

Results announcement

Results for announcement to the market		
Name of issuer	Turners Automotive Group Limited	
Report period	6 months to 30 September 2022	
Previous reporting period	6 months to 30 September 2021	
Currency	NZD	
	Amount (000s)	Percentage change
Revenue from continuing operations	\$185,021	12%
Total revenue	\$185,277	11%
Net profit from continuing operations	\$17,090	1%
Total net profit	\$18,753	2%
Interim dividend		
Amount per quoted equity security	\$0.05000000	
Imputed amount per quoted security	\$0.01944400	
Record date	12/01/2023	
Dividend payment date	26/01/2023	
	Current period	Prior comparable period
Net tangible assets per quoted security	\$1.33	\$1.10
A brief explanation of any of the figures above necessary to enable the figures to be understood	Please refer to accompanying Company Announcement	
Authority for this announcement		
Name of person authorised to make this announcement	Aaron Saunders	
Contact person for this announcement	Todd Hunter	
Contact phone number	021 722 818	
Contact email address	Todd.Hunter@turners.co.nz	
Date of release through MAP	22/11/2022	

Unaudited financial statements accompany this announcement

TURNERS AUTOMOTIVE GROUP LIMITED
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the six months ended 30 September 2022

	Note	Six months ended 30/09/2022 Unaudited \$'000	Six months ended 30/09/2021 Unaudited \$'000	Year ended 31/03/2022 Audited \$'000
Revenue	3	185,021	164,585	342,029
Other income	3	256	2,171	2,487
Cost of goods sold		(80,527)	(70,947)	(153,173)
Interest expense		(8,251)	(5,228)	(10,932)
Impairment provision expense		(1,177)	(894)	(3,024)
Subcontracted services expense		(6,352)	(5,457)	(10,940)
Employee benefits		(30,341)	(27,865)	(56,030)
Commission		(6,999)	(5,400)	(12,925)
Advertising expense		(2,131)	(2,108)	(4,140)
Depreciation and amortisation expense		(5,387)	(5,248)	(10,702)
Systems maintenance		(2,039)	(1,491)	(3,399)
Claims		(10,680)	(10,082)	(21,024)
Other expenses		(7,953)	(8,837)	(15,107)
Profit before taxation		23,440	23,199	43,120
Taxation expense		(6,350)	(6,332)	(11,839)
Profit from continuing operations		17,090	16,867	31,281
Other comprehensive income for the period (which may subsequently be reclassified to profit/loss), net of tax				
Cash flow hedges		1,664	1,811	5,429
Revaluation of financial assets at fair value through OCI		(53)	(270)	(345)
Foreign currency translation differences		52	(33)	(6)
Total other comprehensive income for the period		1,663	1,508	5,078
Total comprehensive income for the period		18,753	18,375	36,359
Earnings per share (cents per share)				
Basic earnings per share	4	19.79	19.64	36.39
Diluted earnings per share	4	19.77	19.60	36.45

TURNERS AUTOMOTIVE GROUP LIMITED
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the six months ended 30 September 2022

