

Falkland Islands Holdings plc

Preliminary Results for the year ended 31 March 2007

Falkland Islands Holdings ("FIH"), an AIM listed company operating a range of businesses in the Falkland Islands and the Portsmouth Harbour Ferry Company ("PHFC") in the UK, announces preliminary results for the year ended 31 March 2007.

Financial Highlights

- Turnover up 2.6% to £15.6m (2006: £15.2m)
- Underlying profit* up 11% to £1.66m (2006: £1.49m)
- Operating profit up 36% to £1.5m (2006: £1.1m)
- Profit on sale of investments £485,000 (2006: £2.1m)
- Net cash balances of £2.2m at year end (2006: £0.3m)
- Positive net operating cash flow: £2.3m (2006: £1.7m)
- Basic Earnings per Share 17.2p (2006: 31.8p)
- EPS on Underlying Profits 13.4p (2006: 12.2p)
- Dividend increased by 7.7% to 7p (2006: 6.5p)

* Underlying profit is defined as profit before tax, exceptional items and the amortisation of goodwill.

Operating Highlights

- Falkland Islands business produced strong results – 2.5% increase in revenue to £12.2m
 - Underlying pre-tax contribution up £0.2m to £1.1m
 - Improved squid catch boosted fishing agency
- Portsmouth Harbour Ferry Company – had a solid year - increase in revenue to £3.4m
 - Underlying pre-tax contribution £0.55m (2006 £0.63m)
 - Passenger numbers 3.6m (2006 3.75m) reflecting Trafalgar celebrations in 2006
- Divestiture of Falklands Gold and Minerals stake for £675 000, generating £485,000 profit
- Falkland Oil and Gas – (16.3% shareholding) continues to progress its exploration programme

Outlook

- Positive start to 2007
- Potential for steady sustainable growth over the medium term

David Hudd, Chairman of Falkland Islands Holdings plc, said:

"We have made solid progress this year, recording pleasing increases in turnover, profit and liquidity.

We continue to hold our strategic investment in Falkland Oil and Gas and await the results later in the year of their current seismic and sea bed logging work and of any progress in securing a drilling rig.

The Board looks to the future with confidence, and is pleased to propose a further increase in dividend to 7 p per share."

13 June 2007

Enquiries:

Falkland Islands Holdings

David Hudd, Chairman
John Foster, Managing Director

Tel: 07771 893 267
Tel 07710 764 556

KBC Peel Hunt

Peter Joseph

Tel: 020 7418 8900

Dawnay Day (NOMAD)

David Floyd

Tel: 020 7509 4570

College Hill

Nick Elwes, Paddy Blewer

Tel: 020 7457 2020

Chairman's Statement

Overview

I am pleased to report that the year to 31 March 2007 has been another year of progress for your Company with record levels of profitability achieved from trading and a useful profit from the sale of investments.

Trading

In the year to 31 March 2007 the Group's underlying profit (defined as profit before tax, exceptional items and the amortisation of goodwill), rose from £1.49 million in 2006 to £1.66 million. Profit before tax after exceptional items and the amortisation of goodwill was £1.84 million (2006: £3.0 million)

After the seasonally slower first half, the businesses in the Falklands performed well, with strong vehicle sales and general activity was buoyed by the interest surrounding the 25th anniversary of the war. The Portsmouth Harbour ferry business had a solid year with profits only a little lower than last year which benefited from the Trafalgar celebrations.

Investments

In January 2007 the 14.4% shareholding in Falkland Gold and Minerals was sold at a price of 6p per share. The cash proceeds of £0.7 million generated a profit over the cost of the investment of £0.5 million.

The Group retains its investment of 15 million shares (16.3%) in Falkland Oil and Gas ("FOGL"). As shareholders will appreciate, your Company was actively involved in the initial formation of FOGL and its subsequent admission to AIM and your Board continues to believe in the company's potential. As FOGL's licence area is very large and unexplored, exploration is a necessarily lengthy and expensive process. FOGL is continuing to progress its exploration programme and we intend to retain a substantial shareholding while this exploration effort continues.

We were pleased to note that our view on the potential is shared by others as FOGL was able to raise a further £8 million in December 2006 which has been used to finance further offshore exploration, this comprises a further 2D seismic survey and sea bed logging. We are awaiting the results of this work and of the continuing efforts to secure a drilling rig.

