

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED BALANCE SHEET

(Expressed in Bahamian Dollars, unaudited)

	September 30, 2018	December 31, 2017 (audited)
NON-CURRENT ASSETS		
Property, plant & equipment	213,655	219,323
Intangible asset	320,313	250,000
Other Assets	299,693	-
Investment property	5,047,393	5,022,393
	<u>5,881,055</u>	<u>5,491,716</u>
CURRENT ASSETS		
Cash at bank	7,998,673	9,789,195
Due from brokers	461,086	4,723,754
Customer advances	681,012	745,888
Other receivables	556,065	82,934
Investments in securities (note 2)	3,633,925	4,289,447
	<u>13,330,761</u>	<u>19,631,218</u>
CURRENT LIABILITIES		
Bank overdraft	138,241	2,769
Payables and accrued expenses	225,471	752,919
Due to customers	5,699,774	11,486,585
Loan from Parent	180,000	180,000
Current portion of bank loan	31,492	29,885
	<u>6,274,977</u>	<u>12,452,158</u>
NET CURRENT ASSETS/(LIABILITIES)	7,055,784	7,179,060
LONG-TERM BANK LOAN	179,763	203,671
	<u>12,757,075</u>	<u>12,467,105</u>

Shareholders' Equity

Ordinary shares	49,591	49,591
Preference shares	5,000,000	5,000,000
Contributed surplus	4,056,273	4,056,273
Retained earnings/(deficit)	3,651,211	3,361,241
	<hr/>	<hr/>
	12,757,075	12,467,105
	<hr/>	<hr/>

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian Dollars, unaudited)

	Three months ended	
	<u>September 30, 2018</u>	<u>September 30, 2017</u>
Commission	11,758	-
Portfolio management and advisory fees	407,433	786,715
Rental income	95,751	108,825
Dividends	17,265	12,135
Consultancy & Management Services	2,000	-
Administrative & Maintenance Services	3,000	-
Interest	6,757	2,700
	<hr/>	<hr/>
	543,964	910,375
General administrative expenses		
Commission expense	9,095	-
Salaries and benefits	167,527	93,842
Professional fees	23,203	40,511
Investment advisor fee	25,000	25,000
Bank charges and interest	22,169	15,890
Cleaning, repairs and maintenance	26,074	29,033
Depreciation	19,661	16,414
Corporate management fees	8,244	67,694
Directors' and officers' fees	12,250	10,484
Public relations	420	9,236
Utilities	9,529	10,524
Business licence fees	26,788	-
Real property tax	9,228	7,680
Securities Commission licence fees	16,967	4,750
Property insurance	4,485	5,136
Property management fee	6,250	6,250
Dues & Subscriptions	16,277	-
Printing and stationery	2,063	17,258
Registrar & Transfer Agent fees	-	3,897
Bahamas International Securities Exchange listing fees	1,250	1,343

Miscellaneous	37,277	4,682
	443,757	369,624
Net investment income	100,207	540,751
Realized and unrealized gain and loss on investments		
Net realized gain on investment	224,946	99,509
Net movement in unrealized gain on investments	(482,708)	(40,325)
Net realized and unrealized gain on investments	(257,762)	59,184
Net profit for the period	(157,555)	\$599,935
Earnings per share	(\$0.03)	\$0.12

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian Dollars, unaudited)

	Nine months ended	
	<u>September 30, 2018</u>	<u>September 30, 2017</u>
Commission	97,755	6,457,163
Portfolio management and advisory fees	1,655,065	1,902,346
Rental income	288,503	282,027
Dividends	70,191	49,764
Consultancy & Management Services	2,000	-
Administrative & Maintenance Services	9,000	-
Interest	9,668	9,465
	<u>2,132,183</u>	<u>8,700,765</u>
General administrative expenses		
Commission expense	-	-
Salaries and benefits	424,705	277,915
Professional fees	62,920	91,244
Investment advisor fee	75,000	75,000
Bank charges and interest	43,765	56,871
Cleaning, repairs and maintenance	98,700	62,426
Depreciation	59,699	45,911
Corporate management fees	14,400	93,539
Directors' and officers' fees	32,250	31,451
Public relations	420	29,026
Utilities	25,799	25,888
Real property tax	28,823	23,041
Property insurance	17,941	17,894
Property management fee	18,750	18,750
Dues & Subscriptions	29,425	-
Printing and stationery	6,696	29,085