	Note	Share Capital \$'000	Share Options Reserve \$'000	Translation Reserve \$'000	Revaluation of financial assets at fair value through OCI \$'000	Cash flow hedge reserve \$'000	Retained Earnings \$'000	Total \$'000
Balance at 31 March 2021 (audited)		204,297	255	(26)	(740)	48	29,736	233,570
<i>Transactions with shareholders in their capacity as owners</i>								
Employee share based payments		1,185	(23)	-	-	-	-	1,162
Dividend paid	9	-	-	-	-	-	(5,164)	(5,164)
		1,185	(23)	-	-	-	(5,164)	(4,002)
<i>Comprehensive income</i>								
Profit		-	-	-	-	-	16,867	16,867
Other comprehensive income		-	-	(33)	(270)	1,811	-	1,508
Total comprehensive income for the period, net of tax		-	-	(33)	(270)	1,811	16,867	18,375
Balance at 30 September 2021 (unaudited)		205,482	232	(59)	(1,010)	1,859	41,439	247,943
<i>Transactions with shareholders in their capacity as owners</i>								
Employee share based payments		-	240	-	-	-	-	240
Dividend paid	9	-	-	-	-	-	(13,770)	(13,770)
		-	240	-	-	-	(13,770)	(13,530)
<i>Comprehensive income</i>								
Profit		-	-	-	-	-	14,414	14,414
Other comprehensive income		-	-	27	(75)	3,618	-	3,570
Total comprehensive income for the period, net of tax		-	-	27	(75)	3,618	14,414	17,984
Balance at 31 March 2022 (audited)		205,482	472	(32)	(1,085)	5,477	42,083	252,397
<i>Transactions with shareholders in their capacity as owners</i>								
Employee share based payments		1,201	56	-	-	-	-	1,257
Employee share scheme		401	-	-	-	-	-	401
Dividend paid	9	-	-	-	-	-	(6,062)	(6,062)
		1,602	56	-	-	-	(6,062)	(4,404)
<i>Comprehensive income</i>								
Profit		-	-	-	-	-	17,090	17,090
Other comprehensive income		-	-	52	(53)	1,664	-	1,663
Total comprehensive income for the period, net of tax		-	-	52	(53)	1,664	17,090	18,753
Balance at 30 September 2022 (unaudited)		207,084	528	20	(1,138)	7,141	53,111	266,746

TURNERS AUTOMOTIVE GROUP LIMITED
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 30 September 2022

	Note	30/09/2022 Unaudited \$'000	30/09/2021 Unaudited \$'000	31/03/2022 Audited \$'000
Assets				
Cash and cash equivalents	5	17,711	14,195	13,373
Financial assets at fair value through profit or loss				
- Insurance		66,168	65,436	70,199
- Other		-	13	-
Trade receivables		5,529	7,189	7,581
Inventories		26,214	31,924	31,980
Finance receivables	6	443,057	372,315	422,870
Other receivables, deferred expenses and contract assets		12,708	7,958	9,340
Derivative financial instruments		7,146	1,864	5,414
Financial assets at fair value through OCI		172	300	225
Reverse annuity mortgages		2,851	3,313	3,242
Property, plant and equipment		74,180	66,592	67,569
Right-of-use assets		24,557	21,200	23,497
Investment property		5,950	5,950	5,950
Intangible assets		164,359	165,329	164,453
Total assets		850,602	763,578	825,693
Liabilities				
Trade and other payables		42,442	35,100	50,103
Contract liabilities		1,808	2,289	1,848
Deferred tax		13,352	12,231	13,191
Tax payable		2,999	2,894	4,016
Borrowings	7	430,827	374,337	412,761
Lease liabilities		30,107	26,181	28,209
Life investment contract liabilities		7,039	8,412	8,153
Insurance contract liabilities		55,282	54,191	55,015
Total liabilities		583,856	515,635	573,296
Shareholders' equity				
Share capital		207,084	205,482	205,482
Other reserves		6,551	1,022	4,832
Retained earnings		53,111	41,439	42,083
Total shareholders' equity		266,746	247,943	252,397
Total shareholders' equity and liabilities		850,602	763,578	825,693
Total assets per share (\$)		9.81	8.87	9.59
Net tangible assets (\$)		1.33	1.10	1.18

TURNERS AUTOMOTIVE GROUP LIMITED
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the six months ended 30 September 2022

