

Parliamentary Paper Number 012/2018

OUR VISION

To be the premier Broadcaster in Fiji and the region

OUR MISSION

To inform, educate and entertain our audience through the highest standards of Radio and Television service.

To be the most responsible, dynamic and widest covering Broadcaster providing free quality content to achieve complete audience and customer satisfaction.

OUR VALUES

- We understand our audience and put them at the core of everything we do
- We strive for excellence in the development and presentation of our programs
- We are responsible, respectful, honest and accountable to one another and to our audience and customers
- Our driving force and success factors are our professional and dedicated staff, united by common values and a strong corporate culture



As Fiji's number one National broadcaster, Fiji Broadcasting Corporation is responsible for providing radio and TV programmes in three languages.

The Fiji Broadcasting Corporation today operates a network of six radio stations; two in each of the three major languages (i-Taukei, Hindustani and English). The stations are Radio Fiji One and Bula FM (i-Taukei), Radio Fiji Two and Mirchi FM (Hindustani) and Gold FM and 2Day FM (English).

In addition to these radio services, FBC is also responsible for producing educational and local programmes in all three languages. Although most of the current English and Hindi programmes are purchased, all of the Itaukei programmes are written and produced by FBC in house. Whilst the PSB grant that we receive offsets some of the costs in such generative production, the continuously increasing costs associated with production, broadcast and transmission is currently being offset with income generated from commercial advertising.

Though the country now has very advanced mobile and fixed line phone systems, there is still a significant Fijian population living in the outer islands who are totally reliant on news and messages on our AM transmission service. Our reach to this population is

critical especially during times of natural disasters.

FBC TV was set up in November 2011 and funding was in form of a government guaranteed loan acquired from FDB. Only a handful staff were hired and radio staff were trained in-house to run this TV Station. Considering these humble beginnings I must commend the CEO, management and entire FBC team on their adaptability and focus shown in operating such a great organisation. A further testament to this team's strength is that within 5 years FBC TV has become the number one 'Free to Air' TV station in Fiji and furthermore, a recent survey indicates that FBC TV and Radio now reaches 93.33% of the population in Fiji.

We believe that it is because of the recent high standards achieved by FBC, the level of competition in the industry has increased. The acquisition cost of programmes of national interest is getting extremely high whilst advertising rates are being slashed drastically by our competitors. FBC remains very much committed to maintaining high quality programming. As an example, this year we televised IRB Sevens Series and World Cup Soccer for Fijians who never had the opportunity of viewing such tournaments live and free.



Staff training is another priority, we make a special effort to train and retain our staff, as we would very much like to be recognised as employer of choice.

You are invited to read our audited financials which is self-explanatory, clearly showing all of our annual financial transactions and our projected losses and increasing revenues.

The Chief Executive Officer, Mr. Riyaz Sayed-Khaiyum with his dedicated executive and management team has worked very hard to deliver high quality services for the people of Fiji.

I take this opportunity to thank our dedicated board members, Ms Malini Raghwan, Mr Aren Baoa and Mr Sitiveni Raturala for their commitment and sound advice. The board's decisions has been enhanced by diversity of views they have brought to the table. We look forward to a much brighter year 2014.

Vinaka.

MR. SASHI SINGH CHAIRMAN

BOARD OF DIRECTORS

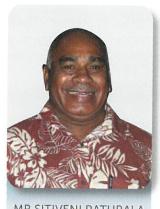




MR. SASHI SINGH CHAIRMAN



MR. AREN BAOA DIRECTOR



MR SITIVENI RATURALA
DIRECTOR



MS. MALINI RAGHWAN DIRECTOR



MR VIMLESH SAGAR
COMPANY SECRETARY



EXECUTIVE MANAGEMENT TEAM



MR RIYAZ SAYED-KHAIYUM CHIEF EXECUTIVE OFFICER



MR VIMLESH SAGAR CHIEF FINANCIAL OFFICER





MS JANICE SINGH DIRECTOR HUMAN RESOURCES



MR VINAL RAJ
MANAGER TELEVISION
OPERATIONS



MS SHAMMI LOCHAN LAL MANAGER RADIO PROGRAMS



MR JACK TEDRICK DIRECTOR SALES & MARKETING



MR NITENDRA PRASAD ACTING DIRECTOR TECHNICAL OPERATIONS



MS RITA NARAYAN DIRECTOR NEWS & SPORTS





















Fiji Broadcasting Commission was first established in 1954 as a public service broadcast radio station. In January 1998, it was corporatized under the Government's public sector reform programme and renamed Island Network Corporation Limited. In June 1999, the change in Government also led to another change in name; this time to the Fiji Broadcasting Corporation Limited.

From its humble beginnings, the Fiji Broadcasting Corporation today operates a network of six radio stations; two in each of the three major languages (i-Taukei, Hindustani and English). The stations are Radio Fiji One and Bula FM (i-Taukei), Radio Fiji Two and Mirchi FM (Hindustani) and Gold FM and 2Day FM (English).

Radio Fiji One and Radio Fiji Two are classified as public service broadcast stations governed under a contract between the government and the Fiji Broadcasting Corporation. Under this contract the Government "buys" airtime on the two stations and contributes towards its operations. The other arm of the FBC is its commercial operations under which fall four radio stations namely Bula FM, Gold FM, Mirchi FM and 2day FM.

The FBC also provides a free to air television service (FBC TV). Our programs focus on issues faced by the people of Fiji on a daily basis. As the national broadcaster, FBC TV carries immense community service responsibility which is reflected in the content of the network. Along with our commercial TV programs, we also have high quality local and international programs such as documentaries, social and religious programs and more. These not only inform and educate the masses, but also mould the younger generation for the future.



FIJI BROADCASTING CORPORATION LIMITED ANNUAL REPORT 2013









The FBC Pledge

At the Fiji Broadcasting Corporation we believe every Fijian has the right to the best Radio and Television service; to be informed, entertained and educated.

At the Fiji Broadcasting Corporation we give every advertiser the countries best broadcasting service, to reach the widest audience, to showcase their products, service and themselves.

At the Fiji Broadcasting Corporation we always provide the best for all Fijians.

Commercial Radio

FBC operates four commercial radio stations. These stations are Mirchi FM (Hindustani), Gold FM (English), Bula FM (i-Taukei) and 2Day FM (English).

Gold FM is aimed specifically for 35 to 60 age group while, Mirchi FM and Bula FM are aimed specifically for 18 to 40 age groups. These stations are mainly music based with popular programmes and lots of competitions and they generate the bulk of the advertising revenue. The fourth commercial station is 2Day FM which targets the 18 to 35 year age group. This station is designed to attract younger listeners who want the latest music delivered with a mature and responsible approach.



















