrease in cash and cash equivalents	(2,975)	19,587	(3,970)
Cash and cash equivalents at the beginning of the period	8,502	(10,027)	(10,027)
Effect of exchange rate changes on cash	(85)	(1,058)	(30)
Cash and cash equivalents at the end of the period	5,443	8,502	(14,027)


 Chairperson


 Director