



1<sup>st</sup> February 2023

**MARKET ANNOUNCEMENT**

For Public Release

**KONTIKI FINANCE LIMITED (KFL) ANNOUNCES HALF YEAR RESULT**

Kontiki Finance Limited (KFL) announced the Group's unaudited results for the six months to 31<sup>st</sup> December 2022.

Total Assets under Management were \$259.2m as at 31<sup>st</sup> December 2022, compared with \$247.7m as at 31 December 2021, an increase of 5%.

Net Interest Income for the six months to 31 December 2022 was \$13.0m, compared with \$14.0m for the same period the previous year, a decrease of 7%.

For the six months ending 31<sup>st</sup> December 2022, the Group recorded a Net Profit After Tax (NPAT) of \$2.9m, down from \$3.2m NPAT recorded for the same period the previous year. Group Earnings per Share for the first six months was 3.1 cents per share, down from 3.4 cents per share in the same period previous year.

Net Assets closed at \$33.2m as at 31 December 2022, compared with \$30.6m as at 31 December 2021, an increase of 9%.

The Group's cash at bank and liquidity placements grew to \$117.1m as at 31 December 2022, an increase of 11% over the same period in the previous year.

Chairman Barry Whiteside said, "With growing confidence in Fiji's economic recovery, KFL has undertaken several investments benefiting customers and shareholders alike. KFL remains committed to serving our stakeholders better".

Yours sincerely,

A handwritten signature in blue ink, appearing to read "Barry Whiteside", written over a horizontal line.

Barry Whiteside  
Chairman

A handwritten signature in black ink, appearing to read "Beatrice Wong", written over a horizontal line.

Beatrice Wong  
Company Secretary

Level 5, TappooCity Building  
Thomson Street, Suva  
GPO Box 12508, Suva, Fiji  
**TEL** +679 330 3400  
**FAX** +679 330 3401  
[www.kontikifinance.com](http://www.kontikifinance.com)

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

(FJ\$ '000)	2022	2021	% Change
Interest income	17,322	19,700	-12%
Less Interest expense	(3,957)	(5,029)	-21%
Less Other interest and similar expense	(394)	(688)	-43%
<b>Net interest income</b>	<b>12,971</b>	<b>13,983</b>	<b>-7%</b>
Fee and other income	3,253	2,360	38%
<b>Total operating income</b>	<b>16,224</b>	<b>16,343</b>	<b>-1%</b>
Less Impairment charges on financial assets	(4,776)	(4,638)	3%
<b>Net operating income</b>	<b>11,448</b>	<b>11,705</b>	<b>-2%</b>
Less Personnel expenses	(4,478)	(3,982)	12%
Less Depreciation	(330)	(349)	-5%
Less Operating expenses	(3,493)	(3,917)	-11%
<b>Profit before tax</b>	<b>3,147</b>	<b>3,457</b>	<b>-9%</b>
Less Income tax expense	(281)	(298)	-6%
<b>Net profit after tax</b>	<b>2,866</b>	<b>3,159</b>	<b>-9%</b>
OEI in Net Profit & Extraordinary items after income tax	0	0	
<b>Profit Attributable to Members of the Company</b>	<b>2,866</b>	<b>3,159</b>	<b>-9%</b>
Retained Profit at the Beginning of the Period	18,472	14,039	32%
<b>Total Available for Appropriation</b>	<b>21,338</b>	<b>17,198</b>	<b>24%</b>
Less Ordinary Dividend paid out	(3,255)	(1,391)	134%
<b>Retained Profit at the End of the Period</b>	<b>18,083</b>	<b>15,807</b>	<b>14%</b>
<b>Basic Earnings per share</b>	<b>3.1 cents</b>	<b>3.4 cents</b>	<b>-10%</b>

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

(FJ\$ '000)	2022	As Shown in Annual Report For Year Ended 30 June 2022	2021
<b>Assets</b>			
Cash at bank	42,729	26,079	33,902
Financial assets	74,403	75,051	71,788
Finance receivables	140,548	140,119	147,750
Provisions	(8,746)	(11,190)	(18,412)
Other receivables	5,905	5,055	5,673
Right of use assets	1,171	3,564	3,811
Property, plant & equipment	3,228	3,067	3,156
<b>Total Assets</b>	<b>259,238</b>	<b>241,745</b>	<b>247,668</b>
<b>Liabilities</b>			
Term deposits	194,079	174,166	183,308
Corporate (Tier 2 Capital) Bond	20,000	20,000	20,000
Lease liability	1,249	3,844	4,073
Other creditors	10,691	10,392	9,725
<b>Total liabilities</b>	<b>226,019</b>	<b>208,402</b>	<b>217,106</b>
<b>Net Assets</b>	<b>33,219</b>	<b>33,343</b>	<b>30,562</b>
<b>Shareholders' funds</b>			
Ordinary equity	15,136	14,871	14,755
Retained earnings	18,083	18,472	15,807
<b>Total Shareholders' Funds</b>	<b>33,219</b>	<b>33,343</b>	<b>30,562</b>

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

(FJ\$ '000)	2022	2021	% Change
<b>Operating activities</b>			
Interest income received	17,322	19,700	-12%
Interest expense paid	(3,957)	(5,722)	-31%
Interest paid on lease liabilities	299	5	5880%
Non-Interest income received	3,253	2,360	38%
Payments to suppliers and employees	(18,542)	(10,935)	70%
Premium income received	1,697	161	954%
Payments for claims	(457)	(521)	-12%
Net customer loans repayments including granted	(431)	11,121	-104%
Net term deposits (redeemed)/received	19,913	(30,014)	-166%
Income taxes paid	0	(205)	
<b>Net cashflows (used in)/from Operating activities</b>	<b>19,097</b>	<b>(14,050)</b>	<b>-236%</b>
<b>Investing activities</b>			
Acquisition of property, plant and equipment	(567)	(1,893)	-70%
Proceeds from sale of plant and equipment	(3)	0	
Acquisition of intangible asset	(36)	(105)	-66%
Disposals of debt financial instruments	1,790	9,695	-82%
Net proceeds from sale/acquisition of financial asset through profit or loss	103	(407)	-125%
Dividends received	11	33	-67%
Proceeds from issuance of corporate bond	0	0	
<b>Net cash flows from Investing Activities</b>	<b>1,298</b>	<b>7,323</b>	<b>-82%</b>
<b>Financing activities</b>			
Capital contribution from shareholders	265	141	88%
Dividends paid	(3,255)	(1,391)	134%
Lease payments	(755)	(771)	-2%
<b>Net cash used in Financing Activities</b>	<b>(3,745)</b>	<b>(2,021)</b>	<b>85%</b>
Net (decrease)/increase in cash and cash equivalents	16,650	(8,748)	-290%
Cash and cash equivalents at 1 July	26,079	42,650	-39%
<b>Cash and cash equivalents at 31 December</b>	<b>42,729</b>	<b>33,902</b>	<b>26%</b>