

# STATEMENT TO THE SOUTH PACIFIC STOCK EXCHANGE

31 August, 2016

## Communications Fiji Ltd Announces Half Year Result

### Fiji operations achieves record results

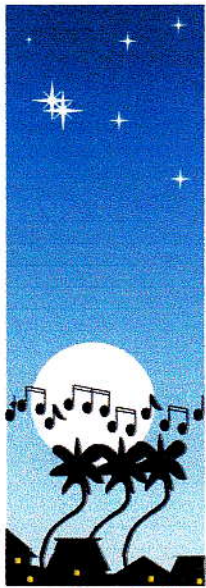
The South Pacific's largest radio broadcaster Communications Fiji Ltd today announced a record result for its Fiji operations for the six months to June 30<sup>th</sup> 2016. Profit jumped, in comparison to the same period last year, 152% to \$447,212 pretax (2015: \$177,086). Chairman, Matt Wilson said the board of directors was delighted by the Fiji result. The second half of the year looked very positive and CFL Fiji is confident of another record year.

After contributions from associate subsidiary 231 Waimanu Rd Ltd (50%), the Fiji operations showed an after tax profit of \$469,524 (2015: \$443,365).

The company's radio subsidiary PNG FM LTD recorded a pretax loss of (K203,889), 2015: K503,547.00. "As we have explained previously, we are facing tough economic and business conditions in PNG", said Mr. Wilson. "We have also been rebuilding our sales and marketing team. This is now complete and we are starting to see positive trends. We expect a much better result in the second half of the year".

PNG FM also announced that the restructuring of Paradise Cinemas Ltd (PCL), (PNG FM owns a 43.87% stake) is proceeding. "PNG FM has advocated this for some time as a means of achieving viability. The process is well advanced and should be completed in the next few weeks."

The restructure includes a reduction of debt held by the company and a general reorganization of the business. PNG FM will invest a further K3,004,887.00 in the venture to meet its debt obligations. Other shareholders are similarly meeting their debt obligations.



**Communications  
Fiji Limited**

parent company of:  
Fiji: FM96, Legend FM,  
Navtarang, Radio Sargam,  
VITI FM, Total Events Company,  
CFL CinemADS & fijivillage.com  
PNG: Nau FM, Yumi FM  
& Legend FM

**SUVA**  
HEAD OFFICE

231 Waimanu Rd, Suva, Fiji.  
Private Mail Bag, Suva  
Telephone: (679) 331 4766  
Fax: (679) 330 3748  
Website: fijivillage.com  
& cfl.com.fj

**LAUTOKA**

1st Floor, 5 Tukani Street  
Above Bank of Baroda, Namoli  
House Complex, Lautoka  
Telephone: (679) 666 4966  
Fax: (679) 666 4996

**LABASA**

10 Rosawa Street  
Labasa, Fiji  
Telephone: (679) 881 2791  
Fax: (679) 881 2177

"We are monitoring the restructuring project very closely," said Mr. Wilson. "Shareholders will be aware that we have already written off our previous shareholding in PCL. We will make a decision about impairment of the current investment in the coming months once we have determined the impact of the reorganization of PCL".

Following provisions for losses recorded by PNG FM Ltd and Paradise Cinemas Ltd, the Communications Fiji Ltd Group announced an after tax loss of (\$10,700), 2015: \$432,929 for the first six months to June 30<sup>th</sup> 2016.

"Communications Fiji Ltd's core businesses in Fiji and Papua New Guinea are very strong with excellent cash flows and solid balance sheets", said Mr. Wilson.

"We will determine the level of dividends that we will be able to pay out once the restructure of Paradise Cinemas is in place".

The CFL Board continues to act prudently ensuring that risks are managed appropriately and any financial implications affecting the overall results are recognized early and addressed accordingly.



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**WILLIAM PARKINSON**  
Managing Director



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**JYOTI SOLANKI**  
Group Financial Controller/  
Company Secretary

## Appendix D: HALF Year Financial Statement

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

### PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED 30 JUNE 2016

#### 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/paid
- (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\$
5,035,883	-12%	5,709,863
506,213	-26%	685,283
5,542,096	-13%	6,395,146
31,561	-93%	446,661
(42,261)	208%	(13,732)
(10,700)	-102%	432,929
-		-
(10,700)	-102%	432,929
-		-
(10,700)	-102%	432,929
8,332,003		7,303,450
8,321,303		7,736,379
(284,640)	-	(284,640)
-		-
-		-
-		-
-		-
-		-
8,036,663	8%	7,451,739


