

**APPENDIX 4
HALF YEAR REPORT ANNOUNCEMENT**

Name of Listed Company: **Flour Mills of Fiji Limited**

(Half Year Report can be audited or unaudited. If accounts are audited, an audit statement needs to be attached)

**PROFIT & LOSS STATEMENT
FOR HALF YEAR ENDED 31 December 2008**

		CONSOLIDATED		
		31-12-08		31-12-07
		Current half year F\$000	*Increase/ Decrease %	Current half year F\$000
1. OPERATING REVENUE				
(a)	Sales Revenue	84,812	23%	69,020
(b)	Other revenue	3,164		3,632
(c)	Total Operating Revenue	87,976		72,652
2. (a)	Net Profit/Loss before Tax	1,473	-35%	2,272
(b)	Income tax Expense	521		65
(c)	Net Profit/Loss after Tax	952		2,207
3. (a)	Extraordinary item after tax	-		-
(b)	Net Profit/Loss after Tax & Extraordinary Item	952		2,207
4. (a)	OEI in net profit and extraordinary items after income tax	262		470
(b)	Net Profit/Loss after Extraordinary Items and Income Tax Attributable to Members of the Company	690	-60%	1,737
(c)	Retained Profit at Beginning	26,546		25,809
(d)	Total available for appropriation	27,236		27,546
(e)	Ordinary dividend provided for	-		-
(f)	Preference dividend provided for	-		-
(g)	Transfer to general reserves	-		-
(h)	Total appropriations	-		-
(i)	Retained profit at year end	27,236	-1%	27,546
5. Earnings Per Share				
(a)	Basic earnings per share	0.0046		0.0116
(b)	Diluted earnings per share			

*Delete as required

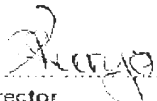
Notes :


5a Even though the turnover has increased by 23% , there is a sharp decrease to the Gross margin due to :

- 1 Untimely reduction in the price of flour by approximately 11 % by PIB in July 2008 .
- 2 Sudden appreciation of USD by approximately 20% in September 2008 . The flour template which operates on moving average of three months does not cater for this sudden exchange fluctuation .

5b In the first quarter of 2009 , the company faces similar problem . However the company should start returning to normal profitability from April 2009 .

5c It has been noticed in the past , that the company's performance is usually better in the second half of the year .

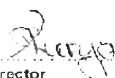

 Director
Sanjay Punja


 Company Secretary
Kumar Shankar

STATEMENT OF ASSETS, LIABILITIES AND SHAREHOLDERS' EQUITY
FOR HALF YEAR ENDED 31 December 2008 - Flour Mills of Fiji Limited

CONSOLIDATED			
	31-12-08	30-06-08	31-12-07
	At end of current half year F\$000	As shown in last Annual Report F\$000	If half yearly as shown in last Half Yearly Report F\$000
6. CURRENT ASSETS			
(a) Cash Assets	278	1,728	570
(b) Trade receivables	28,070	19,561	23,818
(c) Other receivables	11,924	5,233	9,525
(d) Inventories	27,479	31,023	26,265
(e) Short-term investment	-	-	-
(f) Other assets	-	-	733
(g) Total Current Assets	67,751	57,545	60,911
NON-CURRENTS ASSETS			
(h) Property, plant and equipment	52,511	53,168	54,203
(i) Long-term investment	-	-	-
(j) Term deposit	5,188	4,427	4,410
(k) Future Income tax benefit	5,177	5,269	3,711
(l) Intangible assets	569	572	550
(m) Other	-	-	-
(n) Total Non-Current Assets	63,445	63,436	62,874
(o) Total Assets	131,196	120,981	123,785
7. CURRENT LIABILITIES			
(a) Trade payables	10,053	5,616	7,557
(b) Other payables and accruals	3,776	4,146	7,949
(c) Current tax liabilities	413	1,200	24
(d) Interest-bearing borrowings	-	-	-
(e) Term loan - secured	4,800	7,756	4,163
(f) Bank overdraft	28,376	23,974	42,861
(g) Unsecured advance	-	-	-
(h) Inter-company loan	-	-	-
(i) Provisions	-	-	-
(j) Other	-	-	-
(k) Total Current Liabilities	47,418	42,692	62,554
NON-CURRENT LIABILITIES			
(l) Term loan - secured	44,686	40,057	23,591
- unsecured	-	-	-
(m) Unsecured advance	-	-	-
(n) Inter-company loan	-	-	-
(i) ha: Deferred tax liabilities	2,857	2,949	1,188
(p) Provisions	-	-	-
(q) Other	-	-	-
(r) Total Non-Current Liabilities	47,543	43,006	24,779
(s) Total Liabilities	94,961	85,698	87,333
(t) NET ASSETS	36,235	35,283	36,452
8. EQUITY			
(a) Contributed equity	6,000	6,000	6,000
(b) Reserves	43	43	43
(c) Retained profits/accumulated losses	27,236	26,546	27,546
(d) Equity Attributable to Members	33,279	32,589	33,589
OEI in Controlled Entities			
(e) Contributed equity	-	-	-
(f) Reserves	-	-	-
(g) Retained profits/accumulated losses	-	-	-
(h) Total Outside Equity Interest in Controlled Entities	2,956	2,694	2,863
(i) TOTAL EQUITY	36,235	35,283	36,452

