

TELECOM SOUTH LIMITED

BALANCE SHEET

AS AT 31 MARCH

| | Notes | 1991 \$000's | 1990 \$000's |
|---|-------|-----------------|-----------------|
| ASSETS | | | |
| Current assets: | | | |
| Cash | | 2,519 | 266 |
| Accounts receivable and prepaid expenses | 5 | 58,533 | 92,756 |
| Inventories | | 23,339 | 27,586 |
| Prepaid income tax | 4 | 1,780 | 3,095 |
| Total current assets | | 86,171 | 123,703 |
| Other assets | 6 | 6,213 | 4,340 |
| Fixed assets | 7 | 875,679 | 812,072 |
| Total assets | | 968,063 | 940,115 |
| LIABILITIES AND SHAREHOLDERS' EQUITY | | | |
| Current liabilities: | | | |
| Bank overdraft | | 4,963 | 3,237 |
| Accounts payable and accruals | 8 | 110,749 | 88,537 |
| Proposed dividend | 10 | - | 20,285 |
| Total current liabilities | | 115,712 | 112,059 |
| Deferred income tax | 4 | 5,651 | 3,891 |
| Long term debt | 9 | 244,881 | 244,881 |
| Total liabilities | | 366,244 | 360,831 |
| Commitments and contingent liabilities | 11,12 | | |
| Shareholders' equity: | 10 | | |
| Ordinary shares, \$1.00 each | | | |
| -Authorised, issued and fully paid 171,411,000 shares | | 171,411 | 171,411 |
| Redeemable preference shares, \$1.00 each | | | |
| -Authorised, issued and fully paid 39,997 shares | | 40 | 40 |
| Share premium reserve | | 399,930 | 399,930 |
| Retained earnings | | 30,438 | 7,903 |
| Total shareholders' equity | | 601,819 | 579,284 |
| Total liabilities and shareholders' equity | | 968,063 | 940,115 |

The accompanying notes form part of and are to be read in conjunction with these financial statements.

On behalf of the Board

W J HARRISON

CHAIRMAN

B ASH

MANAGING DIRECTOR

CHRISTCHURCH, 7 JUNE 1991