Radio:

Currently FBC has two radio stations that broadcast programmes targeting mainly national development taking into consideration ethnic, cultural and religious diversity. These programmes are sold to Government under the Public Service Broadcast (PSB) contract which is tendered every three years. These stations are Radio Fiji One (i-Taukei Language) and the Radio Fiji Two (Hindustani Language). These stations have national coverage via AM transmitters and supplemented in some areas by FM transmitters. The company is required to comply with requirements of the terms as stipulated under the PSB contract.



FBCTV:

The objective of TV public broadcasting is to provide and promote local talent and varied programming and wider public service viewing choices. In general term, as a PSB broadcaster, FBC undertakes to promote standards of quality, unbiased information, and diverse programming taking into account the special characteristics of Fiji.

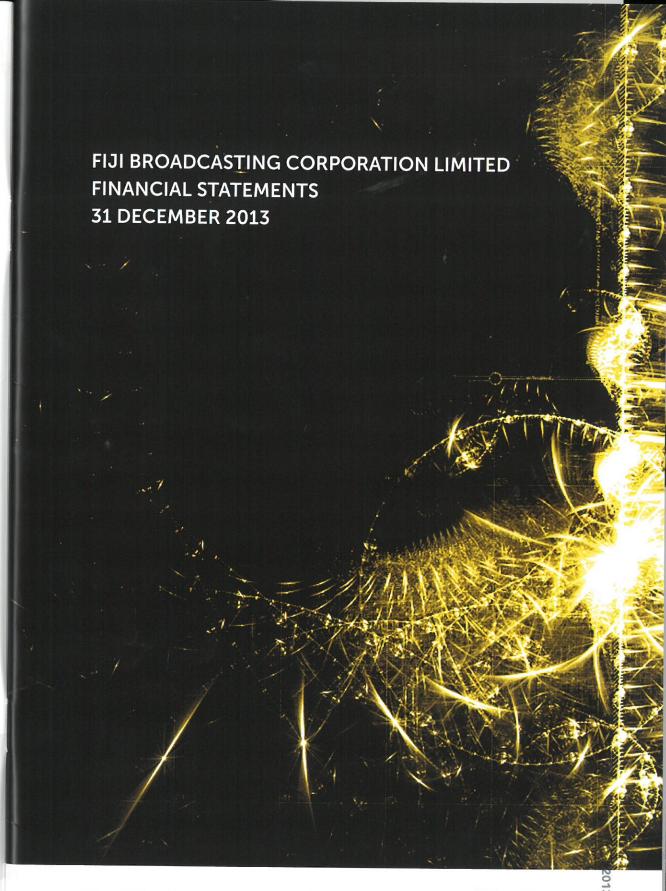
Services are performed with all intents and purpose to entertain, inform and educate the public with the emphasis on income generation to return profit to the government on its investment and repayment of startup moneys borrowed to ensure maintenance of high quality of programming, transmission and public service broadcast by the government-owned corporation.































FINANCIAL STATEMENTS

OFFICE OF THE AUDITOR GENERAL

Excellence in Public Sector Auditing



6-8Th Floor, Ratu Sukuna House 2-10 McArthur St P.O.Box 2214, Government Buildings Suva, Fiji



Telephone: (679) 330 9032 Fax: (679) 330 3812 Email:info@auditorgeneral.gov.fj Website:http://www.oag.gov.fj



File: 1248

17 November 2014

The Chairman of the Board Fiji Broadcasting Corporation Ltd P O Box 334 Suva

Dear Sir

AUDITED FINANCIAL STATEMENTS OF FIJI BROADCASTING CORPORATION LIMITED FOR THE YEARS ENDED 31 DECEMBER 2012 and 2013

Audited financial statements of the Fiji Broadcasting Corporation Limited accounts for the years ending 31 December 2012 and 2013 together with my audit reports on them are enclosed.

Particulars of the errors and omissions arising from the audit have been forwarded to the Management of the Company for its action.

Yours sincerely

7 Bohns

Tevita Bolanavanua
AUDITOR GENERAL

Chief Executive Officer, Fiji Broadcasting Corporation Limited, PO Box 334, Suva.

Encl.





















FIJI BROADCASTING CORPORATION LIMITED FINANCIAL STATEMENTS



CONTENTS

Directors' report		1 - 3
Statement by directors	,	4
Independent auditor's report	ė.	5
Statement of comprehensive income		6
Statement of financial position		7
Statement of changes in equity		8
Statement of cash flows		9
Notes to the financial statements		10 – 27
Disclaimer		28
Supplementary information: detailed income statement		29 - 31





















FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013 DIRECTORS'REPORT

In accordance with a resolution of the board of directors, the directors herewith submit the statement of financial position of the company as at 31 December 2013, the related statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended on that date and report as follows:

Directors

The names of the directors in office at the date of this report are:

Sashi Singh – Chairman (appointed: 20/02/2013) Sitiveni Raturala (appointed: 20/02/2013) Malini Raghwan (appointed: 20/02/2013) Aren Baoa (appointed: 20/02/2013)

Principal Activities

The principal activities of the company during the year were that of providing commercial and public radio and television services.

Results

The loss after income tax expense of \$Nil (2012: \$110,269) for the financial year was \$5,602,774 (2012: \$7,103,051).

Dividends

No dividends were declared or paid during the year.

Reserves

It is proposed that no amounts be transferred to reserves within the meaning of the Seventh Schedule of the Companies Act, 1983.

Bad and Doubtful Debts

Prior to the completion of the company's financial statements, the directors took reasonable steps to ascertain that action has been taken in relation to writing off of bad debts and the making of allowance for doubtful debts. In the opinion of directors, adequate allowance has been made for doubtful debts.

As at the date of this report, the directors are not aware of any circumstances, which would render the amount written off for bad debts, or the allowance for doubtful debts in the company, inadequate to any substantial extent.

Current Assets

Prior to the completion of the financial statements of the company, the directors took reasonable steps to ascertain whether any current assets were unlikely to realise in the ordinary course of business their values as shown in the accounting records of the company. Where necessary these assets have been written down or adequate allowance has been made to bring the values of such assets to an amount that they might be expected to realise.

As at the date of this report, the directors are not aware of any circumstances which would render the values attributable to non-current assets in the company's financial statements to be misleading.























FIJI BROADCASTING CORPORATION LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013 DIRECTORS'REPORT (CONT'D)

Related Party Transactions

All related party transactions have been adequately recorded in the financial statements.

Unusual Transactions

In the opinion of the directors, the results of the operations of the company during the financial year were not substantially affected by any item, transaction or event of a material unusual nature, nor has there arisen between the end of the financial year and the date of this report any item, transaction or event of a material unusual nature likely, in the opinion of the directors, to affect substantially the results of the operations of the company in the current financial year.