	Note	Six months ended 30/09/2022 Unaudited \$'000	Six months ended 30/09/2021 Unaudited \$'000	Year ended 31/03/2022 Audited \$'000
Cash flows from operating activities				
Interest received		25,924	22,980	45,346
Receipts from customers		158,173	143,065	297,260
Receipt of government subsidies		69	1,515	1,580
Interest paid		(7,189)	(4,211)	(8,870)
Interest paid - lease liabilities		(737)	(742)	(1,642)
Payment to suppliers and employees		(143,449)	(140,639)	(273,105)
Income tax paid		(7,268)	(5,960)	(9,326)
Net cash inflow/(outflow) from operating activities before changes in operating assets and liabilities		25,523	16,008	51,243
Net increase in finance receivables		(21,091)	(42,158)	(93,992)
Net decrease in reverse annuity mortgages		520	974	1,164
Net decrease of financial assets at fair value through profit or loss		3,170	2,477	(2,482)
Net contribution from life investment contracts		(87)	16	126
Changes in operating assets and liabilities arising from cash flow movements		(17,488)	(38,691)	(95,184)
Net cash inflow/(outflow) from operating activities		8,035	(22,683)	(43,941)
Cash flows from investing activities				
Proceeds from sale of property, plant, equipment and intangibles		479	550	636
Purchase of fixed assets and intangible assets		(9,826)	(8,548)	(16,121)
Purchase of investments		-	(176)	-
Sale of investments		-	3,420	3,420
Net cash (outflow)/inflow from investing activities		(9,347)	(4,754)	(12,065)
Cash flows from financing activities				
Net bank loan advances/(repayments)		18,238	61,571	100,660
Principal elements of lease payments		(2,964)	(2,687)	(5,563)
Repayment of bond		-	(25,000)	(25,000)
Proceeds from the issue of shares		1,602	1,043	1,185
Dividend paid		(11,226)	(5,162)	(13,770)
Net cash inflow/(outflow) from financing activities		5,650	29,765	57,512
Net movement in cash and cash equivalents		4,338	2,328	1,506
Add opening cash and cash equivalents		13,373	11,867	11,867
Closing cash and cash equivalents		17,711	14,195	13,373
Represented by:	5	17,711	14,195	13,373
Cash at bank				
Closing cash and cash equivalents		17,711	14,195	13,373

TURNERS AUTOMOTIVE GROUP LIMITED
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the six months ended 30 September 2022

	Six months ended 30/09/2022 Unaudited \$'000	Six months ended 30/09/2021 Unaudited \$'000	Year ended 31/03/2022 Audited \$'000
RECONCILIATION OF NET SURPLUS WITH CASH FLOWS FROM OPERATING ACTIVITIES			
Profit/(loss)	17,090	16,867	31,281
Adjustment for non-cash items			
Impairment charge on finance receivables, reverse annuity mortgages and other receivables	1,099	894	3,108
Net loss/(profit) on sale fixed assets	(187)	(544)	(306)
Depreciation and amortisation	5,814	5,248	10,702
Capitalised reverse annuity mortgage interest	(144)	(150)	(294)
Deferred revenues	416	986	1,500
Fair value adjustments on assets/liabilities at fair value through profit and loss	840	(520)	(297)
Net annuity and premium change to policyholders accounts	(1,027)	280	(89)
Non-cash adjustments to finance receivables effective interest rates	(3)	(13)	(14)
Deferred expenses	(444)	(2,926)	(4,136)
Gain on modification of a lease	-	(23)	(60)
COVID-19 rent concessions	-	(139)	(92)
Adjustment for movements in working capital			
Net decrease/(increase) receivables and pre-payments	(86)	186	(1,506)
Net decrease/(increase) in inventories	5,766	1,150	(1,792)
Net increase/(decrease) in payables	(1,185)	(5,127)	11,190
Net increase/(decrease) in contract liabilities	(1,931)	(531)	(465)
Net increase in finance receivables	(21,091)	(42,158)	(93,992)
Net decrease in reverse annuity mortgages	520	974	1,164
Net decrease of insurance assets at fair value through profit or loss	3,170	2,477	(2,482)
Net contributions/(withdrawals) from life investment contracts	(87)	16	126
Net decrease in deferred tax liability	237	934	1,952
Net increase/(decrease) in tax payable	(732)	(564)	561
Net cash inflow/(outflow) from operating activities	8,035	(22,683)	(43,941)

TURNERS AUTOMOTIVE GROUP LIMITED

1. ACCOUNTING POLICIES AND SIGNIFICANT JUDGEMENT, ESTIMATES AND ASSUMPTIONS

The same accounting policies included in the Group's Annual Report for the year ended 31 March 2022 have been applied when preparing these consolidated condensed financial statements.

These consolidated condensed financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ('NZ GAAP'). They comply with New Zealand equivalents to International Accounting Standard 34 Interim Financial reporting ('NZ IAS 34') and International Accounting Standard 34 Interim Financial Reporting ('IAS 34'). The Group is a Tier 1 for-profit entity in accordance with XRB A1 Application of the Accounting Standards Framework.

