



31st January 2022

MARKET ANNOUNCEMENT

For Public Release

KONTIKI FINANCE LIMITED (KFL) ANNOUNCES HALF YEAR RESULT AND INTERIM DIVIDEND OF 1.5 CENTS PER SHARE

Kontiki Finance Limited (KFL) announced the Group's unaudited results for the six months to 31st December 2021 and declared an Interim Dividend of 1.5 cents per share. The first half results came on the back of the continued economic downturn witnessed through 2021.

Total Assets under Management were \$247.7m as at 31st December 2021, compared with \$263.5m as at 31 December 2020, a decrease of 6%.

Net Interest Income for the six months to 31 December 2021 was \$14.0m, compared with \$16.1m for the same period the previous year, a decrease of 13%.

For the six months ending 31st December 2021, the Group recorded a Net Profit After Tax (NPAT) of \$3.2m, down from \$6.3m NPAT recorded for the same period the previous year. Group Earnings per Share for the first six months was 3.4 cents per share, down from 6.8 cents per share in the same period previous year.

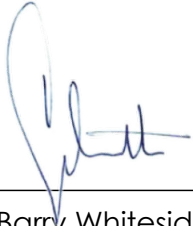
Net Assets closed at \$30.6m as at 31 December 2021, compared with \$33.0m as at 31 December 2020, a decrease of 7%.

The Group's cash at bank and liquidity placements grew to \$105.7m as at 31 December 2021, an increase of 12% over the same period in the previous year.

Chairman Barry Whiteside said, "Kontiki Finance Group performed well in the first six months of the financial year, despite weak economic conditions. Loan sales have been increasing in recent months, and we expect this growth to continue through 2022. The Group is well positioned, with strong liquidity and capital, to meet the increasing demand for loans."

Whiteside added, "The future looks promising, with GDP forecast to grow back strongly with improving tourist arrivals, leading to the reinstatement of many jobs in the industry as well as other sectors of the economy."

Yours sincerely,



Barry Whiteside
Chair



Beatrice Wong
Company Secretary

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KONTIKI FINANCE LIMITED AND ITS SUBSIDIARY
UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR HALF YEAR ENDED 31 DECEMBER

(FJ\$ '000)	2021	2020	% Change
Interest income	19,700	22,621	-13%
Less Interest expense	(5,029)	(6,010)	-16%
Less Other interest and similar expense	(688)	(526)	31%
Net interest income	13,983	16,085	-13%
Fee and other income	2,360	1,920	23%
Total operating income	16,343	18,005	-9%
Less Impairment charges on financial assets	(4,638)	(3,212)	44%
Net operating income	11,705	14,793	-21%
Less Personnel expenses	(3,982)	(3,950)	1%
Less Depreciation	(349)	(366)	-5%
Less Operating expenses	(3,917)	(3,552)	10%
Profit before tax	3,457	6,925	-50%
Less Income tax expense	(298)	(639)	-53%
Net profit after tax	3,159	6,286	-50%
OEI in Net Profit & Extraordinary items after income tax	0	0	
Profit Attributable to Members of the Company	3,159	6,286	-50%
Retained Profit at the Beginning of the Period	14,039	14,376	-2%
Total Available for Appropriation	17,198	20,662	-17%
Less Ordinary Dividend paid out	(1,391)	(1,836)	-24%
Retained Profit at the end of the Period	15,807	18,826	-16%
Basic Earnings per share	3.4 cents	6.8 cents	-50%

KONTIKI FINANCE LIMITED AND ITS SUBSIDIARY
UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER

(FJ\$ '000)	2021	As Shown in Annual Report For Year Ended 30 June 2021	2020
Assets			
Cash at bank	33,902	42,650	8,025
Financial assets	71,788	81,076	86,298
Finance receivables	147,750	158,894	168,512
Provisions	(18,412)	(18,994)	(13,207)
Other receivables	5,673	8,598	5,646
Right of use assets	3,811	5,598	6,236
Property, plant & equipment	3,156	1,765	1,955
Total Assets	247,668	279,587	263,465
Liabilities			
Term deposits	183,308	213,322	201,608
Corporate (Tier 2 Capital) Bond	20,000	20,000	10,000
Lease liability	4,073	5,902	6,482
Other creditors	9,725	11,710	12,419
Total liabilities	217,106	250,934	230,509
Net Assets	30,562	28,653	32,956
Shareholders' funds			
Ordinary equity	14,755	14,614	14,130
Retained earnings	15,807	14,039	18,826
Total Shareholders' Funds	30,562	28,653	32,956

