



CABLE BAHAMAS LTD.

15 MONTH PERIOD ENDED MARCH 31, 2017 REPORT

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of March 31, 2017 | (Expressed in B\$000, unaudited)

	MAR 31, 2017	DEC 31, 2015
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 81,958	\$ 63,001
Trade receivables, net	12,317	15,854
Prepaid expenses and deposits	8,887	3,522
Inventory	23,507	11,594
Other receivables	11,871	9,985
Total current assets	138,540	103,956
NON-CURRENT ASSETS:		
Investment in Dais	5,902	4,172
Property, plant and equipment	399,777	300,628
Deferred tax asset	31,485	31,485
Goodwill	13,074	13,074
Intangible assets	92,057	29,952
Total non-current assets	542,295	379,311
TOTAL	\$ 680,835	\$ 483,267
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable & accrued liabilities	\$ 58,040	\$ 39,060
Deferred income	3,006	1,896
Dividends payable	6,230	2,714
Current portion of other liabilities	7,540	1,462
Current portion of long-term debt	-	11,424
Total current liabilities	74,816	56,556
NON-CURRENT LIABILITIES:		
Subscriber deposits	7,799	7,499
Other liabilities	41,332	10,946
Deferred tax liability	31,485	31,485
Long-term debt	157,890	88,065
Preferred shares	232,235	202,810
Total non-current liabilities	470,741	340,805
Total liabilities	545,557	397,361
EQUITY:		
Ordinary share capital	30,354	13,578
Retained earnings	53,290	72,328
Non-controlling interest	51,634	-
Total equity	135,278	85,906
TOTAL	\$ 680,835	\$ 483,267

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended March 31, 2017 with comparatives for December 31, 2015 | (Expressed in B\$000, unaudited)

	THREE MONTHS ENDED		FIFTEEN MONTHS ENDED	TWELVE MONTHS ENDED
	MAR 31 2017	MAR 31 2016	MAR 31 2017	DEC 31 2015
REVENUE	\$51,141	\$43,680	\$231,729	\$165,678
OPERATING EXPENSES	(46,608)	(28,995)	(183,565)	(113,930)
	4,533	14,685	48,164	51,748
Depreciation and amortization	(16,782)	(9,147)	(53,506)	(30,154)
OPERATING INCOME	(12,249)	5,538	(5,342)	21,594
Gain (loss) on joint venture	-	15	80	(58)
Loss on disposal of assets	-	-	(5,839)	(68)
Interest expense	(1,079)	(1,188)	(6,060)	(4,404)
Goodwill impairment	-	-	-	(20,499)
Dividends on preferred shares	(3,534)	(2,835)	(16,269)	(10,936)
NET AND COMPREHENSIVE (LOSS) INCOME	\$(16,862)	\$1,530	\$(33,430)	\$(14,371)
Net loss attributable to non-controlling interests	\$(9,718)	\$ -	\$(18,534)	\$ -
Net and comprehensive (loss) income attributable to owners of the parent	\$(7,144)	\$1,530	\$(14,896)	\$(14,371)
BASIC EARNINGS PER SHARE	\$(0.38)	\$0.04	\$(0.76)	\$(0.35)
DILUTED EARNINGS PER SHARE	\$(0.38)	\$0.04	\$(0.76)	\$(0.31)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended March 31, 2017 | (Expressed in B\$000, unaudited)

	ORDINARY SHARE CAPITAL	RETAINED EARNINGS	NON-CONTROLLING INTEREST	TOTAL
Balance at December 31, 2015	\$13,578	\$72,328	\$ -	\$85,906
Net loss	-	(14,896)	-	(14,896)
Dividends paid on ordinary shares	-	(4,142)	-	(4,142)
Issuance of ordinary shares	16,776	-	-	16,776
Non-controlling interest	-	-	51,634	51,634
Balance at March 31, 2017	\$30,354	\$53,290	\$51,634	\$135,278

CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended March 31, 2017 with comparatives for December 31, 2015 | (Expressed in B\$000, unaudited)

	FIFTEEN MONTHS ENDED MAR 31 2017	TWELVE MONTHS ENDED DEC 31 2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) income	\$(33,430)	\$ (14,371)
Adjustments for:		
Depreciation and amortization	53,506	30,154
Interest expense	6,060	4,404
Dividends on preferred shares	16,269	10,936
Goodwill impairment	-	20,499
Loss on joint venture	(80)	58
Loss on disposal of assets	5,839	68
Amortization of IRU	-	(158)
Operating cash flow before working capital changes	48,164	51,590
Decrease (Increase) in trade and other receivables, net	1,651	(7,375)
Increase in prepaid expenses and deposits	(5,365)	(301)
Increase in inventory	(11,913)	(2,539)
Increase in accounts payable & accrued liabilities	18,980	7,395
Increase (Decrease) in deferred income	1,110	(164)
Increase in subscriber deposits	300	606
Net cash from operating activities	52,927	49,212
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to investments	(1,730)	-
Additions to property, plant and equipment	(151,329)	(70,968)
Additions to intangible assets	(69,189)	(1,464)
Proceeds from disposal of assets	-	3
Net cash used in investing activities	(222,248)	(72,429)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long-term debt (net)	(1,600)	(5,126)
Capital lease obligation & other liabilities	36,464	8,447
Proceeds from long-term debt	60,000	-
Interest paid on long-term debt	(6,060)	(4,404)
Issuance of ordinary shares	86,944	-
Issuance of preference shares	42,735	75,000
Redemption of preferred shares	(13,310)	-
Dividends paid on preferred shares	(12,753)	(10,877)
Dividends paid on ordinary shares	(4,142)	(7,617)
Issuance of share based option	-	270
Shares repurchased and cancelled	-	(215)
Net cash from financing activities	188,278	55,478
NET INCREASE IN CASH AND CASH EQUIVALENTS	18,957	32,261
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	63,001	30,740
CASH AND CASH EQUIVALENTS, END OF PERIOD	\$ 81,958	\$ 63,001

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, 2015. These statements also follow the guidelines of IFRS 10, Consolidated Financial Statements and incorporate the financial statements of the 48.25% owned subsidiary Be Aliv Limited, which was incorporated July 1, 2016, under the laws of The Commonwealth of The Bahamas for the purpose of providing wireless services throughout The Bahamas. Cable Bahamas Ltd has board and management control and as such all costs included in Be Aliv Limited financial statements are included in these consolidated interim financial statements and all intercompany transactions and balances are eliminated on consolidation. The Company has changed its year end from 31 December to 30 June to better reflect the seasonality of the business and allow for the company's year-end audit to be carried out during the slower summer months as opposed to the busy Christmas period. The accounts presented are for the fifteen month period commencing on 1 January 2016 and ending on 31 March 2017. Comparative figures are for the twelve months ended 31 December 2015. Because of the longer reporting period and seasonal nature of the business current period figures are not wholly comparable to prior period figures.