Going Concern

The financial statements have been prepared on a going concern basis notwithstanding that at 31 December 2013 the company had negative cash flows from operating activities of \$1,319,736 and deficiency in shareholder's funds of \$342,887. In addition, the company recorded a net loss before income tax of \$5,602,774.

The directors consider it appropriate to prepare these financial statements on a going concern basis, given that the company's shareholder (Ministry of Public Enterprises - Government of Fiji) has provided the company with a written undertaking to provide sufficient financial assistance as necessary to the company as and when needed to enable the company to continue its operations and fulfill all of its obligations now and in the future. This undertaking is provided for a minimum period of twelve months from the date of this report.

If for any reason the company is unable to continue as a going concern, it could have an impact on the company's ability to realise assets at their recognized values to extinguish liabilities in the normal course of business at the amounts stated in the financial statements.

Events Subsequent to Balance Date

No matters or circumstances have arisen between the end of the financial year and the date of this report which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in subsequent financial years.

Other Circumstances

As at the date of this report:

- no charge on the assets of the company has been given since the end of the financial year to (i) secure the liabilities of any other person;
- (11) no contingent liabilities have arisen since the end of the financial year for which the company could become liable; and
- no contingent liabilities or other liabilities of the company have become or are likely to become (iii) enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the company to meet its obligations as and when they fall due.

As at the date of this report, the directors are not aware of any circumstances that have arisen, not otherwise dealt with in this report or the company's financial statements, which would make adherence to the existing method of valuation of assets or liabilities of the company misleading or inappropriate



























FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013 DIRECTORS'REPORT (CONT'D)

Directors' Benefits

Since the end of the previous financial year, no director has received or become entitled to receive a benefit (other than those disclosed in the financial statements) by reason of a contract made by the company or by a related corporation with the director or with a firm of which he is a member, or with a company in which he has a substantial financial interest

For and on behalf of the board and in accordance with a resolution of the directors

day of Newsber 2014

Directo

17

FIJI BROADCASTING CORPORATION LIMITED

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013 STATEMENT BY DIRECTORS

In accordance with a resolution of the board of directors of Fiji Broadcasting Corporation Limited, we state that in the opinion of the directors

- the accompanying statement of comprehensive income of the company is drawn up so as to give a true and fair view of the results of the company for the year ended 31 December 2013;
- ii) the accompanying statement of financial position of the company is drawn up so as to give a true and fair view of the state of affairs of the company as at 31 December 2013;
- iii) the accompanying statement of changes in equity of the company is drawn up so as to give a true and fair view of the changes in equity of the company for the year ended 31 December 2013;
- iv) the accompanying statement of cash flows of the company is drawn up so as to give a true and fair view of the cash flows of the company for the year ended 31 December 2013:
- v) at the date of this statement, there are reasonable grounds to believe that the company will be able to pay its debts as and when they fall due; and
- vi) all related party transactions have been adequately recorded in the books of the company.

For and on behalf of the board and in accordance with a resolution of the directors.

Dated this 17th day of November 2014.

Director

Diepotor

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013 INDEPENDENT AUDIT REPORT

OFFICE OF THE AUDITOR GENERAL

Excellence in Public Sector Auditing



6-8TH Floor, Ratu Sukuna House 2-10 McArthur St P.O.Box 2214, Government Building: Suva, Fiji



Telephone (679) 330 9032 Fax: (679) 330 3812 Email:info@auditorgeneral.gov.fj Website:http://www.oag.gov.fl



INDEPENDENT AUDITOR'S REPORT

To the members of Fiji Broadcasting Corporations Limited

I have audited the accompanying financial statements of Fiji Broadcasting Corporations Limited, which comprise the statement of financial position as at 31 December 2013, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information as set out on pages 11 to 28.

Directors' and Management's Responsibility for the Financial Statements

Directors and management are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and the requirements of the Companies Act.. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted the audit in accordance with International Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on my judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, I consider internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Qualification

As explained in note 3(p) to the financial statements, the company accounts for all government grants received after 1 January 2010 are treated as a capital contribution. This is a departure from IAS 20 Accounting for Government Grants and Disclosure of Government Assistance which requires government grants provided to compensate the Company for expenses incurred to be recognized in profit or loss as other income on a systematic basis in the same period that the expenses are recognized. The Company's records indicate that had the Company complied with IAS 20 the impact would be to reduce loss before tax and capital contribution by (2012: \$2.566.810 and 2013: \$2.910,000) and increase other income by (2012: \$2.566.810 and 2013: \$2.910,000).





















FIJI BROADCASTING CORPORATION LIMITED

AUDIT OPINION FOR THE YEAR ENDED 31 DECEMBER 2013

Audit Opinion

In my opinion, except for the effects of the matter described in the qualification paragraph, the financial statements give a true and fair view of the financial position of Fiji Broadcasting Corporation Limited as at 31 December 2013, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and other statutory requirements.

7 Bohn

Tevita Bolanavanua **AUDITOR GENERAL**

Suva, Fiji 17 November 2014

























FIJI BROADCASTING CORPORATION LIMITED

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2013

	Notes	2013	2012 \$
Revenue	6	8,042,530	6,428,631
Other operating revenue	7 🧎	408,238	258,711
		8,450,768	6,687,342
Administration and operating expenses Marketing expenses Finance costs		(11,270,219) (1,351,553) (1,431,770)	(10,588,302) (1,078,872) (2,012,950)
Loss before income tax	8	(5,602,774)	(6,992,782)
Income tax expense	9 (a)	_	(110,269)
Loss after income tax		(5,602,774)	(7,103,051)
Other comprehensive income			*
Total comprehensive loss for the year		(5,602,774)	(7,103,051)

The statement of comprehensive income is to be read in conjunction with the notes to and forming part of the financial statements.























