



CABLE BAHAMAS LTD.

2014 THIRD QUARTER REPORT

P. O. Box CB 13050

Nassau, N. P., The Bahamas

tl: (242) 601 6780 / fx: (242) 601 8985

em: investors@cablebahamas.com

ws: www.cablebahamas.com

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of Sept 30, 2014 | (Expressed in B\$000, unaudited)

	SEP 30, 2014	DEC 31, 2013
ASSETS		
CURRENT ASSETS:		
Cash	\$ 43,107	\$ 9,307
Accounts receivable, net	12,935	13,130
Prepaid expenses and deposits	4,659	2,754
Inventory	9,141	4,803
Other receivables	4,551	3,172
Total current assets	74,393	33,166
NON-CURRENT ASSETS:		
Investment	4,350	3,850
Lease Receivable	1,385	–
Property, plant and equipment	245,919	230,952
Deferred Tax Asset	8,749	8,749
Goodwill	33,573	33,573
Intangible assets	31,805	33,330
Total non-current assets	325,781	310,454
TOTAL	\$ 400,174	\$ 343,620
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable & accrued liabilities	\$ 32,872	\$ 24,774
Deferred income	1,765	2,846
Dividends payable	3,113	610
Short Term Notes	–	14,273
Current portion of other liabilities	876	876
Current portion of long-term debt	1,749	3,066
Total current liabilities	40,375	46,445
NON-CURRENT LIABILITIES:		
Subscriber deposits	6,560	6,545
Other Liabilities	4,258	3,575
Deferred Tax Liability	9,398	9,398
Long-term debt	104,095	101,345
Preferred shares	127,810	73,310
Total non-current liabilities	252,121	194,173
Total liabilities	292,496	240,618
EQUITY:		
Ordinary share capital	13,606	13,609
Retained earnings	94,072	89,393
Total equity	107,678	103,002
TOTAL	\$ 400,174	\$ 343,620

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended Sept 30, 2014 with comparatives for Sept 30, 2013 | (Expressed in B\$000, unaudited)

	3 MONTHS ENDED		9 MONTHS ENDED	
	SEP 30 2014	SEP 30 2013	SEP 30 2014	SEP 30 2013
REVENUE	\$37,457	\$28,996	\$112,109	\$85,155
OPERATING EXPENSES	(23,759)	(17,479)	(70,453)	(49,939)
	13,698	11,517	41,656	35,216
Depreciation and amortization	(8,068)	(5,147)	(23,254)	(15,265)
OPERATING INCOME	5,630	6,370	18,402	19,951
Acquisition Related Cost	–	(7,824)	–	(9,508)
Interest expense	(1,296)	(368)	(4,315)	(1,009)
Dividends on preferred shares	(1,785)	(1,150)	(4,753)	(3,450)
NET INCOME AND COMPREHENSIVE INCOME	\$2,549	\$(2,972)	\$9,334	\$5,984
BASIC EARNINGS PER SHARE	\$0.19	\$(0.22)	\$0.69	\$0.44
DILUTED EARNINGS PER SHARE	\$0.19	\$(0.22)	\$0.68	\$0.44

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended Sept 30, 2014
(Expressed in B\$000, unaudited)

	ORDINARY SHARE CAPITAL	RETAINED EARNINGS	TOTAL
Balance at December 31, 2013	13,609	\$89,393	\$103,002
Net income	–	9,334	9,334
Dividends paid on ordinary shares	–	(4,626)	(4,626)
Shares purchased and cancelled	(3)	(29)	(32)
Balance at September 30, 2014	\$13,606	\$94,072	\$107,678

CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended Sept 30, 2014 with comparatives for Sept 30, 2013 | (Expressed in B\$000, unaudited)

	9 MONTHS ENDED	
	SEP 30, 2014	SEP 30, 2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	\$ 9,334	\$ 5,984
Adjustments for:		
Depreciation and amortization	23,254	15,265
Interest expense	4,315	1,009
Dividends on preferred shares	4,753	3,450
Operating cash flow before working capital changes	41,656	25,708
Increase in accounts receivable, net	(1,186)	(4,411)
Increase in prepaid expenses and deposits	(1,905)	(1,669)
Increase in inventory	(4,338)	(731)
Increase in accounts payable & accrued liabilities	8,098	12,266
(Decrease) Increase in deferred income	(1,081)	48
Increase in subscriber deposits	15	43
Net cash from operating activities	41,259	31,254
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to investments	(500)	(45,924)
Additions to property, plant and equipment	(35,986)	(14,408)
Additions to intangible assets	(709)	–
Net cash used in investing activities	(37,195)	(59,702)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term debt (net)	1,193	36,812
Repayment of short-term notes	(14,273)	–
Lease Receivable (net)	(462)	–
Interest paid on long term debt	(4,315)	(1,009)
Preferred shares issuance	54,500	–
Dividends paid on preferred shares	(2,249)	(3,450)
Dividends paid on ordinary shares	(4,626)	(4,079)
Buyback of ordinary shares	(32)	–
Net cash used in financing activities	29,736	28,274
NET INCREASE (DECREASE) IN CASH	33,800	(174)
CASH, BEGINNING OF PERIOD	9,307	8,676
CASH, END OF PERIOD	\$43,107	\$8,502

NOTES TO CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These consolidated interim condensed financial statements are prepared in accordance with IAS 34, Interim Financial Reporting. The accounting policies used in the preparation of these interim financial statements are consistent with those used in the annual financial statements for the year ended December 31, 2013.