



31 August 2021

KGF Announces Unaudited Results for First Six Months of 2021

The Directors and Manager of Kinetic Growth Fund Ltd (KGF) announced KGF's results for the six-month period ended 30 June 2021.

The tables below provide performance indicators for the six-month in comparison with the corresponding period in 2020, including overall performance at the Holding Company and Group levels. Group results include consolidation of subsidiary company, Oceanic Communications Pte Ltd (OCL).

	Holding Company		Group	
	2020 (\$)	2021 (\$)	2020 (\$)	2021 (\$)
Income	113,033	396,990	257,583	593,998
Profit After Tax	(132,737)	87,228	(82,723)	75,588
Net Assets	3,905,283	4,066,046	3,813,865	3,952,194

	2020 (\$)	2021 (\$)	% Change
Net Assets*	3,813,865	3,952,194	3.6%
Earnings per Share	-0.022	0.021	195%
Net Assets per Share (NAV)	1.02	1.06	4%
Share Price	1.12	1.12	0.00%
(Discount)/ Premium to NAV	9.80%	5.66%	N/A

At the **Holding Company** level, income increased by 251%, reflecting higher unrealised gains from investments than in the previous corresponding period. KGF recorded a net profit of \$87,228 due mainly to a \$320,592 unrealised gain from an increase in the share prices of Kontiki Finance \$0.98 on 30 June 2020 to \$1.25 on 30 June 2021) and Fiji Kava Ltd (AUD\$0.07 on 30 June, 2020 to AUD\$0.10 on 30 June, 2021).

At the **Group** level, revenue increased by 131% and the Group recorded a net profit of \$75,588, reflecting an increase in revenue and overall performance by subsidiary company, OCL.

Overall, compared with the previous corresponding period, KGF's net asset backing per share increased by 3.6%.

Other Events

In general, the performance of entities in Fiji in which KGF is invested was affected by the outbreak of COVID-19 in 2021, and the resultant lockdowns across Fiji.

For example, OCL was closed for several months under the lock-down rules and staff had to work from home spread across several containment zones. OCL only recently re-opened its office.

Investee company, Island Quarries Pte Ltd (IQL), remains closed for business with its quarry site at Mau lying outside the Suva containment zone and therefore inaccessible to staff in Suva. IQL is therefore yet to complete the rehabilitation programme that is required to re-commence production, following the landslide in 2020.

At this stage, while COVID-19 is expected to have an adverse impact on KGF's investments in 2021, it is difficult to estimate the level of impact at this stage. The Board and Manager continue to monitor the situation closely and work with investee companies to as required to address any challenges in the second half of the year.

Yours sincerely,



Erik Larson
Director



Griffon Emose
Company Secretary



**KINETIC GROWTH
FUND**

31 August 2021

FOR PUBLIC RELEASE

Annexure D: Half Year Accounts

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 30 JUNE 2021**

		Consolidated		
		FY2021 Half Year	% Change	FY2020 Half Year
1	OPERATING REVENUE			
	Sales Revenue	244,395	30%	188,722
	Other Revenue	349,602	408%	68,861
	Total Operating Revenue	593,998	131%	257,583
2	Net Profit/Loss before Tax	75,588	191%	(82,723)
	Income Tax Expense	0		0
	Net Profit/Loss after Tax	75,588	191%	(82,723)
3	Extraordinary Item After Tax	-		80.00
	Net Profit/Loss after Tax& Extraordinary Item	75,588	191%	(82,803)
4	OEI in net profit after tax	(687)	75%	(2,774)
	Net Profit/Loss after Extraordinary Items and Income Tax Attributable to Members of the Company	76,275	195%	(79,949)
	Retained Profit at Beginning	50,150	-37%	79,630
	Total available for Appropriation	26,125	135%	(75,181)
	Ordinary dividend Provided for			
	Preference Dividend Provided for			
	Transfer to general reserves			
	Total appropriations			
	Retained profit at Year End	76,275	1614%	4,449
5	EARNINGS PER SHARE			
	Shares issued	3,594,965		3,708,088
	Basic earnings per share	0.021	195%	(0.022)
	Diluted earnings per share	0.021	195%	(0.022)