Earnings and Dividends

Earnings per share on underlying profits rose by 10% to 13.4p per share (2006 12.2p) and EPS calculated on all earnings including profits on the sale of investments were 17.2p per share (2006: 31.8p).

Reflecting the continued confidence of your Board in the future of the Company it is proposed to increase the annual dividend by 7.7% from 6.5p to 7.0p per share.

Net assets

The Group has a solid base of well established trading businesses and good liquidity position. At 31 March 2007 the Group had net cash balances of £2.2 million (2006: £0.3 million) and shareholders funds of £14.1 million at historic cost (2006: £12.9 million). This includes the investment in FOGL at a cost of £2.4m which compares to a market value at the year end of £13.0 million (2006 cost £2.4 million; market value £21.5 million). On this basis the net asset value per share at 31 March 2007 was £2.92 (2006 £4.00)

People

The Group continues to move forward because of the commitment of all its staff and we are fortunate to have the services of a highly professional workforce many of whom have worked for the Company for many years. Their passion in delivering a high quality service to their customers underpins the strength of the Group and I would like to thank them all for their efforts in producing another successful year of growth.

Outlook

The new financial year has started in promising fashion and we are well placed to build on the solid progress seen in recent years.

David L Hudd

June 13 2007

Managing Director's Business Review

Falkland Islands Holdings ("FIH") owns two trading businesses: the Falkland Islands Company in the Falkland Islands, which provides a wide range of essential goods and services to the Islanders; and in the UK, the Portsmouth Harbour Ferry Company ("PHFC") which provides the vital passenger service across the mouth of Portsmouth Harbour. Both have been established for well over 100 years and both have a history of consistent profitability and cash generation.

Group Performance

In the year to 31 March 2007 turnover from continuing activities in the Group's trading businesses rose by 2.6% to £15.6 million (2006: £15.2 million). Progress was seen at both businesses. The Falklands recovered from a sluggish start, and revenue increased by 2.5% from £11.9 million to over £12.2 million. Revenue at PHFC increased to £3.4 million (2006: £3.3 million), a satisfactory performance given the absence of the maritime festivals which boosted revenue in 2005/6.

Revenue

Year ended 31 March	2007 £m	2006 £m	Change %
<i>Falklands</i>	12.2	11.9	2.5%
<i>Gosport Ferry</i>	3.4	3.3	3.0%
Total	15.6	15.2	2.6%

Underlying Profits

A healthy 11% increase in underlying profits (defined as profit before tax, the amortisation of goodwill and exceptional items) was achieved in the year to 31 March 2007 to £1.66 million (2006: £1.49 million) with a strong performance from the group's Falkland business and a solid contribution in the UK from the ferry operations at Portsmouth Harbour.

Year ended 31 March	2007 £m	2006 £m
<i>Falkland Islands - FIC</i>	1.10	0.86
<i>Gosport Ferry - PHFC</i>	0.56	0.63
Underlying Profit	1.66	1.49
Amortisation	(0.20)	(0.20)
Exceptional costs	(0.11)	(0.49)
Profit on sale of investments	0.49	2.22
Profit Before Tax	1.84	3.02

Exceptional Items

During the year the decision was taken to close the Falkland Islands defined benefit pension scheme in respect of future service for existing members and in consultation with the employees it was agreed to move to a defined contribution basis. The effect of this is a significant reduction in the exposure of the Group to further increases in pension liabilities. In the current year these changes have resulted in a one off exceptional charge of £105,000.

Profit on the sale of Investments

On January 12th 2007 FIH sold its entire shareholding in Falkland Gold and Minerals ("FGML"). The sale of its 14.4% holding at 6p per share generated net cash proceeds of £675,000 and a profit on sale of £485,000.

Profit before Tax

After taking account of charges for the amortisation of goodwill, the exceptional pension charge and profits on the sale of investments, which in aggregate represent a net credit of £176,000, the Group's profit before tax for the year was £1.84 million (2006: £3.0 million).

Group Structure

In operational terms the Group structure was unchanged during the year.

During the year the Group sold its entire investment in FGML, but retained its shareholding in FOGL, holding 15 million shares (16.3%) in this AIM-listed exploration company.

