

Statement to the South Pacific Stock Exchange

5th September, 2013

COMMUNICATIONS FIJI LTD ANNOUNCES IMPROVED PROFIT FOR FIRST SIX MONTHS OF 2013

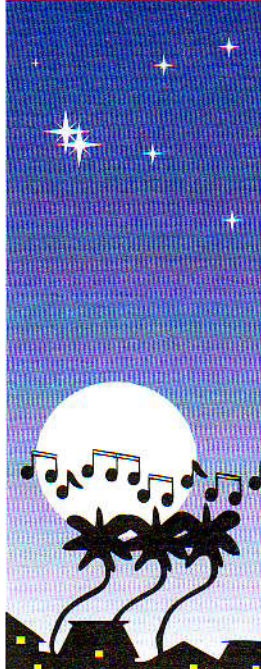
South Pacific radio and entertainment conglomerate Communications Fiji Ltd announced today a 97% increase in its after tax profit for the six months to June 30th 2013.

Consolidated after tax profit rose to \$707,958 (2012: \$358,380).

While operating results for its broadcast and related profit centres showed a slight decline, this was more than compensated for by a big improvement in performance from its investment in PNG cinema company Paradise Cinemas.

"As I highlighted in our annual report, our focus in 2013 is on consolidation", said Chairman Matt Wilson. "This is particularly the case with PNG FM our Papua New Guinea subsidiary that has seen phenomenal growth over the last four years".

Following a comprehensive internal and external audit by newly appointed auditors Ernst and Young, Communications Fiji Ltd has made a prior year adjustment of (\$279,377). "This relates to discrepancies in the 2011 PNG FM accounts directly related to rapid expansion and development of the business", said Managing Director William Parkinson. "PNG FM tripled in size over a period of four years. Over the last 12 months we have been working on strengthening management capacity to handle this surge in growth".



FM96

Legend FM

Navtarang

RADIO Sargam

VITI FM

THE TOTAL EVENT CO.

fijivillage.com

CFL CinemADs

**Communications
Fiji Limited**

parent company of:

Fiji: FM96, Legend FM,
Navtarang, Radio Sargam,
VITI FM, Total Event Company,
CFL CinemADs & fijivillage.com

PNG: Nau FM, Yumi FM
& Legend FM

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The Board of Communications Fiji announced an interim dividend of 6 cents per share. Shares will go ex benefit - 17th September, the share register will close 25th September and dividends will be paid out on October 3rd.

Chairman, Matt Wilson said the Board intends to follow a dividend distribution plan similar to last year with a second interim payment to be announced in December. A final dividend will be announced when annual report is approved in April. As announced last year the board will maintain a payout ratio of 40% of after tax profits.

For more information or clarification, please contact the undersigned or the Group Financial Controller and Company Secretary, Ms Jyoti Solanki on phone 331 4766.

A handwritten signature in black ink, appearing to be 'W Parkinson', written over a horizontal line.

William Parkinson
Managing Director

A handwritten signature in black ink, appearing to be 'J Solanki', written over a horizontal line.

Jyoti Solanki
Company Secretary

APPENDIX F

A GUIDELINE ON DIVIDEND ANNOUNCEMENT COMMUNICATIONS FIJI LIMITED DECLARATION OF DIVIDEND

Communication Fiji Limited is pleased to announce a 1st Interim Dividend for the six months ending
30th June 2013

Date of Closure of Registry	25 th September 2013
Date of Ex-Benefit	17 th September 2013
Date of Payment of Dividends	3 rd October 2013

	Current	Previous
Dividend per share	6 cents	6 cents
Amount of Dividend (\$)	213,480	213,480

	Current	Previous
Turnover	6,637,861	6,554,946
Net Profit Before Tax	989,487	724,914
Income from other sources	335,679	368,955
Income tax Expense	281,529	366,534
Net profit after tax	707,958	358,380

CHAIRMAN/ CHIEF EXECUTIVE OFFICER/ COMPANY SECRETARY'S COMMENTS.

REFER TO ANNOUNCEMENT MADE (STATEMENT TO THE SOUTH PACIFIC STOCK EXCHANGE)

Signed  (Managing Director)

Signed  (Chairman)

Appendix D: HALF Year Financial Statement (Unaudited)

Name of Listed Company: COMMUNICATIONS (FIJI) LIMITED and Subsidiary

(Half Year Report can be audited or unaudited. If accounts are audited, an audit statement needs to be attached)

**PROFIT & LOSS STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2013****1. OPERATING REVENUE**

- (a) Sales Revenue
- (b) Other revenue
- (c) Total Operating Revenue

2. (a) Net Profit/Loss before Tax

- (b) Income tax Expense
- (c) Net Profit/Loss after Tax

3. (a) Extraordinary item after tax

- (b) Net Profit/Loss after Tax & Extraordinary Item

4. (a) OEI in net profit and extraordinary items after income tax
(b) Net Profit/Loss after Extraordinary Items and Income Tax
Attributable to Members of the Company

- (c) Retained Profit at Beginning
- (d) Total available for appropriation
- (e) Ordinary dividend provided for
- (f) Preference dividend provided for
- (g) Transfer to general reserves
- (h) Total appropriations
- (i) Prior year adjustment
- (j) Retained profit at year end

CONSOLIDATED		
Current Half Year F\$	*Increase/ Decrease %	Previous corresponding half year F\$
6,637,861	1%	6,554,946
335,679	-9%	368,955
6,973,540	1%	6,923,901
989,487	36%	724,914
(281,529)	-23%	(366,534)
707,958	98%	358,380
-		-
707,958	98%	358,380
707,958	98%	358,380
5,698,238		4,071,462
6,406,196		4,429,842
(427,269)		(177,900)
-		-
-		-
-		-
(279,377)		-
5,699,550	34%	4,251,942