FLI BRO

FIJI BROADCASTING CORPORATION LIMITED ANNUAL REPORT 2013

FIJI BROADCASTING CORPORATION LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013

		Notes	2013 \$	2012
Current assets Cash		21	276.075	161.181
Trade and other receivables	-	10	1,919,421	1,377,429
Other assets		11	207,593	504,692
Inventories Held-to-maturity investments		12	32,025	24,397
Income tax receivable		13 9 (c)	1,336,773 376,366	336,773 376,366
Total current assets		1.77	4.148,253	2,780,838
Non-current assets				
Property, plant and equipment		14	18,226,196	21,517,376
Total non-current assets			18,226,196	21,517,376
Total assets			22,374,449	24,298,214
Current liabilities				
Trade and other payables		15	1,569,998	979.437
Employee entitlements		17	82.239	94.363
Deferred income		18	51,333	31,022
Interest bearing borrowings		16	1.418,757	1,435,601
Total current liabilities			3,122,327	2,540,423
Non-current liabilities				
Interest bearing borrowings		16	19,449,421	19.190.672
Deferred income		18	145,588	217,232
Total non-current liabilities			19,595,009	19,407,904
Total liabilities			22,717,336	21,948,327
Net (liabilities) / assets			(342,887)	2,349,887
Shareholder's equity				
Share capital Share premium reserve		19	200,002	200,002
Capital contribution		20	3,913,355	3,913,355
Accumulated losses		24 (c)	10,593,911 (15,050,155)	7,683,911 (9,447,381)
Total shareholder's (deficit) / equity			(342,887)	2,349,887
				2,3,3,307

For and on behalf of the board and in accordance with a resolution of the directors.

Pirector

Director

The statement of financial position is to be read in conjunction with the notes to and forming part of the financial statements.





















FIJI BROADCASTING CORPORATION LIMITED

STATEMENT OF CHANGES IN EQUITY YEAR ENDED 31 DECEMBER 2013

	Share Capital	Share Premium Reserve	Accumulated Losses	Capital Contribution	
	\$	- \$	\$	\$	\$
Balance as at 1 January 2012	200,002	3,913,355	(2,344,330)	5,117,101	6,886,128
Total comprehensive loss for the year					
Loss for the year Other comprehensive income for the year		*	(7,103,051)	-	(7,103,051)
Total comprehensive loss for the year	-	-	(7.103,051)	_	(7,103,051)
Capital contribution by the shareholders, Government of Fiji. (Note 24 (c))		-	-	2.566.810	2.566,810
Balance as at 31 December 2012	200,002	3,913,355	(9,447,381)	7,683,911	2,349,887
Total comprehensive loss for the year Loss for the year Other comprehensive income for	-	-	(5,602,774)		(5,602,774)
the year Total comprehensive loss for the		-	-		-
year	-	-	(5,602,774)		(5,602,774)
Capital contribution by the shareholders, Government of Fiji. Note 24 (c))			-	2,910,000	2,910,000
Balance as at 31 December 2013	200,002	3,913,355	(15,050,155)	10,593,911	(342,887)

The statement of changes in equity is to be read in conjunction with the notes to and forming part of the financial statements.





















STATEMENT OF CASH FLOWS YEAR ENDED 31 DECEMBER 2013

	Note	2013 \$	2012 \$
Cash flow from operating activities			
Receipts from customers and grant income Payments to suppliers and employees		7,815,446 (7,714,106)	6,401,091 (7,283,831)
Cash generated by/ (used in) operations		101,340	(882,740)
Interest paid Income tax paid Interest received		(1,431,770)	(2,012,950) (105,500) 7,695
Net cash used in operating activities		(1,319,736)	(2,993,495)
Cash flow from investing activities			
Proceeds from disposal of motor vehicles Payments for term deposits Payments for property, plant and equipment		31,304 (1,000,000) (748,579)	52,564 (200,000) (1,321,518)
Net cash used in investing activities		(1,717,275)	(1,468,954)
Cash flows from financing activities			
Proceeds from term loans Amounts transferred from escrow accounts Proceeds from capital contribution by the shareholders Repayment of term loans	24 (c)	1,601,871 2,910,000 (1,359,966)	1,426,067 1,008,375 2,566,810 (697,597)
Net cash provided by financing activities		3,151,905	4,303,655
Net increase / (decrease) in cash and cash equivalents during the year		114,894	(158,794)
Cash and cash equivalents at the beginning of the year		161,181	319,975
Cash and cash equivalents at the end of the year	21	276,075	161,181

The statement of cash flows is to be read in conjunction with the notes to and forming part of the financial statements.





















NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2013

1 GENERAL INFORMATION

Fiji Broadcasting Corporation Limited (the company) is a Government owned entity incorporated under the Companies Act, 1983 and a Government Commercial Company under the Public Enterprises Act of 1996, domiciled in Fiji. The address of the Company's registered office and the principal place of business is 69 Gladstone Rd Suva, Fiji. The significant accounting policies, which have been adopted in the preparation of these financial statements, are noted below.

The principal activities of the company during the year were that of providing commercial and public radio and television services.

The financial statements were approved by the board of directors and authorised for issue on 17th Nov. 2014.

NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS EFFECTIVE FROM 1 JANUARY 2013

A number of new standards, interpretations and amendments effective for the first time for periods beginning on (or after) 1 January 2013, have been adopted in these financial statements. The nature and effect of each new standard, interpretation and amendment adopted by the company is detailed below. Not all new standards and interpretations effective for the first time for periods beginning on (or after) 1 January 2013 affect the company's financial statements.

Amendments to IAS 1 - Presentation of Items of Other Comprehensive Income

The amendments to IAS 1 require items of other comprehensive income to be grouped into two categories in the other comprehensive income section:

- (a) Items that will not be reclassified subsequently to profit or loss; and
- (b) Items that may be reclassified subsequently to profit or loss when specific conditions are met.

Income tax on items of other comprehensive income is required to be allocated on the same basis – the amendments do not change the option to present items of other comprehensive income either before tax or net of tax.

IFRS 13 - Fair Value Measurement

IFRS 13 sets out the framework for determining the measurement of fair value and the disclosure of information relating to fair value measurement, when fair value measurements and/or disclosures are required or permitted by other IFRS.

As a result, the guidance and requirements relating to fair value measurement that were previously located in other IFRS have now been relocated to IFRS 13.

While there has been some rewording of the previous guidance, there are few changes to the previous fair value measurement requirements. Instead, IFRS 13 is intended to clarify the measurement objective, harmonise the disclosure requirements, and improve consistency in application of fair value measurement.

IFRS 13 did not materially affect any fair value measurements of the company's assets or liabilities, with changes being limited to presentation and disclosure, and therefore has no effect on the company's financial position or performance.























NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS EFFECTIVE FROM 1 JANUARY 2013 (Continued)

New standards, interpretations and amendments effective from 1 January 2013 that have no significant impact to the Company

The following new standards, amendments and interpretations are also effective for the first time in these financial statements. However, none have a material effect on the company

- IFRS 7 Financial Instruments: Disclosures (Amendments Offsetting Financial Assets and Financial Liabilities).
- IAS 16 Property, Plant & Equipment (Improvements to IFRS (2009 2011 Cycle)).
- IAS 19 Employee Benefits (Revised 2011).
- IAS 32 Financial Instruments: Presentation IFRS (2009 2011 Cycle).

