

NOTES TO THE FINANCIAL STATEMENTS

FAIRFAX MEDIA LIMITED AND CONTROLLED ENTITIES FOR THE PERIOD ENDED 30 JUNE 2013

9. INVENTORIES

	30 JUNE 2013 \$'000	24 JUNE 2012 \$'000
Raw materials and stores – at net realisable value	25,552	31,815
Finished goods – at cost	4,358	4,242
Work in progress – at cost	998	565
Total inventories	30,908	36,622

During the year, newsprint and paper expense (excluding cartage) of \$164.0 million (2012: \$208.6 million) was recognised in the income statement.

During the year, a \$6.1 million (2012: nil) write down to net realisable value on raw materials and stores was recognised within other expenses in the income statement.

10. ASSETS AND LIABILITIES HELD FOR SALE

	30 JUNE 2013 \$'000	24 JUNE 2012 \$'000
(A) Assets held for sale		
Freehold land and buildings	6,979	8,949
Plant and equipment	-	514
Fairfax Community Network Ltd disposal group		
Intangible assets	-	15,262
Other assets	-	949
Total assets held for sale	6,979	25,674
(B) Liabilities directly associated with held for sale assets		
Fairfax Community Network Ltd disposal group		
Provisions	-	3,918
Other liabilities	-	1,038
Total liabilities directly associated with held for sale assets	-	4,956

FREEHOLD LAND AND BUILDINGS

Assets held for sale comprise properties in Australia and New Zealand that are being actively marketed and for which the sale is highly probable. During the current year, three of these properties were sold.

Prior to being transferred to held for sale, the properties are remeasured at the lower of carrying amount and fair value less costs to sell. An impairment charge of \$0.5 million (2012: nil) was recognised in the income statement against the assets.

FAIRFAX COMMUNITY NETWORK LTD DISPOSAL GROUP

On 13 July 2012, the sale of Fairfax Community Network Ltd was completed.