



PORTDENARAUMARINA



MARKET ANNOUNCEMENT FOR IMMEDIATE RELEASE

Thursday the 2nd of April 2020

Port Denarau Marina (PDM) COVID-19 Response

Covid-19 and the travel restrictions put in place by all governments has had a significant negative impact on the Tourism Sector in Fiji.

It is difficult to predict the duration and extent of any further spread of the Covid-19 outbreak and how this will impact all aspects of Tourism and our customers businesses.

For 20 years, the wellbeing of our customers, tenants and guests has been, and continues to remain, our highest priority. We've weathered challenging times before but in the wake of the unprecedented impact of Covid-19, we've had to make some tough decisions. In light of flights ceasing, countries closing their borders, subsequently businesses closing and major commercial operators reducing or completely halting their operations due to significant reduction of tourist numbers, we have had to reduce our operations as well.

The Board and Management of PDM are in constant contact during this time and are confident that our business interruption plans are sufficient and working well.

To ensure adequate cashflow during this time all capital projects have been put on hold. The PDM Board are confident that we can sustain minimal operations for several months without having to extend any existing financing.

To assist our customers, PDM has extended a 50% reduction in rent for all commercial operations for the month of April and this will continue to be reviewed on a month by month basis.

We will continue to operate our boatyard, fuel and private vessel operations; however, this is with limitations.

This week we have had to make a very difficult decision for our people, one of the toughest decisions we have had to make as a business - and we have done this to ensure

that our people can be part of our future and we can bring them back when things return to normal. Rather than triggering job losses, we are instead standing down some of our workforce. We are working with our people to support them during this period, including allowing them to take a range of leave options.

We have initiated work from home arrangements for our administration staff where it is practical to do so. Our systems and IT platforms support this initiative and we expect our customers to experience a seamless online interface.

For essential staff members located in our premises, we are isolating functional departments where possible, practicing social distancing, and have expanded general hygiene provisions amongst other protective measures.

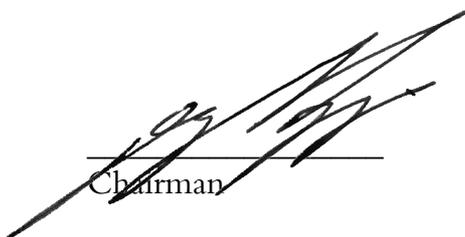
We have heightened security measures around the marina and will have security present 24/7 on premises. We are not compromising this and will continue to provide ample security coverage throughout our premises.

The safety and welfare of our employees, subcontractors, service providers and clients remain our top priority. We are adapting, operationally, to ensure we keep our people safe in line with government recommendations. We have been working closely with our stakeholders since the crisis began and will continue to do so.

One thing remains unchanged – our mission. We will continue to deliver world class marina facilities while ensuring that our, and our customers assets, are protected and ready to operate once this unprecedented period is over.

Given the ongoing uncertainty on the potential impact and duration of Covid-19, it is not possible to give accurate profit guidance for FY 2020 at this stage, but we are confident that with prudent management, Port Denarau Marina will be well positioned for the expected recovery in the global tourism market.

Yours faithfully,



Chairman



Director