New standards, interpretations and amendments not yet effective

The following new standards, interpretations and amendments, which are not yet effective and have not been adopted early in these financial statements, may have an effect on the company's future financial statements

IFRS 9 - Financials Instruments (effective for annual periods beginning on or after I January

Management is still determining the likely impact of these standards.

Other amendments are unlikely to have an impact on the company's financial statements and therefore has not been analysed in detail.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted by the company are stated to assist in a general understanding of these financial statements. The accounting policies adopted are consistent with those of the previous year except as stated otherwise.

Statement of compliance

The financial statements of the Company have been drawn up in accordance with the Companies Act, 1983 and International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

Basis of Preparation

The financial statements have been prepared on the basis of historical cost convention, except where stated. Cost is based on the fair values of the consideration given in exchange for assets. In the application of IFRS, management is required to make judgments, estimates and assumptions about carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstance, the results of which form the basis of making the judgments. Actual results may differ from these estimates.























NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b) Basis of Preparation (Continued)

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. Judgments made by management in the application of IFRS that have significant effects on the financial statements and estimates with a significant risk of material adjustments in the future periods are disclosed, where applicable, in the relevant notes to the financial statements.

The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are critical to the financial statements are disclosed in Note 5.

Accounting policies are selected and applied in a manner which ensures that the resulting financial information satisfies the concepts of relevance and reliability, thereby ensuring that the substance of the underlying transactions or other events is reported.

c) Going Concern

The financial statements have been prepared on a going concern basis notwithstanding that at 31 December 2013 the company had negative cash flows from operating activities of \$1,319,736 and deficiency in shareholder's funds of \$342,887. In addition, the company recorded a net loss before income tax of \$5,602,774.

The directors consider it appropriate to prepare these financial statements on a going concern basis, given that the company's shareholder (Ministry of Public Enterprises – Government of Fiji) has provided the company with a written undertaking to provide sufficient financial assistance as necessary to the company as and when needed to enable the company to continue its operations and fulfill all of its obligations now and in the future. This undertaking is provided for a minimum period of twelve months from the date of this report.

If for any reason the company is unable to continue as a going concern, it could have an impact on the company's ability to realise assets at their recognized values to extinguish liabilities in the normal course of business at the amounts stated in the financial statements.

d) Foreign Currency Transactions

Functional and presentation currency

The company operates in Fiji and hence its financial statements are presented in Fiji dollars, which is the company's functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the Fijian currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.























FIJI BROADCASTING CORPORATION LIMITED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Borrowings

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost; using the effective interest method.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the balance date.

Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised as expenses in the period in which they are incurred.

Cash

For the purpose of statement of cash flows, cash is comprised of cash on hand and cash in banks.

Employee Benefits

Wages and salaries

Liabilities for wages and salaries expected to be settled within 12 months of the reporting date are accrued up to the reporting date.

Annual leave

The liability for annual leave is recognised in the provision for employee entitlements. These benefits are expected to be settled within 12 months are measured at their nominal values using the remuneration rate expected to apply at the time of the settlement.

Defined contribution plans

Contributions to Fiji National Provident Fund are expensed when incurred.

Financial Assets

The company classifies its financial assets as loans and receivable and held-to-maturity investments. The classification depends on the nature and purpose for which the financial assets were acquired and is determined at the time of initial recognition.

Loans and Receivable

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for maturities greater than 12 months after the balance date. These are classified as non-current assets. The company's loans and receivables comprise 'trade and other receivables' and 'cash' in the balance sheet.























NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Financial Assets (continued)

Held-to-maturity Investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the company's management has the positive intention and ability to hold to maturity. The company's held-to-maturity investments comprise of 'held-to-maturity term deposits'.

Held-to-maturity investments are subsequently measured at amortised cost.

j) Impairment of Non-Financial Assets

At each reporting date, the company reviews the carrying amounts of its assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset or cash-generating unit is estimated to be less than its carrying amount, the carrying amount of the asset or cash-generating unit is reduced to its recoverable amount. An impairment loss is recognised in the statement of comprehensive income immediately, unless the relevant asset is carried at fair value, in which case the impairment loss is treated as a revaluation decrease.

k) Income Tax

Current Tax

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the balance date. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulations is subject to interpretation and establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred Tax

Deferred tax is provided in full on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, the deferred tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit or loss. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the balance date and are expected to apply when the related deferred tax asset is realised or the deferred tax liability is settled.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences and the eligible tax losses can be utilised.





















NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

k) Income Tax (continued)

Current and deferred tax for the period

Current and deferred tax is recognised as an expense or income in the profit or loss, except when it relates to items credited or debited directly to equity, in which case the deferred tax is also recognised directly in equity.

I) Inventory

Inventory comprising of fuel is valued at the lower of cost and net realisable value. Cost is determined on a first-in, first-out (FIFO) method.

m) Property, Plant and Equipment

Property, plant and equipment are stated at deemed cost less accumulated depreciation and impairment losses. Property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives using the following rates:

Leasehold land	Term of lease
Building	2%
Plant and equipment	10 - 50%
Furniture and fittings	10%
Motor vehicles	15 - 20%
Computer equipment	24%

Gains and losses on disposal of property, plant and equipment are taken into profit or loss in determining the results for the year.

Capital work in progress principally relates to costs and expenses incurred for capital work in the nature of property, plant and equipment. Capital work in progress is stated at historical cost and is not depreciated.

n) Provisions

Provisions are recognised when the company has a present obligation, the future sacrifice of economic benefits is probable, and the amount of the provision can be measured reliably.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cashflows estimated to settle the present obligation, its carrying amount is the present value of those cashflows.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognised as an asset if it is virtually certain that recovery will be received and the amount of the receivable can be measured reliably.

o) Revenue

Revenue represents income earned from advertising, programs and special events.

Revenue from advertising and programs is recognised upon playing of respective commercials and programs. Revenue from special events is recognised upon performance of the respective events.





















NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Capital Contribution by the Government of Fiji p)

Based on the Cabinet's decision in 2012, grants and / or special funding from the Government of Fiji, as the shareholder, is treated as capital contribution. As such, grants and / or special funding by the Government of Fiji are treated as additions to equity rather than being recognised as operating revenue of the company.

Deferred Income

The cost of assets gifted by foreign Governments have been capitalised to plant and equipment and the corresponding credit has been taken up as deferred income. These plant and equipment are being depreciated over their estimated useful lives and the benefit arising from the grant being the recoupment of depreciation is credited to revenue.

r) Leased Assets

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term, except where another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed

S) Share Capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Trade and Other Payables

Payables are recognised when the company becomes obliged to make future payments resulting from the purchase of goods and services.