The same significant judgments, estimates and assumptions (including basis of segmentation and the fair value measurement) included in the notes to the financial statements in the Group's Annual Report for the year to 31 March 2022 have been applied to these financial statements. The business does not experience notable seasonal variations. There has been no change to the basis of segmentation from that applied at 31 March 2022.

2. SEGMENTAL INFORMATION

OPERATING SEGMENTS

Revenue	Revenue			Revenue			Revenue		
	Total segment revenue	Inter-segment revenue	Revenue from external customers	Total segment revenue	Inter-segment revenue	Revenue from external customers	Total segment revenue	Inter-segment revenue	Revenue from external customers
	30/09/2022	30/09/2022	30/09/2022	30/09/2021	30/09/2021	30/09/2021	31/03/2022	31/03/2022	31/03/2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Audited	Audited
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Automotive retail	133,201	(3,575)	129,626	117,994	(2,850)	115,144	249,236	(6,707)	242,529
Finance	29,157	-	29,157	25,190	-	25,190	51,898	-	51,898
Insurance	22,471	(846)	21,625	21,527	(776)	20,751	43,269	(2,897)	40,372
Credit management	4,862	-	4,862	5,655	-	5,655	9,671	-	9,671
Corporate & other	7	-	7	16	-	16	46	-	46
	189,698	(4,421)	185,277	170,382	(3,626)	166,756	354,120	(9,604)	344,516
Operating profit							30/09/2022	30/09/2021	31/03/2022
							Unaudited	Unaudited	Audited
							\$'000	\$'000	\$'000
Automotive retail							11,061	10,225	19,447
Finance							9,061	9,949	17,987
Insurance							6,265	5,813	11,580
Credit management							1,386	2,050	3,033
Corporate & other							(4,333)	(4,838)	(8,927)
Profit/(loss) before taxation							23,440	23,199	43,120
Income tax							(6,350)	(6,332)	(11,839)
Profit attributable to shareholders							17,090	16,867	31,281

TURNERS AUTOMOTIVE GROUP LIMITED

	Interest revenue			Interest expense			Depreciation and amortisation expenses		
	30/09/2022	30/09/2021	31/03/2022	30/09/2022	30/09/2021	31/03/2022	30/09/2022	30/09/2021	31/03/2022
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Automotive retail	103	160	199	(770)	(799)	(1,531)	(4,199)	(3,962)	(8,126)
Finance	25,544	21,507	44,782	(5,564)	(2,707)	(6,322)	(356)	(385)	(842)
Insurance	771	518	1,020	(32)	(37)	(72)	(627)	(651)	(1,240)
Credit management	1	1	1	(8)	(12)	(21)	(132)	(168)	(330)
Corporate & other	7	-	1	(1,877)	(1,673)	(2,994)	(73)	(82)	(164)
	26,426	22,186	46,003	(8,251)	(5,228)	(10,940)	(5,387)	(5,248)	(10,702)
Eliminations	-	-	(8)	-	-	8	-	-	-
	26,426	22,186	45,995	(8,251)	(5,228)	(10,932)	(5,387)	(5,248)	(10,702)

Other material non-cash items

	Revenue/(expenses)		
	30/09/2022	30/09/2021	31/03/2022
	Unaudited	Unaudited	Audited
	\$'000	\$'000	\$'000
Automotive retail - gain on modification of a lease	-	23	60
Automotive retail - impairment provisions	(17)	(65)	151
Finance - impairment provisions	(1,128)	(814)	(3,135)
Insurance - reverse annuity mortgage interest	144	150	294

2.2 SEGMENT ASSETS AND LIABILITIES

	Segment assets			Segment liabilities		
	30/09/2022	30/09/2021	31/03/2022	30/09/2022	30/09/2021	31/03/2022
	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Audited
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Automotive retail	124,164	114,103	116,438	72,278	66,301	66,679
Finance	478,118	397,254	451,504	372,065	308,208	353,313
Insurance	134,342	136,447	139,091	75,299	75,640	75,544
Credit management	32,839	31,915	31,514	3,772	4,608	3,476
Corporate & other	203,758	204,037	187,749	83,894	81,052	76,181
	973,221	883,756	926,296	607,308	535,809	575,193
Eliminations	(122,619)	(120,178)	(100,603)	(23,452)	(20,174)	(1,897)
	850,602	763,578	825,693	583,856	515,635	573,296

Five reportable segments have been identified as follows:

Automotive retail - remarketing (motor vehicles, trucks, heavy machinery and commercial goods) and purchasing goods for sale.

