



CABLE BAHAMAS LTD.

2020 THIRD QUARTER REPORT

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of March 31, 2020
 (Expressed in B\$000, unaudited)

	Mar 31 2020	Jun 30 2019
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$140,548	\$36,136
Trade receivables, net	19,253	16,272
Prepaid expenses and deposits	7,240	7,535
Inventory	8,360	10,696
Other receivables	50,757	2,085
Contract asset	-	241
Contract costs	-	4,264
Total current assets	<u>226,158</u>	<u>77,229</u>
NON-CURRENT ASSETS:		
Investment in Dais	-	7,011
Property, plant and equipment	408,794	554,401
Goodwill	-	13,074
Intangible assets	57,972	92,728
Contract asset	3,031	2,756
Contract costs	-	2,457
Total non-current assets	<u>469,797</u>	<u>672,427</u>
TOTAL	<u>\$695,955</u>	<u>\$749,656</u>

LIABILITIES AND EQUITY

CURRENT LIABILITIES:		
Accounts payable & accrued liabilities	\$63,021	\$72,910
Current deferred income	5,150	3,661
Dividends payable	6,562	2,672
Current portion of other liabilities	11,313	14,667
Current portion of long-term debt	-	11,239
Total current liabilities	<u>86,046</u>	<u>105,149</u>

NON-CURRENT LIABILITIES:

Subscriber deposits	8,773	8,615
Other liabilities	135,716	153,118
Long-term debt	71,348	163,522
Preferred shares	301,102	300,996
Total non-current liabilities	<u>516,939</u>	<u>626,251</u>
Total liabilities	<u>602,985</u>	<u>731,400</u>

EQUITY:

Ordinary share capital	30,367	30,367
Retained earnings	99,803	5,717
Non-controlling interest	(37,200)	(17,828)
Total equity	<u>92,970</u>	<u>18,256</u>
TOTAL	<u>\$695,955</u>	<u>\$749,656</u>

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended March 31, 2020 with comparatives for March 31, 2019
 (Expressed in B\$000, unaudited)

	THREEMONTHSENDED		NINEMONTHSENDED	
	Mar 31 2020	Mar 31 2019	Mar 31 2020	Mar 31 2019
REVENUE	\$50,131	\$64,434	\$148,297	\$187,891
OPERATING EXPENSES	(50,805)	(50,457)	(125,277)	(148,287)
	(674)	13,977	23,020	39,604
Depreciation and amortization	(13,306)	(16,968)	(38,720)	(49,360)
OPERATING LOSS	(13,980)	(2,991)	(15,700)	(9,756)
Gain (loss) on disposal of assets & investment in subsidiary	28,605	(140)	27,539	(128)
Other income	-	123	60	123
Interest expense	(6,382)	(4,729)	(20,821)	(14,334)
Dividends on preferred shares	(3,573)	(3,534)	(10,798)	(10,759)
Net loss from discontinued operations	(1,667)	-	(3,035)	-
NET AND COMPREHENSIVE INCOME (LOSS)	\$3,003	\$(11,271)	\$(22,755)	\$(34,854)
Net loss attributable to non-controlling interests	\$(6,171)	\$(6,673)	\$(19,372)	\$(21,759)
Net and comprehensive income (loss) attributable to owners of the parent	<u>\$9,174</u>	<u>\$(4,598)</u>	<u>\$(3,383)</u>	<u>\$(13,095)</u>
BASIC EARNINGS PER SHARE	\$0.21	\$(0.10)	\$(0.08)	\$(0.30)
DILUTED EARNINGS PER SHARE	\$0.21	\$(0.10)	\$(0.08)	\$(0.29)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended March 31, 2020
 (Expressed in B\$000, unaudited)

	ORDINARY SHARE		NON-CONTROLLING INTEREST		TOTAL
	CAPITAL	RETAINED EARNINGS	INTEREST	TOTAL	
Balance at June 30, 2019	\$30,367	\$5,717	\$(17,828)	\$18,256	
Net loss attributable to owners of the Parent	-	(3,383)	-	(3,383)	
Net loss attributable to non-controlling interest	-	-	(19,372)	(19,372)	
Retained earnings attributable to discontinued operations	-	97,469	-	97,469	
Balance at March 31, 2020	\$30,367	\$99,803	\$(37,200)	\$92,970	

CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended March 31, 2020 with comparatives for March 31, 2019
 (Expressed in B\$000, unaudited)

	NINE MONTHS ENDED	
	Mar 31 2020	Mar 31 2019
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss	\$(22,755)	\$(34,854)
Adjustments for:		
Depreciation and amortization	38,720	49,360
Amortization of transaction costs	343	-
Interest expense	20,821	14,334
Dividends on preferred shares	10,798	10,759
(Gain) loss on disposal of assets & investment in subsidiary	(27,539)	128
Net loss from discontinued operations	3,035	-
Operating cash flow before working capital changes	<u>23,423</u>	<u>39,727</u>
(Increase) decrease in trade and other receivables, net	(50,573)	9,454
Decrease (increase) in prepaid expenses and deposits	1,759	(4,624)
(Increase) decrease in inventory	(238)	223
Increase in contract costs	(104)	-
Increase in accounts payable & accrued liabilities	12,158	4,403
Increase (decrease) in deferred income	1,780	(43)
Increase in subscriber deposits	158	262
Net cash (used in) from operating activities	<u>(11,637)</u>	<u>49,402</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipment	(27,422)	(44,312)
Additions to intangible assets	-	(7,475)
Proceeds from disposal of investment in subsidiary	265,782	-
Proceeds from disposal of assets	4,500	162
Net cash from (used in) investing activities	<u>242,860</u>	<u>(51,625)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Capital lease obligation (net)	(20,111)	423
Interest paid on long-term debt	(18,593)	(14,334)
Proceeds of long-term debt	3,279	-
Payments of long-term debt	(74,631)	(734)
Dividends paid on preferred shares	(9,564)	(7,238)
Issuance of preference shares	-	42
Net cash used in financing activities	<u>(119,620)</u>	<u>(21,841)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	111,603	(24,064)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	28,945	42,841
CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>\$140,548</u>	<u>\$18,777</u>

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 June 30, 2019. 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. All intercompany transactions and balances have been eliminated on consolidation. The comparative financial statements for 2019 include the consolidation of Summit Vista Inc. ("SVI"), previously a wholly-owned subsidiary, in accordance with IFRS 10. On January 21, 2020 a sale of SVI was completed, and as such the financial statements as of March 31, 2020 do not include a consolidation of SVI. For the period July 1, 2019 through March 31, 2020, a net loss from discontinued operations resulting from the investment in SVI is presented in the statement of profit or loss and other comprehensive income in accordance with IFRS 5.