

Ref No: 8-06-2016/17

Date: 17th June 2016**MARKET ANNOUNCEMENT****DECLARATION OF THE SECOND INTERIM DIVIDEND FOR THE YEAR ENDED 31ST
MARCH 2016**

On 17th June 2016 the Directors of the Company declared a second interim dividend of \$.0584 cents per Ordinary Share amounting to \$6,060,134.42, for the Financial Year ended 31st March 2016.

This dividend is consistent with the information that was disclosed in the Information Memorandum that was issued leading up to the Company listing on the South Pacific Stock Exchange on 29th February 2016. The dates relevant to the payment of this dividend are as follows:

- A. Date of declaration of dividend : 17th June 2016
- B. Date of closure of share registry: 8th July 2016
- C. Date of ex benefit: 30th June 2016
- D. Date of payment of dividends : 15th July 2016

A summary of total dividends declared and paid by the Company for the Financial Year 2015/16 are summarized below:

<u>DATE DECLARED</u>	<u>DIVIDEND AMOUNT</u>	<u>DIVIDEND PER SHARE</u>	<u>REMARKS</u>
29/9/15	\$3,652,500.00	\$0.0375	1 st Interim
17/6/16	\$6,060,134.42	\$0.0584	2 nd Interim

The Company operating results for the Financial Year 2015/16 was satisfactory, achieving the profit before tax forecast that was disclosed in the Information Memorandum referred to earlier in this Announcement. The actual profit after tax was lower than forecast, as the actual income tax expense was higher due to two reasons. In the Information Memorandum, it was assumed that the Company will be listed on the South Pacific Stock Exchange in November 2015. Thus the profits for the four month period December to year end March 2016, were subject to the reduced income tax rate of 10% applicable to listed companies, compared to the 20% income tax rate applicable Pre-Listing. However, due to unavoidable reasons, the Listing was delayed to 29th February

2016 and thus the reduced income tax rate of 10% was applicable only for the remaining period of one month until the year end on 31st March. Also with the change in the income tax rate from 20% to 10%, the deferred income tax asset in the balance Sheet had to be reassessed at the new applicable rate of 10%, which resulted in a write-down of the deferred income tax asset and corresponding increase in tax expense. Both these factors resulted in the increase in the actual tax expense compared to that shown in the Information Memorandum.



DIRECTOR



COMPANY SECRETARY

For more information please contact the Company Secretary or the Director of Finance on info@vil.com.fj or phone 679 – 3381 333