Finance - provides asset based finance to consumers and SME's.

Credit management - collection services, credit management and debt recovery services to the corporate and SME sectors. Geographically the collections services segment business activities are located in New Zealand and Australia.

Insurance - marketing and administration of a range of life and consumer insurance and saving products.

Corporate & other - corporate centre.

TURNERS AUTOMOTIVE GROUP LIMITED

3. REVENUE

Revenue includes:

	Six months ended 30/09/2022 Unaudited \$'000	Six months ended 30/09/2021 Unaudited \$'000	Year ended 31/03/2022 Audited \$'000
Interest income	26,426	22,186	45,995
Sales of goods	94,841	85,003	182,435
Commission and other sales revenue	34,401	28,906	58,962
Loan fee income	1,595	1,872	3,659
Insurance and life investment contract income	19,393	19,025	38,149
Collection income	4,861	5,519	9,519
Bad debts recovered	885	618	1,147
Other revenue	2,619	1,456	2,163
	185,021	164,585	342,029

Other income includes:

Gain on sale of investments	-	502	502
Dividend income	-	45	45
Gain of sale of property, plant and equipment	187	86	270
Gain on modification of a lease	-	23	60
Government subsidies	69	1,515	1,580
Other	-	-	30
	256	2,171	2,487

Revenue from contracts with customers

Over time

Automotive retail

Commission and other sales revenue	13,278	11,791	24,700
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At a point in time

Automotive retail

Sales of goods	94,841	85,003	182,435
Auction commissions	20,542	16,090	31,116

Credit management

Collection income	4,611	5,479	9,424
Voucher income	250	40	95

Insurance

Motor vehicle insurance commissions	566	500	1,012
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4. SHARE CAPITAL AND EARNINGS PER SHARE

	30/09/2022 Unaudited	30/09/2021 Unaudited	31/03/2022 Audited
Number of ordinary shares			
Opening balance	86,069,248	85,544,248	85,544,248
Shares issued for staff options	525,000	525,000	525,000
Shares issued for employee share scheme	105,999	-	-
	86,700,247	86,069,248	86,069,248

TURNERS AUTOMOTIVE GROUP LIMITED

Basic earnings per share

The calculation of basic earnings per share at 30 September and 31 March was based on the profit attributable to ordinary shareholders and weighted average number of ordinary shares outstanding, as follows:

	Six months ended 30/09/2022 Unaudited	Six months ended 30/09/2021 Unaudited	Year ended 31/03/2022 Audited
Profit for the Period (\$'000)	17,090	16,867	31,281
Weighted average number of ordinary shares at the end of the period	86,337,400	85,868,428	85,968,563
Basic earnings per share (cents per share)	19.79	19.64	36.39

Weighted number of shares

Opening balance	86,069,248	85,544,248	85,544,248
Shares issued for staff options	246,721	324,180	424,315
Shares issued for employee share scheme	21,431	-	-
	86,337,400	85,868,428	85,968,563

Diluted earnings per share

The calculation of diluted earnings per share at 30 September and 31 March was based on the diluted profit attributable to shareholders and a diluted weighted average number of ordinary shares outstanding as follows:

	Six months ended 30/09/2022 Unaudited	Six months ended 30/09/2021 Unaudited	Year ended 31/03/2022 Audited
Continuing operations (\$'000)	17,090	16,867	31,281
Add: Long term incentive expense relation to options (\$'000)	72	118	359
Profit for the year (\$'000)	17,162	16,985	31,640

Weighted number of ordinary shares (diluted)