Portsmouth Harbour Ferry Company

PHFC performed well in the year despite the absence of the Trafalgar 200 celebrations and International Festival of the Sea, which boosted revenues and profits in the prior year. In August 2006 the company was successful in winning a contract from Berkeley Homes to provide water taxi services from its new residential development overlooking the harbour at Royal Clarence Yard to the company's pontoon at Portsea. The service, which runs during peak times 5 days a week, does not directly compete with PHFC's core ferry services which operate from Gosport. During the year leisure cruising and private hire services continued, but revenues from cruising were disappointing so this activity has now been scaled back, allowing PHFC to focus on core ferry operations and increasing availability for corporate hire.

During the year ended 31 March 2007 PHFC carried nearly 3.6 million passengers across the harbour, although passenger numbers were marginally lower than the exceptionally high figures seen during the maritime celebrations in 2005.

As in the prior year, fares were increased on 1 June 2006, with normal daily adult return fares increased by 11% to £2.00. This enabled the company to freeze fares for regular users and to hold the price of 10 trip tickets at £8.00 or 80p each way. In addition, to reinforce the value for money offered to our passengers, 10 trip concessionary fares for children and seniors were frozen at £4.40 or 44p per trip. With overall passenger numbers down on the prior year, the fare increases seen in June 2006 produced a modest overall increase in passenger revenues.

2006/7 saw continued inflationary pressures on operating costs and particularly large increases were seen in fuel prices over the year. After the allocation of head office costs, the underlying profit before tax of the ferry operations amounted to £0.55 million (2006: £0.63 million).

The ferry pontoon at the Gosport terminus is coming to the end of its useful life and the pontoon owners Gosport Borough Council are moving ahead with plans to replace the existing pontoon with a new structure before the end of 2008. The financing of the replacement pontoon remains under discussion but maintenance of the existing arrangements, with a nominal rent payable by the ferry company, would allow PHFC to

continue to provide this essential service safely and reliably, whilst still providing excellent value for money to passengers.

Local residents are aware of the benefits of the service PHFC offers. The ferry trip is not only significantly shorter than the land journey around the north of the harbour, but with ever increasing petrol costs it is also significantly cheaper. The ferry is also a more environmentally friendly means of transport: with a carbon footprint per passenger less than 3% of that of a car. In May 2007 PHFC ran a special offer highlighting the ferry's green credentials to encourage more car drivers to leave their car at home and instead make their journey on the Gosport ferry.

Falklands Operations

Total revenue in the Group's Falklands businesses in the year to 31 March 2007 increased by 2.5% to £12.2 million (2006: £11.9 million).

In the Islands the general economic backdrop was helped initially by a better Illex squid catch in the early part of the financial year. Retailing remained competitive, but in Stanley increased tourist activity associated with the 25th anniversary of the Falklands War helped provide a boost to the group's other operations, particularly the Capstan and Gift shop, Penguin Travel and the Upland Goose Hotel. Significant fleet vehicle sales boosted results in the second half of the year.

After allocating head office costs, which are integral to the management and operation of the group's Falklands business activities, underlying profit before tax and exceptional items rose from £ 0.9 million to £1.1 million.

Retailing – Sales £9.8 million (2006: £9.4 million)

Retailing is the most important business activity undertaken by the Group in the Falklands and accounts for over 80% of turnover.

In the year to 31 March 2007 overall retail sales increased by 4.2% to £9.8 million and the bulk of the increase was accounted for by the company's automotive dealership.

Sales at the flagship West Store continued to move ahead although competition from local independent retailers, and the subdued economic conditions, meant that like for like sales growth was restricted to 0.4%. Sales at the Capstan gift shop were helped by the continued growth in the number of cruise ship visitors and revenues increased by 3.3% compared to the prior year. At the Group's DIY business, Homecare, trading conditions were more difficult with a sluggish housing market and customers experimenting with internet purchasing from UK suppliers, particularly for higher value items. Sales at Homecare were 5.9% lower in the year, although it was encouraging to note that the performance recovered towards the end of the year with double digit increases in sales being seen as the product range was refreshed and improved. At its automotive dealership, FIC had a very successful year with unit vehicles sales increasing by 120%.

Other Activities - Sales £2.4 million (2006: £2.5 million)

Overall sales in the company's other activities fell slightly in the year to £2.4 million. Low margin stevedoring at the Stanley floating port FIPAS was scaled back, and the volume of third party freight carried by Darwin Shipping fell, but the overall change in the mix of revenue was positive, and the contribution to group profits from other activities increased during the year.

