

NOTES TO THE FINANCIAL STATEMENTS

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

22. CONTRIBUTED EQUITY (CONTINUED)

	30 JUNE 2013 NO. OF SHARES	24 JUNE 2012 NO. OF SHARES	30 JUNE 2013 \$'000	24 JUNE 2012 \$'000
(C) DEBENTURES				
Balance at beginning of the financial year	281	281	*	*
Balance at end of the financial year	281	281	*	*
Total contributed equity	2,363,678,751	2,363,678,751	4,646,248	4,646,248

* Amount is less than \$1000

TERMS AND CONDITIONS OF CONTRIBUTED EQUITY

(A) ORDINARY SHARES

Ordinary shares entitle the holder to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held. Ordinary shares entitle their holder to one vote, either in person, or by proxy, at a meeting of the Company.

(B) UNVESTED EMPLOYEE INCENTIVE SHARES

Shares in Fairfax Media Limited are held by the Executive Employee Share Plan Trust for the purpose of issuing shares under the Long Term Incentive Plan. Holders of ordinary shares are entitled to receive dividends as declared and are entitled to one vote per share at a meeting of the Company.

(C) DEBENTURES

Debenture holders terms and conditions are disclosed in Note 1(U).

23. RESERVES

	NOTE	30 JUNE 2013 \$'000	24 JUNE 2012 \$'000
Asset revaluation reserve, net of tax	(A)	41	(259)
Foreign currency translation reserve, net of tax	(B)	(132,599)	(219,528)
Cashflow hedge reserve, net of tax	(C)	(4,703)	(7,088)
Net investment hedge reserve, net of tax	(D)	(10,232)	2,669
Share-based payment reserve, net of tax	(E)	8,799	7,764
Acquisition reserve	(F)	181,048	177,759
General reserve	(G)	(6,837)	(6,837)
Total reserves		35,517	(45,520)

(A) ASSET REVALUATION RESERVE

Balance at beginning of the financial year	(259)	506
Revaluation of available for sale investments	(61)	(675)
Impairment losses transferred to the income statement	357	-
Tax effect on available for sale investments	4	(90)
Balance at end of the financial year	41	(259)

(B) FOREIGN CURRENCY TRANSLATION RESERVE

Balance at beginning of the financial year	(219,528)	(233,884)
Exchange differences on currency translation	28,033	14,356
Disposal of subsidiaries, net of tax	58,876	-
Tax effect of net changes on foreign currency translation reserve	20	-
Balance at end of the financial year	(132,599)	(219,528)