Trade and Other Receivables u)

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less allowance for impairment. An allowance for impairment of trade receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy or financial reorganisation, and default or delinquency in payments are considered indicators that the trade receivable is impaired. The carrying amount of the asset is reduced through the use of an allowance account, and the amount of the loss is recognised in the statement of comprehensive income within administration and operating expenses.

When a trade receivable is uncollectible, it is written off against the allowance account for trade receivables. Subsequent recoveries of amounts previously written off are credited to other revenue in the statement of comprehensive income

Where necessary, amounts relating to prior years have been reclassified to facilitate comparison and achieve consistency in disclosure with current year amounts.























FIJI BROADCASTING CORPORATION LIMITED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

4 FINANCIAL RISK MANAGEMENT

a) Financial Risk Management Objectives

The company's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. Company is also exposed to credit risk, liquidity risk and regulatory risk.

The company does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

The company's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the company's financial performance.

Risk management is carried out by executive management. Executive management identifies, evaluates and monitors financial risks in close co-operation with the operating units

b) Interest Rate Risk Management

The company has significant interest-bearing borrowings from Fiji Development Bank at variable interest rates. This exposes the company to interest rate risk. The company manages its interest rate risk by arranging fixed interest rates for a certain period on the borrowed funds from the Bank. The risk is monitored and managed by the management within the approved policy parameters.

c) Credit Risk Management

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the company. The company has adopted a policy of dealing with creditworthy counterparties as a means of mitigating the risk of financial loss from defaults. The company's exposure and the credit ratings of its counterparties are continuously monitored. Credit exposure is controlled by counterparty limits that are reviewed and approved by the management on a regular basis annually.

Trade accounts receivable consists of a few customers with good credit ratings. Ongoing credit evaluations are performed on the financial condition of accounts receivables.

Exposure to credit risk:

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk at the reporting date was as follows:

	2013	2012
Cash at bank	272,975	158,181
Trade receivables	1,778,860	1,397,382
Other receivables	492,321	339,591
Held-to-maturity investments	1,336,773	336,773
Other assets, excluding prepayments	4,553	4,787
	3,885,482	2,236,714





















NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

4 FINANCIAL RISK MANAGEMENT (Continued)

d) Liquidity Risk Management

The company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities by continuously monitoring forecast and actual cash flows.

Carrying Amount	Contractual cashflows	Less than 1 year	More than 1 year
1,569,998	1.569.998	1.569.998	\$
20,868,178	29,935,739	2,784,000	27,151,739
22,438,176	31,505,737	4,353,998	27,151,739
979,437	979.437	979 437	_
20,626,273	29,403,891	2,784,000	26,619,891
21,605,710	30,383,328	3,763,437	26,619,891
	Amount \$ 1,569,998 20,868,178 22,438,176 979,437 20,626,273	Amount shifteness shif	Amount cashflows 1 year \$ \$ 1,569,998 1,569,998 1,569,998 20,868,178 29,935,739 2,784,000 22,438,176 31,505,737 4,353,998 979,437 979,437 979,437 20,626,273 29,403,891 2,784,000

e) Regulatory Risk

The company's operating environment is regulated by the Media Industry Development Decree 2011 (Fiji Media Decree) which came into effect on 28 June 2011.

The salaries and wages payable to workers are subject to relevant wages regulations and employment legislation.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

In application of the company's accounting policies, which are described in note 3, the directors are required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of revision and future periods if the revision affects both current and future periods.

The company makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year and in future are discussed below.

























FIJI BROADCASTING CORPORATION LIMITED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS (Continued)

Critical Judgments in Applying the Company's Accounting Policies

(a) Deferred tax assets

Deferred income tax assets are recognised for all unused tax losses, and benefits arising from temporary deductible differences to the extent that taxable profits will be available against which the losses can be utilized. However, deferred tax asset on tax losses and other deductible temporary differences has not been recognised given that the realization of tax losses and other deductible temporary differences in foreseeable future is not considered to be probable. Significant management judgment is required to determine the amount of deferred income tax assets that can be recognised, based upon the likely and level of future taxable profits together with future planning strategies. Further details are contained in note 9(b).

(b) Impairment of property, plant and equipment

The company assesses whether there are any indicators of impairment of all property, plant and equipment at each reporting date. Property, plant and equipment are tested for impairment and when there are indicators that the carrying amount may not be recoverable, a reasonable provision for impairment is created. The management's assessment of recoverable amount involves making a judgment, at the particular point in time, about inherent uncertain future outcomes of events or conditions. Accordingly, subsequent events may result in outcomes that are significantly different from assessment.

For the year ended 31 December 2013, no provision for impairment has been made as the management reasonably believes that no indicators for impairment exist.

(c) Allowance for doubtful debts

Allowance for doubtful debts is assessed at an individual level. All debtors in the 90+ days category are considered for impairment and provided for on a specific basis after detailed review of individual account balances.

6	REVENUE	2013	2012
Adver	rtising:	\$	\$
- Rad - Tele		1,132,407 1,923,573	1,135,690 1,208,905
- Rad - Tele		1,257,579 1,376,538	1,286,294 921,667
- Radi	io evision	316,174 510,205	323,233 375,640
- Radi	io	117,643 267,290 631,846	194,453 351,999
Others		509.275	322,347 308,403
Total	revenue	8.042,530	6,428,631





















NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

7 OTHER OPERATING INCOME	2013	2012
Gain on disposal of motor vehicles Income from gifted assets Interest income Other income	31,304 51,333 10,694 314,907	32,337 31,022 7,695 187,657
Total other operating income	408.238	258,711
A OOS DEFORE INCOME TAX		
8 LOSS BEFORE INCOME TAX		
Loss before income tax has been determined after charging the following expenses:		
Auditors' remuneration for audit fees Accounting and taxation fees Consultancy fees Depreciation Depreciation of gifted asset Directors' fees FNPF (employer's contribution) Insurance Interest expenses Licences and permits Motor vehicle expenses Power and transmission Program expenses Rent and rates (including land rentals) Sports coverage expenses Telephone Wages, salaries, and training levy	15,000 12,000 30,200 3,988,424 51,333 15,000 210,011 155,365 1,431,770 243,781 199,739 859,871 1,629,275 95,015 145,659 189,558 2,488,044	12,000 8,000 30,000 3,945,617 31,022 13,917 190,416 130,253 2,012,950 85,544 222,356 792,798 1,376,395 74,725 154,955 171,648 2,375,909
9 INCOME TAX		
(a) Income tax expense		
The income tax expense/ (benefit) on loss before income tax is reconciled as follows:		
Loss before income tax	(5,602,774)	(6,992,782)
Prima facie tax benefit thereon at 20% (2012: 28%)	(1,120,555)	(1,398,556)
Tax effect of: Non-deductible expenses	21,001	24,522
Deferred tax assets not recognised on tax losses and other temporary differences Under provision of income tax expense in the prior year	1.099,554	1,482,902 1,401
Income tax expense attributable to operating loss	_	110,269
Income tax expense comprises movement in Deferred tax expense		110,269























FIJI BROADCASTING CORPORATION LIMITED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

9 INCOME TAX (Continued)

(b) Benefit of income tax losses not brought to account

As at 31 December 2013, the company had unconfirmed unrecouped income tax losses of approximately \$11,155,627 (2012: \$7,011,245) available to offset against future years' taxable income. The benefit of these losses of approximately at the future income tax rate of 20% amounting \$2,231,125 (2012: \$1,402,249) has not been brought to account, as realization is not considered to be probable.

