



CABLE BAHAMAS LTD.

2018 THIRD QUARTER REPORT

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of March 31, 2018 | (Expressed in B\$000, unaudited)

	MAR 31, 2018	JUN 30, 2017
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 60,189	\$ 55,915
Trade receivables, net	22,352	18,335
Prepaid expenses and deposits	9,966	9,051
Inventory	13,217	18,457
Other receivables	7,174	7,202
Total current assets	112,898	108,960
NON-CURRENT ASSETS:		
Investment in Dais	6,634	6,094
Property, plant and equipment	439,611	412,595
Deferred tax asset	33,184	33,184
Goodwill	13,074	13,074
Intangible assets	86,734	95,778
Total non-current assets	579,237	560,725
TOTAL	\$ 692,135	\$ 669,685
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable & accrued liabilities	\$ 73,686	\$ 69,122
Deferred income	3,141	3,112
Dividends payable	6,230	2,696
Current portion of other liabilities	8,266	11,679
Total current liabilities	91,323	86,609
NON-CURRENT LIABILITIES:		
Subscriber deposits	8,144	7,875
Other liabilities	44,695	37,723
Deferred tax liability	33,184	33,184
Long-term debt	158,736	154,821
Preferred shares	282,235	232,235
Total non-current liabilities	526,994	465,838
Total liabilities	618,317	552,447
EQUITY:		
Ordinary share capital	30,367	30,367
Retained earnings	25,966	45,445
Non-controlling interest	17,485	41,426
Total equity	73,818	117,238
TOTAL	\$ 692,135	\$ 669,685

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended March 31, 2018 with comparatives for March 31, 2017 | (Expressed in B\$000, unaudited)

	THREE MONTHS ENDED		NINE MONTHS ENDED	
	MAR 31 2018	MAR 31 2017	MAR 31 2018	MAR 31 2017
REVENUE	\$57,689	\$51,141	\$164,973	\$143,776
OPERATING EXPENSES	(46,526)	(46,608)	(139,587)	(125,036)
	11,163	4,533	25,386	18,740
Depreciation and amortization	(15,378)	(16,782)	(45,432)	(35,400)
OPERATING LOSS	(4,215)	(12,249)	(20,046)	(16,660)
Gain on joint venture	-	-	40	65
Loss on disposal of assets	(624)	-	(3,420)	(5,824)
Interest expense	(4,286)	(1,079)	(9,210)	(3,313)
Federal tax expense	(25)	-	(25)	-
Dividends on preferred shares	(3,534)	(3,534)	(10,759)	(10,597)
NET AND COMPREHENSIVE LOSS	\$(12,684)	\$(16,862)	\$(43,420)	\$(36,329)
Net loss attributable to non-controlling interest	\$ (8,394)	\$ (9,718)	\$ (23,941)	\$ (18,534)
Net and comprehensive loss attributable to owners of the parent	\$ (4,290)	\$ (7,144)	\$ (19,479)	\$ (17,795)
BASIC EARNINGS PER SHARE	\$(0.10)	\$(0.17)	\$(0.46)	\$(0.42)
DILUTED EARNINGS PER SHARE	\$(0.10)	\$(0.17)	\$(0.45)	\$(0.42)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended March 31, 2018 | (Expressed in B\$000, unaudited)

	ORDINARY SHARE CAPITAL	RETAINED EARNINGS	NON-CONTROLLING INTEREST	TOTAL
Balance at June 30, 2017	\$30,367	\$ 45,445	\$ 41,426	\$117,238
Net loss attributable to owners of the Parent	-	(19,479)	-	(19,479)
Net loss attributable to non-controlling interest	-	-	(23,941)	(23,941)
Balance at March 31, 2018	\$30,367	\$25,966	\$17,485	\$73,818

CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended March 31, 2018 with comparatives for March 31, 2017 (Expressed in B\$000, unaudited)

	NINE MONTHS ENDED	
	MAR 31, 2018	MAR 31, 2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss	\$ (43,420)	\$ (36,329)
Adjustments for:		
Depreciation and amortization	45,432	35,400
Interest expense	9,210	3,313
Dividends on preferred shares	10,759	10,597
Federal tax expense	25	-
Gain on joint venture	(40)	(65)
Loss on disposal of assets	3,420	5,824
Operating cash flow before working capital changes	25,386	18,740
(Increase) decrease in trade and other receivables, net	(3,989)	11,863
Increase in prepaid expenses and deposits	(915)	(1,787)
Decrease (increase) in inventory	5,240	(12,308)
Increase (decrease) in accounts payable & accrued liabilities	4,564	(2,644)
Increase in deferred income	29	1,043
Increase (decrease) in subscriber deposits	269	(186)
Net cash from operating activities	30,584	14,721
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to investments	(500)	(1,730)
Additions to property, plant and equipment	(60,123)	(113,644)
Additions to intangible assets	(6,559)	(6,461)
Net cash used in investing activities	(67,182)	(121,835)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long term debt	-	(1,600)
Capital lease obligation (net)	3,558	32,037
Proceeds from long term debt	-	60,000
Deferred financing	3,750	-
Interest paid on long-term debt	(9,210)	(3,313)
Issuance of ordinary shares	-	63,444
Issuance of preference shares	50,000	36,735
Dividends paid on preferred shares	(7,226)	(7,082)
Net cash from financing activities	40,872	180,221
NET INCREASE IN CASH AND CASH EQUIVALENTS	4,274	73,107
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	55,915	8,851
CASH AND CASH EQUIVALENTS, END OF PERIOD	\$ 60,189	\$ 81,958

NOTES TO CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These consolidated interim condensed financial statements are prepared in accordance with IAS, 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 June 30, 2017. These statements also follow the guidelines of IFRS 10, Consolidated Financial Statements and incorporate the financial statements of the 48.75% 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.