The Fishing Agency had a better year with a recovery in the squid catch in Spring 2006 leading to a healthy increase in the number of fishing vessels requiring support services from FIC. The Illlex squid catch was the best for 4 years and revenue from Agency activities increased by over 35% boosting profitability.

FIC's insurance agency, property rental activities and stevedoring services all saw growth in the year. Darwin Shipping continued to work with the UK Ministry of Defence, chartering space on its supply vessels and with a tight control of costs and more efficient management of container rentals, despite a decline revenues Darwin had another solid year.

The Upland Goose Hotel continues to face strong local competition and is loss making during the quiet winter period, but this year increased number of visitors over the summer months linked to Falklands 25, helped lift revenues and saw the hotel move closer to a break even position for the year. These positive factors are unlikely to continue in the medium term, and given the recent history of losses at the hotel, the Group will be considering its future over the next 12 months.

Falkland Oil and Gas (FOGL)

The Group continues to hold a strategic stake in FOGL of 15 million shares representing a 16.3% interest. At 31 March 2007 the market value of this shareholding was £13.0 million (2006: £21.5 million).

During the year FOGL made further progress with its programme of exploration. In November 2006 TRACS International completed an independent review of what it considers to be the Company's top ten prospects and reported that FOGL had net prospective resources in excess of 10 billion barrels. The existence of commercial quantities of oil or gas can only be determined by drilling, but during the year FOGL made good progress in raising further funds to continue with its exploration programme, with the issue of £8 million of convertible loan notes in December 2006.

FOGL has also completed the third phase of its 2D seismic programme, acquiring a further 9,950km of detailed infill seismic data, and early indications are that it will provide a much higher definition of FOGL's best prospects. This programme was supplemented in February 2007 when the company commenced a programme of Closed Source Electro Magnetic ("CSEM") surveying, a new technology designed to reduce risk and help highlight the best prospects for drilling. The first phase, which covered 6 prospects, has been completed and the second phase is expected to be completed by the end of July 2007. Once processing of the data from both surveys is complete the results will be integrated, a process which will take several months. If the results are positive this will then lead to the determination of a shortlist of the best prospects for drilling.

In parallel with the exploration programme FOGL has continued discussions with potential farm-in partners and rig owners. The objective remains a drilling programme commencing in 2008.

Trading Outlook for 2007/8

With a stable economic climate in the UK and in the Falklands the prospects for further steady growth over the medium term are good. In the current year the Falklands businesses have started well with squid catches in April and May exceeding 2006. In Portsmouth, ferry passenger numbers have been boosted by the recent sunny spring weather and are ahead year-on-year. Although cost pressures exist in both businesses, with further investment in our infrastructure planned for the current year, the foundations are in place for another solid performance.

John Foster
Managing Director
13 June 2007

**Group profit and loss account
FOR THE YEAR ENDED 31 MARCH 2007**

<i>Notes</i>	As Restated	
	2007	2006
	£'000	£'000
Turnover		
1 Continuing operations	15,618	15,209
Discontinued operations	-	527
Turnover	15,618	15,736
Cost of sales	(9,531)	(9,855)
Gross profit	6,087	5,881
Administrative expenses	(4,606)	(4,471)
Amortisation of goodwill	(204)	(204)
Administrative expenses - exceptional costs	(105)	(487)
Total administrative expenses	(4,915)	(5,162)
Other operating income	338	344
Continuing operations	1,510	1,062
Discontinued operations	-	1
Group operating profit	1,510	1,063
Profit on sale of discontinued operation		84
Profit on sale of fixed asset investment	485	2,135
Bank interest receivable	205	38
Bank interest payable	(236)	(194)
Pension schemes net financing cost	(124)	(108)
Profit on ordinary activities before taxation	1,840	3,018
Taxation	(394)	(374)
Profit on ordinary activities after taxation for the financial year	1,446	2,644
2 Earnings per share		
Basic	17.2p	31.8p
Diluted	17.1p	31.3p
Proposed dividend per ordinary share	7.0p	6.5p

In both the current and preceding year, there was no material difference between results reported in the profit and loss account and the result on an unmodified historical cost basis.