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Director



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Director/Company Secretary

**STATEMENT OF FINANCIAL POSITION
FOR THE HALF YEAR ENDED 30 JUNE 2021**

	Consolidated		
	FY2021 Half Year	FY 2020 Annual Report	FY2020 Half Year
6 CURRENT ASSETS			
Cash Assets	150,013	175,722	224,361
Trade receivables	168,763	188,958	115,996
Receivables from related parties	162,523	-	69,584
Other assets	- 6,351	50,364	60,078
Total Current Assets	474,947	415,044	470,020
NON CURRENT ASSETS			
Property, plant and equipment	120,984	23,690	18,424
Long-term investment	3,976,403	3,905,627	3,224,401
Term Deposit			258,969
Future Income Tax benefit	9,269	14,877	15,043
Other	(46,520)	120,030	474,539
Total Non-Current Assets	4,060,136	4,064,224	3,991,376
TOTAL ASSETS	4,535,083	4,479,268	4,461,396
7 CURRENT LIABILITIES			
Trade payables	94,033	113,213	67,044
Other payables and accruals	42,311	20,314	66,000
Current tax liabilities			(5,223)
Interest-bearing borrowings			
Payables to related parties	8,495		51,925
Provisions	(73,128)		
Other		66,000	17,683
Total Current Liabilities	71,711	199,527	197,429
NON CURRENT LIABILITIES			
Term loan – secured			
Payables to related parties	490,916	370,693	417,359
Deferred tax liabilities	20,262	25,928	32,743
Total Non-Current Liabilities	511,179	396,621	450,102
TOTAL LIABILITIES	582,889	596,148	647,531
NET ASSETS	3,952,194	3,883,120	3,813,865
8 EQUITY			
Contributed equity	3,917,196	3,807,261	3,807,261
Current year earnings	(39,442)	50,150	(80,028)
Retained profits/accumulated losses	27,051		11,452
Equity Attributable to Members	3,904,806	3,857,411	3,738,684
OEI in Controlled Entities			
Contributed equity	47,388	25,709	75,181
Retained profits/accumulated losses			
Total Outside Equity Interest in Controlled Entities	47,388	25,709	75,181
TOTAL EQUITY	3,952,194	3,883,120	3,813,865



Director



Director/Company Secretary

FOR PUBLIC RELEASE

Annexure D: Half Year Accounts**STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 30 JUNE 2021**

	Consolidated	
	FY2021 Half Year	FY2020 Half Year
9 CASH FLOW FROM OPERATING ACTIVITIES		
(a) Cash received from Trading activities	78,265	263,679
(b) Cash payments	(144,232)	
(c) Interest Received	738	
(d) Dividend Received	28,272	
(e) Interest Paid		
(f) Income Tax paid		
(g) Net Cash Inflow from Operating Activities	(36,957)	263,679
10 CASH FLOWS FROM INVESTING ACTIVITIES		
(a) Acquisition of Fixed Assets		
(b) Proceeds from sale of Fixed Assets		
(c) Acquisition of Investment		(100,000)
(d) Long Term Deposit	(20,000)	
(e) Audio Visual Production		20,000
(f) Proceeds from Sale of Associate		
(g) Proceed from Sale of Investment		
(h) Net Cash (outflow) from Investing Activities	(20,000)	(80,000)
11 CASH FLOWS FROM FINANCING ACTIVITIES		
(a) Acquisition of Fixed Assets	31,250	(247,422)
(b) Repayment of Secured Loan	-	-
(c) Proceed from Issue of Shares	-	-
(d) Proceeds from Borrowings	-	-
(e) Repayment of Lease Principal	-	(22,436)
(f) Net Cash (Outflow)/Inflow from Financing Activities	31,250	(269,858)
12 NET INCREASE/(DECREASE) IN CASH HELD		
(a) Cash/ (Overdraft) at beginning of Year	175,720	310,540
(b) Effects of exchange rate changes on opening cash bal	- 25,707	- 86,179
(c) Cash/ (Overdraft) at End of Year	150,013	224,361



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Director



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Director/Company Secretary