The benefit will only be obtained if:

- the company derives future assessable income of a nature and of an amount sufficient to enable the benefits from the deductions for the losses to be realized;
- (ii) the company continues to comply with the conditions for deductibility imposed by the law; and
- (iii) no changes in tax legislation adversely affect the company in realizing the benefit from the deductions for the losses.

The tax losses will be expiring as follows:

Year	Amount	Expiry of tax loss
2011	1,481,175	2015
2012	5,530,070	2016
2013	4,144,382	2017

(c) Income tax receivable	2013	2012
Opening balance	376,366	258,991
Income tax paid	-	105,500
Transfer from VAT account to tax account	-	11,875
	376,366	376,366
10 TRADE AND OTHER RECEIVABLES		
Trade accounts receivable	1,778,860	1,397,382
Provision for impairment of trade receivables	(177,017)	(184,801)
	1,601,843	1,212,581
Other receivables	492,321	339,591
Provision for impairment of other receivables	(174,743)	(174,743)
	317,578	164,848
Total trade and other receivables, net	1,919,421	1,377,429
The aging analysis of these trade receivables is as follo	WS	
0 to 60 days	1,623,180	1,250,866
61 to 90 days	39,033	46,553
Over 90 days	116,647	99,963

As of 31 December 2013, trade receivables of \$177,017 (2011; \$145,103) were impaired and provided for. The individually impaired receivables mainly relate to balances that were over 3 months past due and in dispute. It was assessed that a portion of the receivables is expected to be recovered.























NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

10 TRADE AND OTHER RECEIVABLES (Continued)

Movements on the company provision for impairment of trade receivables are as follows:

	2013	2012
At 1 January	184,801	145,103
Allowance for impairment of receivables / (Unused amorreversed)	amount (7,784)	39,698
At 31 December	177,017	184,801

The creation and release of provision for impaired receivables have been included in 'Administration and Operating expenses' in the statement of comprehensive income. Amounts charged to the allowance account are generally written off, when there is no expectation of recovering additional cash.

11	OTHER ASSETS	2013 \$	2012 \$
	payments osits	203,040 4,553	499,905 4.787
		207,593	504.692
12	INVENTORY		
Fuel		32,025	24,397
13	HELD-TO-MATURITY INVESTMENTS		
Tem	n deposits	1,336,773	336,773
14	PROPERTY, PLANT AND EQUIPMENT		
	sehold land and buildings – at deemed cost scaccumulated depreciation	6,656,289 (585,367) 6,070,922	6,656,289 (458,737) 6,197,552
	t and equipment, and vehicles – at deemed cost accumulated depreciation	23,159,850 (11,099,891) 12,059,959	22,495,482 (7,249,648) 15,245,834
	iture and fittings – at deemed cost : accumulated depreciation	252,570 (157,255) 95,315	220,868 (146,878) 73,990
Total	property, plant and equipment, net	18,226,196	21,517,376























NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

14 PROPERTY, PLANT AND EQUIPMENT (Continued)

Movements in Carrying Amounts:

Movements in the carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year are as follows:

	Leasehold land and buildings	Plant and equipment, and vehicles	Furniture and fittings	Total 2013	Total 2012
- T	\$	\$	\$	\$	\$
Balance as at 1 January Additions Disposals	6,197,552	15,245,834 711,943	73,990 36,634	21,517,376 748,577	23,942,724 1,571,518 (20,227)
Depreciation expense	(126,630)	(3,897,818)	(15,309)	(4,039,757)	(3,976,639)
Balance as at 31 December	6,070,922	12,059,959	95,315	18,226,196	21,517,736
Trade accounts pay Unearned income Other payables and VAT payable Total trade and other	accruals er payables			2013 \$ 238.621 85.154 1,165.248 80.975 1,569.998	2012 \$ 60,846 16,221 801,222 101,148 979,437
16 INTEREST I	BEARING BORR	OWINGS			
Current Term loan				1,418,757	1,435,601
Non-Current				40 440 421	19,190,672
Term loan			_	19,449,421	19, 190,072

- (a) The Company has a loan facility with Fiji Development Bank which, at year end, was fully utilised. The loan is for a period of 15 years and interest is charged at the rate of 6.75% (2012; 6.75%) per annum. The loan is repayable by monthly instalments of \$232,000 (2011; \$232,000), including principal and interest. The loan is secured by:
 - (i) Registered mortgage debenture by company over all its assets and undertakings including its uncalled and unpaid capital;
 - (ii) Registered first party mortgage by company over crown lease no CL 2748 situated at 69 Gladstone Road with improvements thereon;
 - (iii) Registered first party mortgage by company over native lease no NL 10575 situated at Naulu, Nasinu with improvements thereon;
 - (iv) Bill of Sale over entire radio and TV equipment;
 - (v) Bill of Sale over Transmission Towers and Antennas; and
 - (vi) Guarantee by the Government amounting to \$21,594,693;





















NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

17	EMPLOYEE ENTITLEMENTS	2013	2012
		\$	\$
Emp	loyee entitlements	82,239	94,363
			BEATER ST.

Employee entitlements relate to annual leave. These benefits are expected to be settled within 12 months are measured at their nominal values using the remuneration rate expected to apply at the time of the settlement.

2013	2012 \$
375,527 (178,606)	375,527 (127,273)
196,921	248,254
51,333 145,588	31,022 217,232
196,921	248,254
127,273 51,333	96,251 31,022
178,606	127,273
10,000.000	10,000,000
200,002	200,002
3,913,355	3,913,355
	\$ 375,527 (178,606) 196,921 51,333 145,588 196,921 127,273 51,333 178,606

In accordance with the Public Enterprise Regulations, 1997 and 1998, effective from 1 January 1998, Fiji Broadcasting Corporation Limited took over the business and assets and liabilities of Fiji Broadcasting Commission. Share premium reserve represents the value of net assets amounting to \$3,913,355 that was vested in the company.