Weighted average number of shares (basic)	86,337,400	85,868,428	85,968,563
Effect of the exercise of options	482,541	798,736	841,642
Weighted average number of shares (diluted)	86,819,941	86,667,164	86,810,205

Diluted earnings per share (cents per share)	19.77	19.60	36.45
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5. CASH AND CASH EQUIVALENTS

	30/09/2022 Unaudited \$'000	30/09/2021 Unaudited \$'000	31/03/2022 Audited \$'000
Cash and cash equivalents	17,711	14,195	13,373

The Group's insurance business is required to comply with the solvency standards for licensed insurers issued by the Reserve Bank of New Zealand. The solvency standards specify the level of assets the insurance business is required to hold in order to meet solvency requirements, consequently all cash and cash equivalents held in the insurance business may not be available for use by the wider Group. The Group's insurance business' cash and cash equivalents at 30 September 2022 were \$1.2m (30 September 2021: \$1.7m; 31 March 2022: \$1.5m).

Cash and cash equivalents at 30 September 2022 of \$3.9m (30 September 2021 :\$3.3m; 31 March 2022: \$3.4m) belongs to the Turners Marque Warehouse Trust 1 and is not available to the Group.

6. FINANCE RECEIVABLES

	30/09/2022 Unaudited \$'000	30/09/2021 Unaudited \$'000	31/03/2022 Audited \$'000
Gross finance receivables	438,556	375,520	421,102
Deferred fee revenue and commission expenses	13,915	11,871	12,788
Provision for impairment	(7,932)	(13,665)	(9,338)
COVID-19 overlay	(1,482)	(1,411)	(1,682)
	443,057	372,315	422,870
Fair value	433,162	370,009	421,403

The fair values are based on cash flows discounted using a weighted average interest rate of 11.40% (30 September 2021: 11.42%; 31 March 2022: 11.23%).

TURNERS AUTOMOTIVE GROUP LIMITED

Securitisation

The Group has a wholesale funding facility with the Bank of New Zealand (BNZ) under which it securitises finance receivables through The Turners Marque Warehouse Trust 1 (the Trust). Under the facility, BNZ provide funding to the Trust secured by finance receivables sold to the Trust from the finance segment. The facility is for a 1 year term that will be renewed annually. The facility is for \$331m.

The Trust is a special purpose entity set up solely for the purpose of purchasing finance receivables from the finance sector with the BNZ funding up to 89% (30 September 2021 & 31 March 2022: 92%) of the purchase price with the balance funded by sub-ordinated notes from the Group. The New Zealand Guardian Trust Company Limited has been appointed Trustee for the Trust and NZGT Security Trustee Limited as the security trustee. The Company is the sole beneficiary.

The Group has the power over the Trust, exposure, or rights, to variable returns from its involvement with the Trust and the ability to use its power over the Trust to affect the amount of the Group's returns from the Trust. Consequently the Group controls the Trust and has consolidated the Trust into the Group's financial statements.

The Group retains substantially all the risks and rewards relating to the finance receivables sold and therefore the finance receivables do not qualify for derecognition and remain on the Group's consolidated statement of financial position.

During the reporting period \$125.6m finance receivables were sold to the Trust (30 September 2021: \$116.0m; 31 March 2022: \$247.1m). As at 30 September 2022 the carrying value of financial receivables in the Trust was \$354.2m (30 September 2021: \$296.8m; 31 March 2022: \$329.9m).

7. BORROWINGS

	30/09/2022	30/09/2021	31/03/2022
	Unaudited	Unaudited	Audited
	\$'000	\$'000	\$'000
Secured bank borrowings	430,827	373,466	412,588
Deferred borrowing costs	-	-	-
	430,827	373,466	412,588
Non-bank borrowings			
Motor Trade Finance	-	871	173
Total borrowings	430,827	374,337	412,761
Fair value	430,827	372,473	407,347

Secured bank borrowings

In September 2022 the Group has a syndicated funding facility, including a 1 year working capital facility, with the Bank of New Zealand and ASB Bank, a self liquidating trade finance facility and three year term facility with ASB Bank and a securitisation facility with the Bank of New Zealand.

