



Merchant Finance

Talk to us first

SUMMARY KEY DISCLOSURE STATEMENT
for the financial year ended 30 June 2008

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 Mohammed Aziz - from 23 June 2008

Members

Sereana Qoro - from 23 June 2008
Pita Mawi - from 23 June 2008
J Koroi
F T Nemani - up to 23 June 2008
Josaia Mar - up to 23 June 2008
M Nawari - up to 23 June 2008
Sitiveni Weilelakeba - up to 23 June 2008
Tui Malekai - up to 23 June 2008

	Audited Current Year	Audited Prior Period
Profitability		
<input checked="" type="checkbox"/> Net operating profit after tax and extraordinary items (\$'000)	5,154	5,932
<input checked="" type="checkbox"/> As a percentage of average total assets	5.47%	6.37%
Size - as at end of financial year		
<input checked="" type="checkbox"/> Total assets (\$'000)	92,793	95,552
<input checked="" type="checkbox"/> The percentage change in total assets over 12 months	(2.89%)	5.48%
Capital Adequacy - as at end of financial year		
<input checked="" type="checkbox"/> Tier 1 Capital (\$'000)	24,933	23,712
<input checked="" type="checkbox"/> Tier 1 capital to total risk-weighted assets ratio	27.90%	24.07%
<input checked="" type="checkbox"/> Total Capital (\$'000)	26,050	24,944
<input checked="" type="checkbox"/> Capital adequacy ratio	29.15%	25.32%

	Audited Current Year	Audited Prior Period
Asset Quality - as at end of financial year		
<input checked="" type="checkbox"/> Total impaired assets (on- and off-balance sheet) (\$'000)	11,575	7,669
<input checked="" type="checkbox"/> As a percentage of total assets	12.47%	8.03%
<input checked="" type="checkbox"/> Total specific provisions (\$'000)	8,170	3,652
<input checked="" type="checkbox"/> Total general provisions (\$'000)	2,500	3,680
<input checked="" type="checkbox"/> Total provisions as a percentage of total impaired assets	92.18%	95.61%

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	1	2
<input checked="" type="checkbox"/> 20% to 25% of total capital	-	-
<input checked="" type="checkbox"/> Over 25% of total capital	-	-

Peak Connected Persons Credit Exposures - for all connected persons

<input checked="" type="checkbox"/> Peak end-of-day credit exposure amount (\$'000)	-	90
<input checked="" type="checkbox"/> As a percentage of total capital	0.00%	0.36%
<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 IFRS should be reported here and should include, but should not be limited to, the following:

	\$'000	\$'000
Cash and liquid assets	18,006	13,860
Balance with the Reserve Bank of Fiji	-	-
Receivables due from other financial institutions	-	-
Securities held	3,026	3,047
Loans (including advances to customers and similar facilities)	99,385	105,615
Unearned revenue	(22,569)	(24,228)
Provision for doubtful debts	(10,670)	(7,332)
Fixed assets	499	969
Asset held for sale	462	-
Receivables and prepayments	112	145
Intangibles	1,151	1,151
Deferred tax asset	3,391	2,324
Total Assets	92,793	95,552
Deposits or Promissory Notes of statutory bodies	-	-
Payables due to other financial institutions	-	-
Deposits and borrowings	62,025	67,219
Amounts owed to other depositors	-	-
Certificates of deposits	-	-
Promissory Notes and other liabilities evidenced by paper	-	-
Other	3,219	3,438
Secured borrowings	-	-
Issued and paid up or assigned capital	4,000	4,000
Capital reserves	-	-
Revaluation reserves	-	-
Other reserves	-	-
Retained earnings	23,549	20,895

	Audited Current Year	Audited Prior Period
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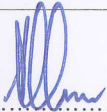
Income Statement

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

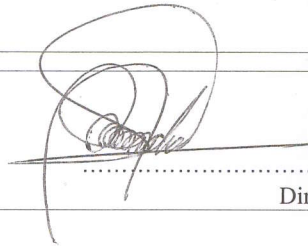
	\$'000	\$'000
Interest and similar income	16,024	14,998
Interest and similar expense	(4,198)	(5,590)
Dividend income	-	-
Fee and commission revenue	1,752	759
Fee and commission expense	-	-
Other revenues arising from financial instruments	389	1,015
Gains less losses arising from dealing securities	-	-
Other expenses arising from financial instruments	-	-
Gains less losses arising from investment securities	-	-
Gains less losses arising from dealing in foreign currencies	-	-
Other operating revenue	-	-
Bad and doubtful debts (including provisions for impairment)	(3,339)	(165)
Recoveries of bad and doubtful debts	-	-
General administration expense	(3,266)	(3,233)
Other	-	-
Net profit before tax	7,362	7,784
Net profit after tax	5,154	5,932

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