



Merchant Finance

Talk to us first

SUMMARY KEY DISCLOSURE STATEMENT for the financial year ended 30 June 2007

Introductory Statement

- The purpose of this information is to provide customers and potential customers with information about the financial condition of their credit institution.

- The explanation of the terms used in the Key Disclosure Statement is contained in the Reserve Bank publication "Your Bank's Disclosure Statement : What's In It For You". The terms used in the brochure are also applicable to credit institutions. The brochure can be obtained from the Reserve Bank of Fiji. Other information can be viewed at all branches of Merchant Finance & Investment Company Limited.

Corporate Information

- The full name of the credit institution is Merchant Finance & Investment Company Limited.
- The full name of the ultimate parent company of Merchant Finance & Investment Company Limited is Fijian Holdings Limited, which is domiciled in Fiji.
- The names of the directors of Merchant Finance & Investment Company Limited are:

Chairman J Mar-from 18 October 2006

Members S Weleilakeba
S T Mailekai-from 21 September 2006
L N Cupit-up to 21 September 2006
F T Nemani
J Koro
M Nawari
U F Tuituku-up to 30 September 2006
S Qoro-up to 2 November 2006

	Audited Current Year	Audited Prior Period
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Profitability

- | | | |
|---|-------|-------|
| <input checked="" type="checkbox"/> Net operating profit after tax and extraordinary items (\$'000) | 4,834 | 4,757 |
| <input checked="" type="checkbox"/> As a percentage of average total assets | 5.26% | 5.62% |

Size - as at end of financial year

- | | | |
|--|--------|--------|
| <input checked="" type="checkbox"/> Total assets (\$'000) | 93,195 | 90,587 |
| <input checked="" type="checkbox"/> The percentage change in total assets over 12 months | 2.88% | 15.16% |

Capital Adequacy - as at end of financial year

- | | | |
|--|--------|--------|
| <input checked="" type="checkbox"/> Tier 1 Capital (\$'000) | 22,155 | 19,012 |
| <input checked="" type="checkbox"/> Tier 1 capital to total risk-weighted assets ratio | 24.16% | 22.05% |
| <input checked="" type="checkbox"/> Total Capital (\$'000) | 23,202 | 20,005 |
| <input checked="" type="checkbox"/> Capital adequacy ratio | 25.30% | 23.21% |

	Audited Current Year	Audited Prior Period
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Asset Quality - as at end of financial year

<input checked="" type="checkbox"/> Total impaired assets (on- and off-balance sheet) (\$'000)	3,188	2,682
<input checked="" type="checkbox"/> As a percentage of total assets	3.42%	2.96%
<input checked="" type="checkbox"/> Total specific provisions (\$'000)	974	1,543
<input checked="" type="checkbox"/> Total general provisions (\$'000)	7,030	6,575
<input checked="" type="checkbox"/> Total provisions as a percentage of total impaired assets	251.05%	302.68%

Peak Credit Exposure Concentrations - number of counterparties or groups of closely-related counterparties in relation to the total capital of the credit institution

<input checked="" type="checkbox"/> 10% to 20% of total capital	2	2
<input checked="" type="checkbox"/> 20% to 25% of total capital	0	0
<input checked="" type="checkbox"/> Over 25% of total capital	0	0

Peak Connected Persons Credit Exposures - for all connected persons

<input checked="" type="checkbox"/> Peak end-of-day credit exposure amount (\$'000)	90	241
<input checked="" type="checkbox"/> As a percentage of total capital	0.39%	1.20%
<input checked="" type="checkbox"/> Maximum peak end-of-day aggregate credit exposure to all connected persons as a percentage of total capital	25.00%	25.00%

Balance Sheet

The Balance Sheet for the Fiji Operations as prepared under FAS30 should be reported here and should include, but should not be limited to, the following:

	\$'000	\$'000
Cash and liquid assets	1,860	11,260
Balance with the Reserve Bank of Fiji	0	0
Receivables due from other financial institutions	12,000	4,000
Securities held	4,198	4,219
Loans (including advances to customers and similar facilities)	105,615	96,154
Unearned revenue	(26,151)	(20,770)
Provision for doubtful debts	(8,004)	(8,118)
Fixed assets	969	1,160
Accrued receivables and other assets	145	94
Future Income Tax Benefit	2,563	2,588
Total Assets	93,195	90,587
Deposits or Promissory Notes of statutory bodies	0	0
Payables due to other financial institutions	0	0
Deposits and borrowings	67,219	68,115
Amounts owed to other depositors	0	0
Certificates of deposits	0	0
Promissory Notes and other liabilities evidenced by paper	0	0
Other	3,437	2,910
Secured borrowings	0	0
Issued and paid up or assigned capital	4,000	4,000
Capital reserves	0	0
Revaluation reserves	0	0
Other reserves	900	900
Retained earnings	17,639	14,662

	Audited Current Year	Audited Prior Period
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Income Statement

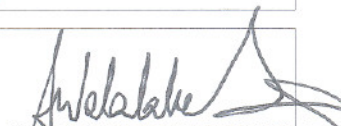
The Income Statement for the Fiji Operations as prepared under FAS30 should be reported here and should include, but should not be limited to, the following:

	\$'000	\$'000
Interest and similar income	14,998	12,975
Interest and similar expense	(5,590)	(2,416)
Dividend income	0	0
Fee and commission revenue	759	715
Fee and commission expense	0	0
Other revenues arising from financial instruments	1,015	357
Gains less losses arising from dealing securities	0	0
Other expenses arising from financial instruments	0	(291)
Gains less losses arising from investment securities	0	0
Gains less losses arising from dealing in foreign currencies	0	0
Other operating revenue	0	0
Bad and doubtful debts (including provisions for impairment)	(937)	(1,142)
Recoveries of bad and doubtful debts	0	0
General administration expense	(3,233)	(3,363)
Other	0	0
Net profit before tax	7,012	6,835
Net profit after tax	4,834	4,757

Availability of Disclosure Statements

- Merchant Finance & Investment Company Limited's most recent Key Disclosure Statement is available at all Merchant Finance & Investment Company Limited branches.
- Merchant Finance & Investment Company Limited's most recent General Disclosure Statement is available at all Merchant Finance & Investment Company Limited branches.
- The most recent audited balance sheet and profit and loss statements and other publicly available financial information on any "associated person" of the credit institution are available for inspection at our head office located at Level 1, 91 Gordon Street, Suva.


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Director


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Director