The bank borrowings are secured by a first-ranking general security agreement over the assets of the Company and its subsidiaries, excluding DPL Insurance Limited, Turners Finance Limited and EC Credit (Aust.) Limited. The Group's securitisation financing arrangement is described under finance receivables.

Motor Trade Finance

Turners Finance Limited has a finance facility with Motor Trade Finance Limited (MTF). MTF provided the services of a finance company, including funding, on a full recourse basis.

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8. ASSETS AND LIABILITIES CARRIED AT FAIR VALUE

The fair value of financial assets and liabilities carried at fair value are summarised in the table below. The methods used to calculate fair value are the same as those applied when preparing the Group's Annual Report for the year ended 31 March 2022 (refer note 5.5 in the Annual Report for the year ended 31 March 2022). During the period there were no movements of fair value assets or liabilities between levels of the fair value hierarchy.

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
30/09/2022 (unaudited)				
Fair value assets:				
Financial assets at fair value through profit or loss - insurance	-	7,193	-	7,193
Financial assets at fair value through profit or loss - investment in equities	-	-	-	-
Financial assets at fair value through profit or loss - term deposits	58,975	-	-	58,975
Investment property	-	-	5,950	5,950
Derivative financial instruments	-	7,146	-	7,146
	58,975	14,339	5,950	79,264
30/09/2021 (unaudited)				
Fair value assets:				
Financial assets at fair value through profit or loss - insurance	-	8,436	-	8,436
Financial assets at fair value through profit or loss - investment in equities	-	13	-	13
Financial assets at fair value through profit or loss - term deposits	57,000	-	-	57,000
Investment property	-	-	5,950	5,950
Derivative financial instruments	-	1,864	-	1,864
	57,000	10,313	5,950	73,263
31/03/2022 (audited)				
Fair value assets:				
Financial assets at fair value through profit or loss - insurance	-	8,259	-	8,259
Financial assets at fair value through profit or loss - term deposits	61,940	-	-	61,940
Investment property	-	-	5,950	5,950
Derivative financial instruments	-	5,414	-	5,414
	61,940	13,673	5,950	81,563

9. DIVIDENDS

	Six months ended 30/09/2022 Unaudited \$'000	Six months ended 30/09/2021 Unaudited \$'000	Year ended 31/03/2022 Audited \$'000
Final dividend of \$0.07 for the year ended 31 March 2022 (31 March 2021 of \$0.06) per fully paid ordinary share, imputed paid on 28 July 2022 (28 July 2021).	6,062	5,164	5,164
Quarterly dividend for the year ended 31 March 2022 of \$0.05 per fully paid ordinary share, imputed, paid on 28 October 2021.	-	-	4,303
Quarterly dividend for the year ended 31 March 2022 of \$0.05 per fully paid ordinary share, imputed, paid on 27 January 2022.	-	-	4,303
Quarterly dividend for the year ended 31 March 2022 of \$0.06 per fully paid ordinary share, imputed, paid on 20 April 2022.	-	-	5,164
Total dividends provided for or paid	6,062	5,164	18,934

Dividends not recognised at the end of the half year:

In addition to the above dividends, since the end of the period the directors have recommended the payment of the following dividends expected to be paid out of retained earnings at 30 September 2022 (30 September 2021; 31 March 2022, but not recognised as a liability at the end of the period:

Final dividend of \$0.07 per fully paid ordinary share, imputed, payable on 28 July 2022.	-	-	6,062
Quarterly dividend for the year ended 31 March 2023 of \$0.05 (31 March 2022: \$0.05) per fully paid ordinary share, imputed, payable on 27 October 2022 (2022: 28 October 2021).	4,358	4,303	-
Quarterly dividend for the year ended 31 March 2023 of \$0.05 (31 March 2022: \$0.05) per fully paid ordinary share, imputed, payable on 26 January 2023 (2022: 27 January 2022).	4,335	4,303	-

10. COMMITMENTS

Capital Expenditure

At balance date, the Group has committed to the purchase of three properties. This has resulted in capital commitments of \$15,700,000 (30 September 2021: \$nil; 31 March 2022: \$18,000,000).