

Press Release

For Market Release

8 November 2019

## FHL Group records pre-tax profit of over \$10.7 million in first Quarter

Fijian Holdings Group has recorded a growth in pre-tax profit of 2% for the three months ending 30th September, 2019.

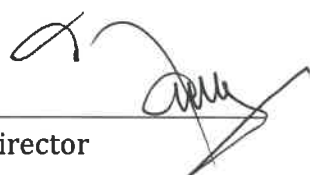
The Group's pre-tax profit for three months stood at \$10.7m compared to \$10.5m achieved in the same period last year.

In making the announcement, FHL Group Chairman Adrian Sofield said that the group is heading in the right direction despite the challenges faced. The Group continues to look for opportunities to increase and diversify its portfolio to increase shareholder value. Mr Sofield is confident that FHL Group will finish the first half of the year on high a note.

Group revenue has increased by 3% compared to September 2018 results. This has been due to the result of good performances by Group Companies, mainly RB Group, Merchant Finance and Basic Industries.

As at 30 September 2019, shareholders' funds have reached \$315m compared to \$287m for the same period last year.

..... End .....



Director



Director/Company Secretary



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**FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES**  
**UNAUDITED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR 3 MONTHS ENDED 30 SEPTEMBER 2019**

	Sep-19 \$'000	Sep-18 \$'000	Jun-19 Audited \$'000
<b>Revenue</b>			
Operating revenue	86,023	83,744	325,584
Other income	1,256	1,017	5,174
	<u>87,279</u>	<u>84,761</u>	<u>330,758</u>
<b>Expenses</b>			
Cost of goods sold	53,802	53,151	188,493
Staff costs	3,859	3,567	30,076
Depreciation and amortisation costs	4,626	4,239	15,656
Impairment loss - plant and equipment	-	400	-
Provision for doubtful debts	452	547	3,438
Operating expenses	11,853	11,085	48,184
	<u>74,592</u>	<u>72,989</u>	<u>285,847</u>
Operating profit	<u>12,687</u>	<u>11,772</u>	<u>44,911</u>
Finance income	52	10	552
Finance costs	2,015	1,228	5,158
Net finance cost	<u>(1,963)</u>	<u>(1,218)</u>	<u>(4,606)</u>
Share of profit in associates	-	-	5,136
Profit before tax	<u>10,724</u>	<u>10,554</u>	<u>45,441</u>
Income tax expense	<u>(3,682)</u>	<u>(3,678)</u>	<u>(8,755)</u>
Profit for the year after tax	<u>7,042</u>	<u>6,877</u>	<u>36,686</u>

Director

Director/Company Secretary

**FIJIAN HOLDINGS LIMITED AND SUBSIDIARY COMPANIES**  
**CONSOLIDATED UNAUDITED BALANCE SHEET**  
**AS AT 30 SEPTEMBER 2019**

<b>ASSETS</b>	<b>Sep-19</b>	<b>Jun-19 Audited</b>	<b>Sep-18</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Cash and cash equivalents	16,862	20,038	11,936
Available-for-sale financial assets	42,926	40,308	51,003
Investment in associates	31,695	30,784	28,832
Loans, advances and receivables	207,582	203,268	172,858
Inventories	44,777	42,301	39,738
Current tax asset	110	1,109	-
Contract costs	-	-	169
Assets held for sale	-	-	421
Investment properties	56,489	53,954	47,735
Property, plant & equipment	164,256	159,490	145,144
Rights of Use Assets	15,235	16,925	14,403
Intangible assets	58,642	61,450	59,346
Other Assets	5,765	4,765	4,623
Deferred tax assets	6,568	6,568	4,505
<b>Total assets</b>	<b>650,907</b>	<b>640,960</b>	<b>580,712</b>
<b>LIABILITIES</b>			
Payables	34,256	27,237	43,024
Contract Liabilities	-	5,829	8,905
Dividend payable	2,540	4,045	277
Employee entitlements	2,514	1,919	1,230
Lease Liability	16,361	17,866	13,944
Current tax liability	2,507	-	1,863
Borrowings	261,562	258,940	214,647
Deferred tax liabilities	16,524	15,141	9,910
<b>Total Liabilities</b>	<b>336,264</b>	<b>330,977</b>	<b>293,799</b>
<b>Net Assets</b>	<b>314,643</b>	<b>309,983</b>	<b>286,913</b>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital	30,465	30,465	30,465
Reserves	39,125	38,667	32,143
Retained earnings	188,467	184,879	172,590
Shareholders equity attributable to members of the holding company	258,057	254,011	235,198
Minority shareholders' interest	56,586	55,972	51,715
<b>Total shareholders' equity</b>	<b>314,643</b>	<b>309,983</b>	<b>286,913</b>

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**FIJIAN HOLDINGS LIMITED**  
**UNAUDITED STATEMENT CASH FLOWS**  
**FOR 3 MONTHS ENDED 30 SEPTEMBER 2019**

	Sep-19 \$'000	Sep-18 \$'000	Jun-19 Audited \$'000
<b>Cash flows from operating activities:</b>			
Cash receipts from customers	95,418	88,094	301,195
Cash paid to suppliers and employees	(75,880)	(76,573)	(275,291)
Cash generated from operating activities	19,538	11,521	25,904
Dividends received	2,652	2,603	3,738
Management fees paid	(476)	(1,096)	(3,219)
Net customer loans granted	(6,954)	(8,055)	(34,394)
Net increase in deposits	3,749	4,200	26,859
Interest received	818	5,026	24,652
Other income received	452	813	645
Interest paid	(1,823)	(1,228)	(11,339)
Income taxes paid	(914)	(358)	(8,835)
<b>Net cash from operating activities</b>	<b>17,042</b>	<b>13,426</b>	<b>24,011</b>
<b>Cash flows from investing activities:</b>			
Acquisition of property, plant and equipment	(10,163)	(6,380)	(30,131)
Payment of share deposit	-	-	(592)
Investment in equity security	(4,910)	-	(353)
Investment in available-for-sale financial assets	(100)	-	-
Proceeds from disposal of equity securities	-	-	18
Proceeds from disposal of property, plant and equipment and assets held for sale	254	-	1,357
Proceeds from held-to-maturity investment	429	-	-
Acquisition of intangible assets	-	-	(155)
<b>Net cash (used in)/from investing activities</b>	<b>(14,490)</b>	<b>(6,380)</b>	<b>(29,856)</b>
<b>Cash flows from financing activities:</b>			
Dividends paid to holding company's shareholders	(3,848)	-	(7,464)
Proceeds from debt securities, net	1,205	-	8,059
Proceed from issue of shares	-	-	1,535
Net movement in related party loans	300	-	(2,800)
Payment of Lease Liability	(955)	(396)	(2,421)
Dividends paid to non-controlling interests	(2,291)	(1,230)	(4,669)
Net movement in loan	2,472	(5,347)	3,890
<b>Net Cash used in Financing activities</b>	<b>(3,117)</b>	<b>(6,973)</b>	<b>(3,870)</b>
Net decrease in cash and cash equivalents	(565)	73	(9,715)
Cash and cash equivalents at the beginning of the period	(8,908)	815	815
Effect of exchange rate changes on cash	(2)	(65)	(8)
Cash and cash equivalents at the end of the period	<b>(9,475)</b>	<b>823</b>	<b>(8,908)</b>

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