Group balance sheet
AT 31 MARCH 2007

<i>Notes</i>	2007		2006	
	£'000	£'000	£'000	£'000
Fixed assets				
Intangible assets	3,775		3,979	
Tangible assets	7,856		8,042	
Investments	2,420		2,610	
		14,051		14,631
Current assets				
Stocks	2,678		3,107	
Debtors due within one year	2,517		1,789	
Debtors due after one year	45		48	
	2,562		1,837	
3 Cash at bank and in hand	4,959		3,601	
	10,199		8,545	
Creditors: amounts falling due within one year	(5,310)		(4,797)	
Net current assets		4,889		3,748
Total assets less current liabilities		18,940		18,379
Creditors: amounts falling due after more than one year		(2,191)		(2,765)
Provisions for liabilities		(744)		(853)
Net assets excluding pension liabilities		16,005		14,761
Net pension scheme liabilities		(1,869)		(1,909)
Net assets		14,136		12,852
Capital and reserves				
Called up share capital		847		838
Share premium account		7,206		7,064
Other reserves		703		703
Revenue reserves		5,380		4,247
Equity shareholders' funds		14,136		12,852

Group Cash Flow Statement
FOR THE YEAR ENDED 31 MARCH 2007

Reconciliation of operating profit to net cash inflow from operating activities

	2007	As restated 2006
	£'000	£'000
Operating profit	1,510	1,063
Profit on sale of fixed assets	-	(12)
Amortisation of goodwill	204	204
Depreciation and impairment charges	468	838
Decrease in stocks	429	201
(Increase) in debtors	(725)	(12)
Increase / (Decrease) in creditors and provisions	316	(687)
Provision for share-based payments	101	70
Net cash inflow from operating activities	2,303	1,665

Cash Flow Statement

	2007		2006	
	£'000	£'000	£'000	£'000
Cash flow from operating activities		2,303		1,665
Returns on investments and servicing of finance				
Interest received	205		38	
Interest paid	(236)		(203)	
		(31)		(165)
Taxation				
UK corporation tax paid	(162)		(250)	
Overseas taxation paid	(176)		(141)	
		(338)		(391)
Capital expenditure and financial investment				
Purchase of tangible fixed assets	(282)		(505)	
Purchase of investments			(2,000)	
Receipts from sale of tangible fixed assets			15	
Receipts from sale of investments	675		2,427	
		393		(63)
Acquisitions and disposals				
Sale of subsidiary undertaking		-	178	
		-		178
Dividends paid		(545)		(502)
Cash inflow before financing		1,782		722
Financing				
Repayment of secured loan	(532)		(524)	
Repayment of loan notes	(43)		(43)	
Issue of ordinary share capital	151		3	
New secured loan			2,609	
Sale of own shares				
Cash flow from financing		(424)		2,045
Increase in cash in year		1,358		2,767
Reconciliation of cash flow to movement in net funds / (debt)				
		2007		2006
		£'000		£'000
Increase in cash in the year		1,358		2,767
Cash outflow / (inflow) from movement in debt		575		(2,042)
		1,933		725
Change in net debt resulting from cash flows		1,933		725
Net (debt) / funds at start of year		293		(432)
Net funds at end of year		2,226		293

Group Cash Flow Statement – continued
FOR THE YEAR ENDED 31 MARCH 2007

Analysis of changes in net funds	As at		As at
	1 April	Cash flows	31 March
	2006	2007	2007
	£'000	£'000	£'000
Cash at bank and in hand	3,601	1,358	4,959
Debt due within one year	(542)	0	(542)
Debt due after one year	(2,766)	575	(2,191)
Net funds at end of year	293	1,933	2,226

Consolidated Statement of Total Recognised Gains and Losses
FOR THE YEAR ENDED 31 MARCH 2007

	2007		As restated 2006	
	£'000	£'000	£'000	£'000
Profit for the year		1,446		2,644
PHFC scheme gain / (loss)	61		(88)	
FIC scheme gain	118		57	
Actuarial gain / (loss) on pension schemes		179		(31)
Movement on deferred tax asset relating to pension schemes		(48)		(123)
Actuarial gain / (loss) on pension schemes net of tax		131		(154)
Total recognised gains and losses relating to financial year		1,577		2,490