5. Earnings Per Share

- (a) Basic earnings per share
- (b) Diluted earnings per share

0.20	98%	0.10

*Delete as required


 Director


 Director

STATEMENT OF ASSETS, LIABILITIES AND SHAREHOLDERS' EQUITY
FOR THE PERIOD ENDED 30 JUNE 2013 (Unaudited)

6. CURRENT ASSETS

- (a) Cash Assets
- (b) Trade receivables
- (c) Other receivables
- (d) Inventories
- (e) Short-term investment
- (f) Other assets
- (g) **Total Current Assets**

NON-CURRENTS ASSETS

- (h) Property, plant and equipment
- (i) Long-term investment
- (j) Term deposit
- (k) Future Income tax benefit
- (l) Intangible assets
- (m) Financial assets
- (n) **Total Non-Current Assets**
- (o) **Total Assets**

7. CURRENT LIABILITIES

- (a) Trade payables
- (b) Other payables and accruals
- (c) Current tax liabilities
- (d) Interest-bearing borrowings
- (e) Term loan - secured
- (f) Bank overdraft
- (g) Unsecured advance
- (h) Inter-company loan
- (i) Provisions
- (j) Other
- (k) **Total Current Liabilities**

NON-CURRENT LIABILITIES

- (l) Term loan - secured
- unsecured
- (m) Unsecured advance
- (n) Inter-company loan
- (o) Deferred tax liabilities
- (p) Provisions
- (q) Other
- (r) **Total Non-Current Liabilities**
- (s) **Total Liabilities**
- (t) **NET ASSETS**

8. EQUITY

- (a) Contributed equity
- (b) Reserves
- (c) Retained profits/accumulated losses
- (d) **Equity Attributable to Members**

OEI in Controlled Entities

- (e) Contributed equity
- (f) Reserves
- (g) Retained profits/accumulated losses
- (h) **Total Outside Equity Interest in Controlled Entities**
- (i) **TOTAL EQUITY**

CONSOLIDATED		
At end of current period end F\$	As shown in last Annual Report F\$	If yearly as shown in last Half Yearly Report F\$
888,543	1,080,685	1,005,251
2,092,105	2,814,085	1,897,570
-	-	-
94,348	47,727	56,192
-	-	-
881,076	592,550	651,857
3,956,072	4,535,047	3,610,870

6,664,516	6,627,522	5,686,113
1,612,162	1,690,993	2,123,170
-	-	-
-	-	-
1,621,315	1,640,287	1,673,351
591,884	591,884	-
10,489,877	10,550,686	9,482,634
14,445,949	15,085,733	13,093,504

1,255,696	1,206,234	1,229,798
-	-	-
656,915	784,939	325,695
682,089	879,656	411,874
-	-	-
-	-	-
-	-	-
-	-	-
150,908	382,396	505,254
-	-	-
2,745,608	3,253,225	2,472,621

1,311,747	1,314,451	2,013,192
-	-	-
-	-	-
-	-	-
268,018	267,515	299,330
-	-	-
-	-	-
1,579,765	1,581,966	2,312,522
4,325,373	4,835,191	4,785,143
10,120,576	10,250,542	8,308,361

3,558,000	3,558,000	3,558,000
863,026	994,304	498,419
5,699,550	5,698,238	4,251,942
10,120,576	10,250,542	8,308,361

-	-	-
-	-	-
-	-	-
-	-	-
10,120,576	10,250,542	8,308,361

*Delete as required

Director

Director

STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2013 (Unaudited)

9. CASH FLOW FROM OPERATING ACTIVITIES

- (a) Cash Received from Trading activities
- (b) Cash Payments
- (c) Interest Received
- (d) Dividend Received
- (e) Interest Paid
- (f) Income Tax Paid
- (g) Net VAT Paid
- (h) Net Cash Inflow from Operating Activities

CONSOLIDATED	
Current half year F\$	Previous corresponding Half year F\$
7,558,421	7,223,182
-5,738,706	-4,901,577
-	-
-	-
-60,445	-85,059
-409,050	-706,730
-	-
1,350,220	1,529,817

10. CASH FLOWS FROM INVESTING ACTIVITIES

- (a) Acquisition of Fixed Assets
- (b) Proceeds from Sale of Fixed Assets
- (c) Acquisition of Investment
- (d) Long Term Deposit
- (e) Audio Visual Production
- (f) Proceeds from Sale of Associate/Dividend
- (g) Proceed from Sale of Investment
- (h) Net Cash (Outflow) from Investing Activities

-623,156	-581,389
15,533	19,884
-	-
-	-
-	-
-	50,000
-	-
-607,623	-511,505

11. CASH FLOWS FROM FINANCING ACTIVITIES

- (a) Dividend Paid
- (b) Net (Repayment)/proceeds of Secured Loan
- (c) Proceed from Issue of Shares
- (d) Proceeds from Borrowings
- (e) Repayment of Lease Principal
- (f) Net Cash (Outflow)/Inflow from Financing Activities

-640,749	-177,900
-237,117	-423,775
-	-
-	-
(46,253)	-28,476
-924,119	-630,151
(181,522)	388,160
1,080,685	564,779
-10,620	52,312
888,543	1,005,251

12. NET INCREASE/(DECREASE) IN CASH HELD

- (a) Cash/(Overdraft) at beginning of year
- (b) Effects of exchange rate changes on opening cash balances
- (c) Cash/(Overdraft) at end of year

*Delete as required

Director

Director