#### 5. Earnings Per Share

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

(0.003)	-102%	0.12

\*Delete as required

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Director

  
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Company Secretary

**STATEMENT OF ASSETS, LIABILITIES AND SHAREHOLDERS' EQUITY**  
FOR THE PERIOD ENDED 30 JUNE 2016

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\$
<b>6. CURRENT ASSETS</b>			
(a) Cash Assets	1,120,228	432,845	385,716
(b) Trade and other receivables	1,930,614	2,361,255	1,623,493
(c) Current tax assets	61,958	54,219	448,850
(d) Inventories	4,255	4,734	43,926
(e) Short-term investment	-	-	-
(f) Other assets	419,574	356,633	650,749
<b>(g) Total Current Assets</b>	<b>3,536,629</b>	<b>3,209,686</b>	<b>3,152,734</b>
<b>NON-CURRENTS ASSETS</b>			
(h) Property, plant and equipment	5,740,000	6,101,226	6,474,417
(i) Long-term investment	2,060,133	1,970,953	2,487,327
(j) Related party receivables	83,758	92,538	938,727
(k) Future income tax benefit	925,779	1,022,826	-
(l) Intangible assets	1,513,057	1,560,799	1,607,616
(m) Financial assets	591,884	591,884	591,884
<b>(n) Total Non-Current Assets</b>	<b>10,914,611</b>	<b>11,340,226</b>	<b>12,099,971</b>
<b>(o) Total Assets</b>	<b>14,451,240</b>	<b>14,549,912</b>	<b>15,252,705</b>
<b>7. CURRENT LIABILITIES</b>			
(a) Trade payables	1,674,186	1,147,845	1,523,963
(b) Other payables and accruals	-	-	-
(c) Current tax liabilities	55,568	61,393	-
(d) Interest-bearing borrowings	485,186	484,274	521,948
(e) Term loan - secured	-	-	-
(f) Bank overdraft	-	-	-
(g) Unsecured advance	-	-	-
(h) Inter-company loan	-	-	-
(i) Employee benefit liabilities	256,592	134,555	239,349
(j) Other	-	-	-
<b>(k) Total Current Liabilities</b>	<b>2,471,512</b>	<b>1,828,067</b>	<b>2,285,260</b>
<b>NON-CURRENT LIABILITIES</b>			
(l) Term loan - secured	382,220	588,968	833,268
- unsecured	-	-	-
(m) Unsecured advance	-	-	-
(n) Inter-company loan	-	-	-
(o) Deferred tax liabilities	167,342	167,342	95,011
(p) Provisions	-	-	-
(q) Other	303,782	101,879	-
<b>(r) Total Non-Current Liabilities</b>	<b>853,344</b>	<b>858,189</b>	<b>928,279</b>
<b>(s) Total Liabilities</b>	<b>3,324,856</b>	<b>2,686,256</b>	<b>3,213,539</b>
<b>(t) NET ASSETS</b>	<b>11,126,384</b>	<b>11,863,656</b>	<b>12,039,166</b>
<b>8. EQUITY</b>			
(a) Contributed equity	3,558,000	3,558,000	3,558,000
(b) Reserves	(468,279)	(26,347)	1,029,427
(c) Retained profits/accumulated losses	8,036,663	8,332,003	7,451,739
<b>(d) Equity Attributable to Members</b>	<b>11,126,384</b>	<b>11,863,656</b>	<b>12,039,166</b>
<b>OEI in Controlled Entities</b>			
(e) Contributed equity	-	-	-
(f) Reserves	-	-	-
(g) Retained profits/accumulated losses	-	-	-
<b>(h) Total Outside Equity Interest in Controlled Entities</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(i) TOTAL EQUITY</b>	<b>11,126,384</b>	<b>11,863,656</b>	<b>12,039,166</b>

\*Delete as required

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Director

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Company Secretary

**STATEMENT OF CASH FLOWS  
FOR THE PERIOD ENDED 30 JUNE 2016**

**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\$
5,975,513	7,164,937
(4,493,847)	(5,134,320)
-	-
-	-
(28,875)	(48,955)
(50,000)	(203,349)
-	-
<b>1,402,791</b>	<b>1,778,313</b>

**10. CASH FLOWS FROM INVESTING ACTIVITIES**

- (a) Acquisition of Fixed Assets
- (b) Acquisition of Intangibles Assets
- (c) Investment in Joint Venture
- (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**

(205,135)	(493,984)
(1,155)	(13,954)
-	-
-	-
-	-
-	100,000
-	-
<b>(206,290)</b>	<b>(407,938)</b>

**11. CASH FLOWS FROM FINANCING ACTIVITIES**

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

(284,640)	(284,641)
(205,836)	(508,828)
-	-
-	(568,154)
-	-
<b>(490,476)</b>	<b>(1,361,623)</b>

**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

706,025	8,752
432,845	379,585
(18,642)	(2,621)
<b>1,120,228</b>	<b>385,716</b>

\*Delete as required



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Director



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Company Secretary