



CABLE BAHAMAS LTD.

2016 FOURTH QUARTER REPORT

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of December 31, 2016 | (Expressed in B\$000, unaudited)

	DEC 31, 2016	DEC 31, 2015
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 34,586	\$ 63,001
Trade receivables, net	13,942	15,854
Prepaid expenses and deposits	6,296	3,524
Inventory	21,152	11,594
Other receivables	21,007	9,985
Total current assets	96,983	103,956
NON-CURRENT ASSETS:		
Investment in Dais	5,552	4,172
Property, plant and equipment	383,977	300,628
Deferred tax asset	31,485	31,485
Goodwill	13,074	13,074
Intangible assets	95,786	29,952
Total non-current assets	529,874	379,311
TOTAL	\$ 626,857	\$ 483,267
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable & accrued liabilities	\$ 56,735	\$ 39,060
Deferred income	1,871	1,896
Dividends payable	2,696	2,714
Current portion of other liabilities	2,010	1,462
Current portion of long-term debt	-	11,424
Total current liabilities	63,312	56,556
NON-CURRENT LIABILITIES:		
Subscriber deposits	7,827	7,499
Other liabilities	41,969	10,946
Deferred tax liability	31,485	31,485
Long-term debt	97,889	88,065
Preferred shares	232,235	202,810
Total non-current liabilities	411,405	340,805
Total liabilities	474,717	397,361
EQUITY:		
Ordinary share capital	30,354	13,578
Retained earnings	60,434	72,328
Non-controlling interest	61,352	-
Total equity	152,140	85,906
TOTAL	\$ 626,857	\$ 483,267

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the period ended December 31, 2016 with comparatives for December 31, 2015 | (Expressed in B\$000, unaudited)

	THREE MONTHS ENDED		TWELVE MONTHS ENDED	
	DEC 31 2016	DEC 31 2015	DEC 31 2016	DEC 31 2015
REVENUE	\$47,887	\$41,730	\$180,588	\$165,678
OPERATING EXPENSES	(43,578)	(33,114)	(136,957)	(113,930)
	4,309	8,616	43,631	51,748
Depreciation and amortization	(8,950)	(2,841)	(36,724)	(30,154)
OPERATING INCOME	(4,641)	5,775	6,907	21,594
Gain (loss) on joint venture	65	(58)	80	(58)
Loss on disposal of assets	(5,785)	(68)	(5,839)	(68)
Interest expense	(1,372)	(1,197)	(4,981)	(4,404)
Goodwill impairment	-	(20,499)	-	(20,499)
Dividends on preferred shares	(3,610)	(3,089)	(12,735)	(10,936)
NET AND COMPREHENSIVE (LOSS) INCOME	\$(15,343)	\$(19,136)	\$(16,568)	\$(14,371)
Net loss attributable to non-controlling interests	\$(6,146)	\$ -	\$(8,816)	\$ -
Net and comprehensive (loss) income attributable to owners of the parent	\$(9,197)	\$(19,136)	\$(7,752)	\$(14,371)
BASIC EARNINGS PER SHARE	\$(0.35)	\$(0.47)	\$(0.38)	\$(0.35)
DILUTED EARNINGS PER SHARE	\$(0.35)	\$(0.43)	\$(0.38)	\$(0.31)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended December 31, 2016
(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	-	(7,752)	\$ -	(7,752)
Dividends paid on ordinary shares	-	(4,142)	-	(4,142)
Issuance of ordinary shares	16,776	-	-	16,776
Non-controlling interest	-	-	61,352	61,352
Balance at December 31, 2016	\$30,354	\$60,434	\$61,352	\$152,140

CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended December 31, 2016 with comparatives for December 31, 2015 | (Expressed in B\$000, unaudited)

	TWELVE MONTHS ENDED	
	DEC 31, 2016	DEC 31, 2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Net (loss) income	\$ (16,568)	\$ (14,371)
Adjustments for:		
Depreciation and amortization	36,724	30,154
Interest expense	4,981	4,404
Dividends on preferred shares	12,735	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	43,631	51,590
Increase in trade and other receivables, net	(9,110)	(7,375)
Increase in prepaid expenses and deposits	(2,774)	(301)
Increase in inventory	(9,558)	(2,539)
Increase in accounts payable & accrued liabilities	17,675	7,395
Decrease in deferred income	(25)	(164)
Increase in subscriber deposits	328	606
Net cash from operating activities	40,167	49,212
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to investments	(1,380)	-
Additions to property, plant and equipment	(122,915)	(70,968)
Additions to intangible assets	(68,751)	(1,464)
Proceeds from disposal of assets	-	3
Net cash used in investing activities	(193,046)	(72,429)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of long-term debt (net)	(1,600)	(5,126)
Capital lease obligation & other liabilities	31,571	8,447
Interest paid on long-term debt	(4,981)	(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	124,464	55,478
(DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(28,415)	32,261
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	63,001	30,740
CASH AND CASH EQUIVALENTS, END OF PERIOD	\$ 34,586	\$ 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.