*Delete as required

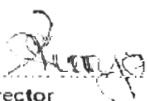

Director
Sanjay Punja



Company Secretary
Kumar Shankar

STATEMENT OF CASH FLOWS
FOR HALF YEAR ENDED 31 December 2008 - Flour Mills of Fiji Limited

	CONSOLIDATED	
	31-12-08	31-12-07
	Current *half year F\$000	Previous corresponding *half year F\$000
9. CASH FLOW FROM OPERATING ACTIVITIES		
(a) Cash Received from Trading activities	73,797	53,452
(b) Cash Payments	(75,124)	(60,798)
(c) Interest Received	-	-
(d) Dividend Received	-	-
(e) Interest Paid	(1,825)	(1,876)
(f) Income Tax Paid	(1,308)	(736)
(g) Net VAT Paid	-	-
(h) Net Cash Inflow/(Outflow) from Operating Activities	(4,460)	(9,958)
10. CASH FLOWS FROM INVESTING ACTIVITIES		
(a) Acquisition of Fixed Assets	(2,304)	(1,269)
(b) Proceeds from Sale of Fixed Assets	-	-
(c) Acquisition of Investment	-	-
(d) Long Term Deposit	(761)	1,018
(e) Audio Visual Production	-	-
(f) Proceeds from Sale of Associate	-	-
(g) Proceed from Sale of Investment	-	-
(h) Net Cash (Outflow) from Investing Activities	(3,065)	(251)
11. CASH FLOWS FROM FINANCING ACTIVITIES		
(a) Dividend Paid	-	-
(b) Repayment of Secured Loan	(2,427)	(1,188)
(c) Proceed from Issue of Shares	-	-
(d) Proceeds from Borrowings	4,100	2,431
(e) Repayment of Lease Principal	-	-
(f) Net Cash (Outflow)/Inflow from Financing Activities	1,673	1,243
12. NET DECREASE IN CASH HELD	(5,852)	(8,966)
(a) Cash/(Overdraft) at beginning of year	(22,246)	(33,325)
(b) Effects of exchange rate changes on opening cash balances	-	-
(d) Cash/(Overdraft) at end of year	(28,098)	(42,291)

*Delete as required


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Director
Sanjay Punja


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Company Secretary
Kumar Shankar

13. An explanatory statement including any significant information enabling investors to make an informed assessment of the trend of the activities and the profit or loss
14. An indication of any special factors which has influenced those activities and the profit and loss during the period in question.
15. Enough information to enable a comparison to be made with the corresponding period in the preceding financial year
16. So far as possible, a reference to the prospects in the current financial year. SPSE proposes that the half yearly and annual audited Financial Statements shall be filed with the in the proposed format.