KONTIKI FINANCE LIMITED AND ITS SUBSIDIARY
UNAUDITED CONSOLIDATED STATEMENT OF CASH FLOW
FOR HALF YEAR ENDED 31 DECEMBER

(FJ\$ '000)	2021	2020	% Change
Cash flow from operating activities			
Interest income received	19,700	22,621	-13%
Interest expense paid	(5,722)	(6,341)	-10%
Interest paid on lease liabilities	5	(195)	-103%
Non-Interest income received	2,360	1,920	23%
Premium income received	161	625	-74%
Payments for claims	(521)	(1,034)	-50%
Payments to suppliers and employees	(10,935)	(9,951)	10%
Net customer loans granted including repayments	11,121	(2,760)	-503%
Net term deposits received	(30,014)	(11,426)	163%
Income tax paid	(205)	(170)	21%
Net cashflow from operating activities	(14,050)	(6,711)	109%
Cash flow from investing activities			
Acquisition of property, plant and equipment	(1,893)	(51)	3612%
Proceeds from sale of property, plant and equipment	0	88	
Acquisition of intangible asset	(105)	(48)	119%
Acquisition of debt financial instruments	9,695	(2,734)	-455%
Net proceeds from sale/acquisition of financial asset through profit or loss	(407)	(114)	257%
Dividend received	33	31	6%
Proceeds from issuance of corporate bond	0	7,400	
Net cash flows (used in) Investing Activities	7,323	4,572	60%
Cash flow from Financing activities			
Capital contribution from shareholders	141	352	-60%
Dividend paid	(1,391)	(1,836)	-24%
Lease payments	(771)	(598)	29%
Net cash used in Financing Activities	(2,021)	(2,082)	-3%
Net increase/(decrease) in cash and cash equivalents	(8,748)	(4,221)	107%
Cash and cash equivalents at 1 July	42,650	12,246	248%
Cash and cash equivalents at 31 December	33,902	8,025	322%

Annexure F: Dividend Declaration

Kontiki Finance Limited

Declaration of Dividend

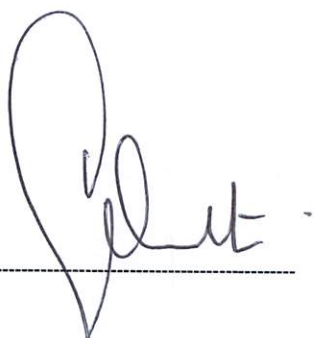
PART A: Basic Details

Sr. No.	Particulars	Answer
1.	Type of dividend/distribution	<input type="checkbox"/> Final <input checked="" type="checkbox"/> Interim <input type="checkbox"/> Any other (specify) _____
2.	The dividend/distribution relates to	<input type="checkbox"/> a period of one month. <input type="checkbox"/> a period of one quarter. <input checked="" type="checkbox"/> a period of six months. <input type="checkbox"/> a period of twelve months. <input type="checkbox"/> any other (specify) _____
3.	The dividend/distribution relates to the period ended/ending (date)	31st December 2021
4.	Date of dividend declaration/approval	31 st January 2022
5.	Record date	18 February 2022
6.	Date of Ex-benefit	15 February 2022

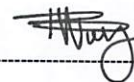
7. Date of payment of dividend	28 February 2022
8. Are the necessary approvals as required under the Companies Act 2015, SPX Listing Rules and Articles of Association of the Company obtained?	Yes

PART B: Dividend/distribution amounts per type and other details

	Current Dividend/Distribution	Previous Dividend/Distribution [corresponding to the current period, if applicable]
Dividend per share	1.5 cents	3.0 cents
Amount of dividends (\$)	1,393,156	\$2,768,226
Turnover	22,060,657	\$24,540,973
Gross Profit	3,456,968	\$6,925,365
Income from other sources	NIL	NIL
Income tax expense	298,336	\$639,460
Net profit after tax	3,158,632	\$6,285,905



Chair



Company Secretary