



Press Release

For Immediate Release

2nd February 2018

FHL pre-tax profit grows 8%

Fijian Holdings Group has recorded an 8% growth for 6 months ending 31 December 2017. The Group recorded a pre-tax profit of \$20.91 million for the 6 months compared to \$19.35 million in the same period last year.

Group after-tax profits for the 6 months stood at \$12.97 million compared to \$10.80 million achieved in the same period last year.

In making the announcement, FHL Group Chairman Adrian Sofield says that “Group companies have performed well in the challenging business environment; bringing in innovative business strategies and maintaining customer focus to generate greater revenue for their respective companies”.

Group Revenue reach \$167.03 million for the said 6 months compared to previous period where revenue recorded was \$164.26 million.

Group Chief Executive, Nouzab Fareed commented that strategies put in place by the board and the management of the group to manage the highly competitive business environment is effective and reflects through the growth of revenue and profits in financial performance of the group. He added further that the group revenue increase is largely attributable to performance of Basic Industries Ltd, South Seas Ltd, Fiji TV and Life Cinema. The management also sees opportunities for Pacific Cement and RBG to improve further.

As at 31st December 2017, Group assets stands at \$523 million while the Shareholders funds has reached \$259 million.

----- E N D -----

Authorized Signature

Authorized Signature



For further information, please contact Ms. Mereoni Matavou on 3305017 or Mereoni.Matavou@fijianholdings.com.fj

**FIJIAN HOLDINGS LIMITED
AND SUBSIDIARY COMPANIES
SPECIAL PURPOSE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2017**

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FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES**STATEMENT BY DIRECTORS**

In the opinion of the directors of Fijian Holdings Limited ("the Company"):

1. The special purpose half year consolidated financial statements and notes set out on pages 3 to 7, are drawn up in accordance with the basis of preparation set out in Note 2 so as to present fairly, in all material respects, the financial position of the Group as at 31 December 2017 and its performance and cash flows for the six month period then ended.
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

For and on behalf of the Board of Directors by authority of a resolution of the Directors.

Dated this 1st day of February 2018.


.....
Director


.....
Director



INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF FIJIAN HOLDINGS LIMITED

We have reviewed the accompanying special purpose consolidated half year financial statements of Fijian Holdings Limited ('the Company') and its subsidiary companies ('the Group') comprising the consolidated statement of assets, liabilities and shareholders' equity as at 31 December 2017 and the related consolidated statement of profit and loss, and consolidated statement of cash flows for the six month period then ended and accompanying notes 1 to 5.

Management and directors of the Company are responsible for the preparation and presentation of these special purpose consolidated half year financial statements in accordance with the basis of preparation as set out in Note 2. Our responsibility is to express a conclusion on these special purpose consolidated half year financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity* in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the special purpose consolidated half year financial statements as at and for the six months period ended 31 December 2017 are not prepared in all material aspects, in accordance with the basis of preparation set out in Note 2.

A review of financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying special purpose consolidated half year financial statements are not prepared, in all material respects, in accordance with the basis of preparation set out in Note 2.

Other Matter

Without modifying our opinion, we draw attention to Note 2 to the special purpose consolidated half year financial statements, which describes the basis of accounting. The special purpose consolidated half year financial statements have been prepared for the purpose of complying with the requirements of the South Pacific Stock Exchange Listing Rules 2010 and as a result, may not be suitable for another purpose.


1 February, 2018
Suva, Fiji

KPMG
KPMG
Chartered Accountants

FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES
STATEMENT OF PROFIT AND LOSS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2017

	Consolidated		
	Current half year F\$000 (Reviewed) 31/12/2017	Increase/ (Decrease) %	Previous corresponding half year F\$000 Restated (Reviewed) 31/12/2016¹
OPERATING REVENUE			
Sales Revenue	162,789	1.58%	160,263
Other Income	4,250		4,003
Total Operating Revenue	167,039		164,266
Net Profit before Tax – continuing operations	20,914	8.04%	19,358
Income Tax Expense	3,569		3,659
Net Profit after Tax – continuing operations	17,345		15,699
Profit from discontinued operations, net of tax	-		-
Net Profit after Tax	17,345		15,699
Non-controlling interests	4,374		4,897
Net Profit after Tax Attributable to Members of the Company	12,971	20.08%	10,802
Retained Profit at Beginning of Period	146,728		132,177
Total available for appropriation	159,699		142,979
Ordinary dividend	3,717		3,655
Retained Profit at End of Period	155,982	11.96%	139,324
Other Comprehensive Income			
Movement in foreign currency translation and fair value reserve	1,449		334
Total Comprehensive Income	14,420		11,136
Earnings per Share			
Basic and diluted earnings per share (cents)	0.43		0.35
Basic and diluted earnings per share (cents) – continuing operations	0.43		0.35

¹ See note 2


 Director


 Director

FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES
STATEMENT OF ASSETS, LIABILITIES AND SHAREHOLDERS' EQUITY
AS AT 31 DECEMBER 2017

	Consolidated	
	Current year as at 31/12/2017 F\$000 (Reviewed)	As at 30/06/2017 F\$000 (Audited)
ASSETS		
Cash and cash equivalents	16,910	21,027
Inventories	32,350	34,791
Available-for-sale financial assets	37,986	45,163
Investment in associates	21,723	20,161
Loans, advances and receivables	161,014	160,004
Contract costs	213	257
Assets held for sale	1,416	1,416
Investment properties	38,862	36,739
Property, plant & equipment	147,072	138,071
Intangible assets	61,927	62,296
Deferred tax assets	3,837	5,139
Total assets	523,310	525,064
LIABILITIES		
Payables	41,219	35,584
Dividend payable	2,402	1,668
Employee entitlements	1,246	1,470
Borrowings	207,581	225,619
Current tax liability	2,281	392
Deferred tax liabilities	8,655	9,958
Total liabilities	263,384	274,691
Net assets	259,926	250,373
SHAREHOLDERS EQUITY		
Share capital	30,465	30,465
Reserves	24,645	24,998
Retained earnings	155,982	146,728
Attributable to members of the holding company	211,092	202,191
Non-controlling interest	48,834	48,182
Total shareholders' equity	259,926	250,373



 Director



 Director

The notes on pages 6 to 7 are an integral part of these special purpose consolidated half year financial statements.

FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES
STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2017

	Note	Consolidated	
		Current half year F\$000 (Reviewed) 31/12/2017	Previous corresponding half year F\$000 (Reviewed) 31/12/2016
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from trading activities		160,132	180,321
Cash payments		(149,822)	(167,033)
Interest received		692	460
Dividend received		1,770	1,685
Interest paid		(2,372)	(1,970)
Income tax paid		(1,675)	(3,184)
Net Cash Inflow from Operating Activities		8,725	10,279
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property, plant and equipment and investment properties		(16,959)	(11,361)
Acquisition of intangible assets		(57)	(2)
Proceeds from sale of fixed assets		28	50
Acquisition of investment		(2,882)	(2)
Proceed from sale of investment		9,252	6,569
Net Cash Outflow from Investing Activities		(10,618)	(4,746)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(6,421)	(9,184)
Repayment of secured loan		(6,090)	(7,921)
Proceeds from borrowings		11,209	4,035
Net Cash Outflow from Financing Activities		(1,302)	(13,070)
NET DECREASE IN CASH HELD		(3,195)	(7,537)
Effect of exchange rate changes on cash		(1)	(59)
Cash at beginning of period		4,022	8,502
Cash at end of period	4	826	906


 Director


 Director

The notes on pages 6 to 7 are an integral part of these special purpose consolidated half year financial statements.

**FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES
NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2017**

1. GENERAL INFORMATION

Fijian Holdings Limited (“the Company”) is incorporated and domiciled in Fiji and its registered office and principal place of business is located at 7th Floor, Ra Marama House, 91 Gordon Street, Suva, Fiji.

The special purpose consolidated half year financial statements as at and for the six months ended 31 December 2017 comprise the Company and its subsidiaries (together referred to as “the group” and individually as “group entities”) and the group’s interest in associates.

The principal activity of the Company is investment. The principal activities of the Group are the production and sale of cement, concrete and concrete products, investment and rental of property, fund management, stock broking, asset, trade and loan financing and acceptance of term deposits, provision of sea transportation services and boat charters, cruise ship operations, commercial free to air broadcasting services, selling and servicing of radio, television and communications, retailing and wholesaling of general merchandise, and owners and administrators of properties.

The Company is listed on the South Pacific Stock Exchange.

2. BASIS OF PREPARATION

The special purpose consolidated half year financial statements have been prepared in accordance with the recognition, measurement and classification requirements of all applicable International Financial Reporting Standards and the requirements of the South Pacific Stock Exchange Listing Rules 2010. The special purpose consolidated half year financial statements include only the disclosures considered necessary by the directors to meet the needs of the members.

Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last annual consolidated financial statements for the year ended 30 June 2017. The special purpose consolidated half year financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated annual financial statements of the Group for the year ended 30 June 2017.

These special purpose consolidated half year financial statements were approved by the Board of Directors on 1 February 2018.

Restatement

The Group re-assessed its accounting for investment properties during 2017. The Group has previously recognised investment properties using the cost model, whereby, after initial recognition of the asset classified as investment properties, the asset was carried at cost less accumulated depreciation and accumulated impairment losses. During 2017, the Group voluntarily changed the method of accounting for investment properties as management believes that the revaluation model more effectively demonstrates the financial position of investment properties and is more aligned to practices where the properties are held to earn rentals. In addition, the activity in the property markets in which these assets are located provides observable market data on which reliable fair value estimates may be derived. After initial recognition, the Group now uses the revaluation model, whereby investment properties will be measured at fair value at the date of the revaluation. The Group applied the revaluation model retrospectively. The effect of this change has resulted in an increase of \$12,623,000 to retained profit as at 1 July 2016.

**FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES
NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2017**

2. BASIS OF PREPARATION (continued)

Change in presentation

The Directors re-assessed the presentation of statements of financial position for the Group. The Group has previously presented the statements of financial position using the current and non-current classifications. The Directors voluntarily changed the presentation of statements of financial position showing assets and liabilities in their order of liquidity as Directors believe that this presentation provides reliable and more relevant information than separate current and non-current classifications. The change in presentation has been applied retrospectively.

Use of judgments and estimates

Preparing interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these special purpose financial statements, the significant judgements made by management in applying the Group's accounting policies and key sources of estimation uncertainty were the same as those applied to the consolidated financial statements for the year ended 30 June 2017.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies applied by the Group in the special purpose consolidated half year financial statements are the same as those applied by the Group in its consolidated financial statements for the year ended 30 June 2017.

4. CASH AND CASH EQUIVALENTS

For the purposes of the cash flow statements, cash and cash equivalents comprise the following:

	Consolidated	
	Current half year F\$000 (Reviewed) 31/12/2017	Previous corresponding half year F\$000 (Reviewed) 31/12/2016
Cash and cash equivalents	16,910	19,753
Bank overdraft	(16,084)	(18,847)
	826	906

5. SUBSEQUENT EVENTS

No matters or circumstances have arisen since the end of the period which significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial periods.