Notes to the Financial Statements
FOR THE YEAR ENDED 31 MARCH 2007

1. Segmental information

	2007			2006		
	General trading Falklands £'000	Ferry services Portsmouth £'000	Total £'000	General trading Falklands £'000	Ferry services Portsmouth £'000	Total £'000
Turnover						
- continuing operations	12,256	3,362	15,618	11,902	3,307	15,209
Discontinued operations					527	527
- Cobham Travel						
	12,256	3,362	15,618	11,902	3,834	15,736
Net assets	9,998	4,138	14,136	8,941	3,911	12,852
Segment operating profit	1,122	388	1,510	637	426	1,063
Profit on sale of fixed asset investments	485		485	2,135		2,135
Profit on sale of discontinued operations					84	84
Net interest expense	(115)	(40)	(155)	(212)	(52)	(264)
Group profit before tax	1,492	348	1,840	2,560	458	3,018
Underlying profit before tax:						
Group profit before tax	1,492	348	1,840	2,560	458	3,018
Goodwill amortisation	-	204	204		204	204
Exceptional costs	105		105	435	52	487
Profit on sale of fixed asset investments	(485)		(485)	(2,135)		(2,135)
Profit on sale of discontinued operations					(84)	(84)
Underlying profit before tax	1,112	552	1,664	860	630	1,490

Underlying profit before tax is presented to illustrate the Group's trading profit before tax, goodwill amortisation, exceptional items, profit on the sale of fixed asset investments and discontinued operations.

Notes to the Financial Statements – continued
FOR THE YEAR ENDED 31 MARCH 2007

2. Earnings per share

The calculation of basic earnings per share is based on profits on ordinary activities after taxation, and the weighted average number of shares in issue in the period, excluding shares held under the Employee Share Ownership Plan ('ESOP').

The calculation of diluted earnings per share is based on profits on ordinary activities after taxation, and the weighted average number of shares in issue in the period, excluding shares held under ESOP, adjusted to assume the full issue of share options in issue, to the extent that they are dilutive.

		As restated
	2007	2006
	£'000	£'000
Profit on ordinary activities after taxation	1,446	2,644

The profits above form the basis of calculating the basic and diluted earnings per share.

		As restated
	2007	2006
	Number	Number
Weighted average number of shares in issue	8,466,060	8,380,066
Less: shares held under ESOP	(48,917)	(55,417)
Average number of shares in issue excluding ESOP	8,417,143	8,324,649
Maximum dilution with regard to share options	30,927	109,736
Diluted weighted average number of ordinary shares	8,448,070	8,434,385
Basic earnings per share	17.2p	31.8p
Diluted earnings per share	17.1p	31.3p

To provide a comparison of earnings per share based on underlying performance, the calculation below sets out basic and diluted earnings per share based on profits before amortisation of goodwill and exceptional items.

Earnings per share on underlying profitability

		2007	2006
		£'000	£'000
Underlying profit before tax (see note 1)		1,664	1,490
Less: tax thereon		(532)	(477)
Underlying profit after tax		1,132	1,013
	Increase	2007	2006
Underlying performance basic earnings per share (pence)	10.5%	13.4p	12.2p
Underlying performance diluted earnings per share (pence)	11.5%	13.4p	12.0p

3. Borrowings, derivatives and other financial instruments

	Group		
	2007	2006	
	£'000	£'000	
<i>The bank loans, overdrafts and unsecured loan notes are repayable as follows:</i>			
Within one year	(542)	(542)	
Between one and two years	(499)	(542)	
Between two and five years	(1,054)	(1,590)	
Over five years	(638)	(634)	
	(2,733)	(3,308)	
Cash	4,959	3,601	
Net funds / (debt)	2,226	293	

The Group's financial instruments comprise cash and borrowings and arise directly from its operations. The principal function of these financial instruments is to fund the Group's operations. Cash at bank is the money on call or short term deposit. This together with cash in hand is used to fund the day-to-day operations. The Group has an unutilised overdraft facility of £2.0 million.

4. Statutory Information

The financial information does not constitute the Company's statutory accounts for the years ended 31 March 2007 and 2006 but is derived from those accounts. Statutory accounts for 2006 have been delivered to the Registrar of Companies, and those for 2007 will be delivered following the Company's Annual General Meeting. The auditors have reported on those; their reports were unqualified and do not contain statements under section 237(2) or 237(3) of the Companies Act 1985. Copies of the Falkland Islands Holdings plc annual report and financial statements will be with shareholders in late-June.