

28 EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year.

Diluted earnings per share is calculated by adjusting the weighted average number of shares outstanding to assume conversion of all dilutive potential ordinary shares. The Group's dilutive potential ordinary shares are in the form of share options / performance rights.

	2013 '000	2012 '000
Weighted average number of shares in issue	200,197	200,000
Adjustment for:		
- Share options / performance rights	1,924	3,121
Total potential diluted ordinary shares	202,121	203,121

29 EARTHQUAKE DISCLOSURES

The Christchurch earthquake that occurred on 22 February 2011 did not have a significant impact on trading. Kathmandu has business interruption insurance that provided cover for this event. Kathmandu's Cashel Street store was damaged in the earthquake and the lease of that store has since been terminated.

In the financial statements:

- Net proceeds received to date of \$293,000 (2012: \$0) arising from the business interruption and material damage claim relating to this has been recognised in the financial statements. The claim has still to be finally agreed with the insurers.
- All assets lost or damaged as a result of the earthquake have been written off, and the cost of this write-off is included in the calculation of net proceeds above.

30 EVENTS OCCURRING AFTER THE BALANCE DATE

There are no events occurring after balance date that materially affect the information within the financial statements.