BROADCASTING CORPORATION LIMITED ANNUAL REPORT 2013

FIJI BROADCASTING CORPORATION LIMITED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

21 CASH

Cash consist of cash on hand and balances with banks. Cash included in the statement of cash flows

2013 \$	2012
3,100 272,9 7 5	3,000 158,181
276,075	161,181
	272,975

COMMITMENTS 22

- Capital expenditure (a) 1,479,721 - Approved by the board and committed 660,000
- Operating lease commitments contracted for support services fees for radio networking and (b) broadcasting and lease rentals for crown and native lease properties is payable as follows:

	2013	2012 \$
Not later than one year	24,625	20,625
Later than one year but not later than two years	24,625	20,625
Later than two years but not later than five years	76,875	61,875
Later than five years	1,716,250	1,121,750
	1,842,375	1,224,875

Annual lease rentals in relation to its crown and native lease properties stated above do not include fee and interest charges as these are variable.

23 CONTINGENT LIABILITIES

Contingent liabilities in respect of security bonds and guarantees amounted to \$38,000 as at 31 December 2013 (2012: \$38,000).

The company is subject to certain claims and legal actions in the ordinary course of business. On the basis of advice received from solicitors representing the company, it is the opinion of the directors that the disposition or ultimate determination of such claims and legal actions will not have a material effect on the financial position of the company.























NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

24 RELATED PARTY DISCLOSURES

(a) Directors

The names of persons who were directors of the company at any time during the financial year are as follows:

Sashi Singh – Chairman (appointed: 20/02/2013) Sitiveni Raturala (appointed: 20/02/2013) Malini Raghwan (appointed: 20/02/2013) Aren Baoa (appointed: 20/02/2013)

(b) Identity of Related Parties

The company is a private enterprise which is wholly owned and controlled by the Government of Fiji. Government also includes the government agencies and similar bodies whether local or national.

Other related parties include government-related entities which are controlled, jointly, controlled or significantly influenced by the Government of Fiji.

A required a muscle to the state of the stat	2013	2012
Amounts payable to related parties:	\$	\$
Fiji Development Bank	20,868,178	20.626.273

(c) Transactions with related parties

During the year, the company entered into various transactions with related parties. The aggregate value of major transactions with related parties during the year is as follows:

Government of Fiji	2013	2012
Capital contribution	2,910,000	2,566,810
Fiji Development Bank		
Additional loans	1,601,871	1,426,067
Loan repayments	(2,791,736)	(2,710,547)
Interest on loan	1,431,770	2,012,950
	241,905	728,470
Directors		
Directors' fees	15,000	13,917

(d) Key management personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity.

During the year the following persons were the executives identified as key management personnel, with the greatest authority and responsibility for the planning, directing and controlling the activities of the company.

Riyaz-Sayed Khaiyum Veronika Singh Vimlesh Sagar

Chief Executive Officer

Chief Financial Officer (resigned 15 January 2013) Chief Financial Officer (appointed 29 January 2013)





















NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

24 RELATED PARTY DISCLOSURES (Continued)

(d) Key management personnel (continued)

The aggregate compensation of the key management personnel comprises only short-term benefits and is set out below:

	2013 \$	2012 \$
Salary and short-term benefits	221,008	237,513

25 **EVENTS SUBSEQUENT TO BALANCE DATE**

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the company, the results of those operations, or the state of affairs of the company in future financial years.























FIJI BROADCASTING CORPORATION LIMITED ANNUAL REPORT 2013

FIJI BROADCASTING CORPORATION LIMITED

DETAILED INCOME STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2013

Disclaimer on Additional Financial Information

The following additional information, being the detailed income statement has been compiled by the management of Fiji Broadcasting Corporation Limited and does not form part of the statutory financial statements.























DETAILED INCOME STATEMENT (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

Revenue	2013	2012 \$
Income from advertising, programs and special events	8,042,530	6,428,631
Add: Other Operating Revenue		
Gain on disposal of motor vehicles Income from gifted assets Interest Income Other income	31,304 51,333 10,694 314,907	32,337 31,022 7,695 187,657
	408,238	258,711
Total revenue	8,450,768	6,687,342
Less: Expenses		
Administration and operating expenses Marketing expenses Finance costs	(11,270,219) (1,351,553) (1,431,770)	(10,588,302) (1,078,872) (2,012,950)
Total expenses	(14,053,542)	(13,680,124)
Operating loss before income tax	(5,602,774)	(6,992,782)























DETAILED INCOME STATEMENT (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

Administration and Operating Expenses	2013	2012
	S	\$
Accounting and taxation fees	12.000	8.000
Audit fees	15,000	12,000
Bad debts	10,000	116,469
Bank charges	43.143	34,400
Cleaning services	13,560	8,093
Computer charges	206.729	162,142
Consultancy fees	30,200	30,000
Copyright fee	58.070	41,863
Depreciation	3,988,424	3,945,617
Depreciation – gifted asset	51,333	31,022
Directors' fees	15,000	13.917
Doubtful debts	54,128	39,698
Entertainment	18,228	
FNPF (employer's contribution)	210.011	10,289
Training levy	26,457	190,416
General expenses	45.575	22,015
Insurance	155,365	54,652 130,253
Legal fees	11.210	11,200
Licences and permits	243.781	85.544
Library resources	13,433	6,808
Local travelling	17,820	14,815
Motor vehicle expenses	199,739	222,356
Overseas travelling	56.403	
Power and transmission	859.871	50,117
Program expenses	1,629,275	792,798
Production expenses	3,235	1,376,395
Printing and stationery	53,915	14,051
Rent and rates(includes land rentals)	95,015	39,683
Repairs and maintenance	249.443	74,725
Sports coverage expenses		242,110
Staff costs	145,659	154,955
Subscriptions	16,008 19,287	26,454
Telephone	189,558	10,073
Training	58,757	171,648
Wages and salaries	2,461,587	88,762
Water	3,000	2,353,894
	3,000	1,068
Total administration and operating expenses	11,270,219	10,588,302

DETAILED INCOME STATEMENT (CONT'D) FOR THE YEAR ENDED 31 DECEMBER 2013

Marketing Expenses	2013 \$	2012 \$
Advertising campaign expenses Special event expenses Promotion and public relations Commercial Outside Broadcast expenses SMS promotion expenses Public Service Broadcast expenses Commission and discount Total marketing expenses	147,941 473,061 275,373 47,164 25,375 5,643 376,996	200,982 334,156 251,844 19,507 17,125 2,724 252,534
Finance Costs	1,431,770	2,012,950
Total finance costs	1,431,770	2,012,250



