



CABLE BAHAMAS LTD.

2019 FOURTH QUARTER REPORT

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of June 30, 2019
(Expressed in B\$000, unaudited)

	Jun 30 2019	Jun 30 2018
ASSETS		
CURRENT ASSETS :		
Cash and cash equivalents	\$36,136	\$42,841
Trade receivables, net	16,272	23,042
Prepaid expenses and deposits	7,535	10,201
Inventory	10,696	13,288
Other receivables	2,085	7,080
Contract asset	241	-
Contract costs	4,264	-
Total current assets	77,229	96,452
NON-CURRENT ASSETS :		
Investment in Dais	7,011	6,730
Property, plant and equipment	554,401	432,025
Goodwill	13,074	13,074
Intangible assets	92,728	96,188
Contract asset	2,756	-
Contract costs	2,457	-
Total non-current assets	672,427	548,017
TOTAL	\$749,656	\$644,469
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable & accrued liabilities	\$72,910	\$71,538
Deferred income	3,661	3,419
Dividends payable	2,672	2,696
Current portion of other liabilities	14,667	11,844
Current portion of long-term debt	11,239	99,169
Total current liabilities	105,149	188,666
NON-CURRENT LIABILITIES:		
Subscriber deposits	8,615	8,264
Other liabilities	153,118	36,370
Long-term debt	163,522	59,877
Preferred shares	300,996	286,264
Total non-current liabilities	626,251	390,775
Total liabilities	731,400	579,441
EQUITY:		
Ordinary share capital	30,367	30,367
Retained earnings	5,717	20,615
Non-controlling interest	(17,828)	14,046
Total equity	18,256	65,028
TOTAL	\$749,656	\$644,469

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended June 30, 2019 with comparatives for June 30, 2018
(Expressed in B\$000, unaudited)

	THREE MONTHS ENDED		TWELVE MONTHS ENDED	
	Jun 30 2019	Jun 30 2018	Jun 30 2019	Jun 30 2018
REVENUE	\$67,390	\$58,781	\$255,281	\$223,754
OPERATING EXPENSES	(41,784)	(51,556)	(190,072)	(191,143)
	25,606	7,225	65,209	32,611
Depreciation and amortization	(16,146)	(10,125)	(65,506)	(55,557)
OPERATING INCOME (LOSS)	9,460	(2,900)	(297)	(22,946)
Gain on joint venture	281	96	281	136
Loss on disposal of assets	(1,446)	(318)	(1,574)	(3,738)
Other income	13	-	136	-
Interest expense	(7,539)	(2,356)	(21,873)	(11,566)
Federal tax expense	-	15	-	(10)
Dividends on preferred shares	(3,573)	(3,573)	(14,332)	(14,332)
NET AND COMPREHENSIVE LOSS	\$(2,804)	\$(9,036)	\$(37,659)	\$(52,456)
Net loss attributable to non-controlling interests	\$(4,980)	\$(3,439)	\$(26,739)	\$(27,380)
Net and comprehensive income (loss) attributable to owners of the parent	\$2,176	\$(5,597)	\$(10,920)	\$(25,076)
BASIC EARNINGS PER SHARE	\$0.05	\$(0.13)	\$(0.25)	\$(0.57)
DILUTED EARNINGS PER SHARE	\$0.05	\$(0.12)	\$(0.25)	\$(0.56)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended June 30, 2019
(Expressed in B\$000, unaudited)

	ORDINARY SHARE CAPITAL	RETAINED EARNINGS	NON- CONTROLLING INTEREST	TOTAL
Balance at June 30, 2018	\$30,367	\$20,615	\$14,046	\$65,028
Impact of change in accounting policy		(4,671)	(5,135)	(9,806)
Balance at July 1, 2018	30,367	15,944	8,911	55,222
Net loss attributable to owners of the Parent	-	(10,920)	-	(10,920)
Net loss attributable to non-controlling interest	-	-	(26,739)	(26,739)
Issuance of share based options	-	693	-	693
Balance at June 30, 2019	\$30,367	\$5,717	\$(17,828)	\$18,256

CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended June 30, 2019 with comparatives for June 30, 2018
(Expressed in B\$000, unaudited)

	TWELVE MONTHS ENDED	
	Jun 30 2019	Jun 30 2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss	\$(37,659)	\$(52,456)
Adjustments for:		
Depreciation and amortization	65,506	55,557
Amortization of transaction costs	538	240
Interest expense	21,590	11,566
Dividends on preferred shares	14,332	14,332
Gain on joint venture	(281)	(136)
Amortization of IRU	(827)	(787)
Loss on disposal of assets	1,574	3,738
Operating cash flow before working capital changes	64,773	32,054
Decrease (increase) in trade and other receivables, net	11,765	(4,585)
Increase in prepaid expenses and deposits	(259)	(1,150)
Decrease in inventory	2,592	5,169
Increase in contract assets	(2,150)	-
Increase in contract costs	(2,213)	-
Increase in accounts payable & accrued liabilities	870	2,416
Increase in deferred income	61	307
Increase in subscriber deposits	351	389
Net cash from operating activities	75,790	34,600
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to investments	-	(500)
Additions to property, plant and equipment	(51,359)	(61,872)
Additions to intangible assets	(8,032)	(9,376)
Proceeds from disposal of assets	162	356
Net cash used in investing activities	(59,229)	(71,392)
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital lease obligation (net)	(19,374)	(9,386)
Interest paid on long-term debt	(21,106)	(11,566)
Proceeds of long-term debt	17,700	-
Payments of long-term debt	(2,000)	(386)
Payment of transaction costs	(732)	-
Deferred IRU	910	1,130
Issuance of notes payable	-	3,984
Issuance of share based options	693	246
Issuance of preference shares	15,000	54,028
Dividends paid on preferred shares	(14,357)	(14,332)
Net cash (used in) from financing activities	(23,266)	23,718
DECREASE IN CASH AND CASH EQUIVALENTS	(6,705)	(13,074)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	42,841	55,915
CASH AND CASH EQUIVALENTS, END OF PERIOD	\$36,136	\$42,841

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, 2018. 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.