Securities Commission licence fees	32,267	14,250
Registrar & Transfer Agent fees	11,419	7,795
Business licence fees	78,029	14,950
Bahamas International Securities Exchange listing fees	3,750	4,031
Miscellaneous	73,872	84,545
	<u>1,138,629</u>	<u>1,003,612</u>
Net investment income	993,554	7,697,153
Realized and unrealized gain and loss on investments		
Net realized gain on investment	230,945	99,509
Net movement in unrealized gain on investments	(884,937)	29,402
Net realized and unrealized gain on investments	<u>(653,992)</u>	<u>128,911</u>
Net profit for the period	<u>339,562</u>	<u>\$7,826,064</u>
Earnings per share	\$0.07	\$1.58

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

nine months ended September 30, 2018 with comparative figures for the nine months ended
September 30, 2017

(Expressed in Bahamian Dollars, unaudited)

	Number of Shares	Ordinary Shares	Preference Shares	Contributed Shares	Retained Earnings	Total
Balance at December 31, 2016	4,959,111	49,591	5,000,000	4,056,273	(4,811,582)	4,294,282
Net profit for the period	-	-	-	-	7,826,064	7,826,064
Balance at September 30, 2017	4,959,111	\$49,591	\$5,000,000	\$4,056,273	\$3,014,482	\$12,120,346
Balance at December 31, 2017	4,959,111	49,591	5,000,000	4,056,273	3,361,241	12,467,105
Dividends Paid	-	-	-	-	(49,591)	(49,591)
Net profit for the period	-	-	-	-	339,562	339,562
Balance at September 30, 2018	4,959,111	\$49,591	\$5,000,000	\$4,056,273	\$3,651,211	\$12,757,075

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF CASH FLOWS

(Expressed in Bahamian Dollars, unaudited)

	Nine months ended	
	September 30, 2018	September 30, 2017
Cash flows from operating activities:		
Net profit for the period	\$339,562	\$7,826,064
Adjustments for:		
Net realized gain	(230,945)	(99,509)
Net movement in unrealized gain on investments	884,937	(29,402)
Depreciation and amortization	59,699	45,911
Cash provided by operations before changes		
in operating assets and liabilities	1,053,252	7,743,064
(Increase)/decrease in other receivables	(408,255)	(27,603)
Increase in due to customers	(5,786,811)	3,354,004
Increase in payables and accrued expenses	(527,448)	545,566
Net cash provided by operating activities	(5,669,262)	11,615,031
Cash flows from investing activities:		
Purchase of fixed assets	(49,344)	(522,421)
Purchase of intangible asset	(75,000)	-
Purchase of other assets	(299,693)	-
Addition to investment property	(25,000)	-
Purchase of securities	(49,817)	(56,476)
Sale of securities	51,347	310,131
Net cash (used)/provided by investing activities	(447,507)	(268,766)
Cash flows from financing activities:		
Proceeds from Bank Loan	-	250,000

Bank loan repayment	(22,302)	(9,281)
Dividends Paid	(49,591)	-
Net cash provided/(used) by financing activities	(71,893)	240,719
Net increase in cash & cash equivalent	(6,188,662)	11,586,984
Cash & cash equivalents, beginning of period	14,510,180	5,583,465
Cash & cash equivalents, end of period	\$8,321,518	\$17,170,449

Cash & cash equivalents comprise of cash at bank and brokers less bank overdraft and amounts due to brokers.

BENCHMARK (BAHAMAS) LTD.

EXPLANATORY NOTES TO INTERIM
CONSOLIDATED FINANCIAL STATEMENTS
(Expressed in Bahamian Dollars, unaudited)

1. Accounting policies

These interim financial statements have been prepared in accordance with International Financial Reporting Standards using the same accounting policies and methods of computation as compared with the 2017 audited financial statements.

The consolidated financial statements include the accounts of Benchmark (Bahamas) Ltd. and its wholly owned subsidiaries Benchmark Advisors (Bahamas) Ltd., Alliance Investment Management Ltd. ("Alliance"), Benchmark Properties Ltd. ("Properties") and Benchmark Ventures Ltd. ("Ventures").

2. Investments

Investments are comprised of publicly traded equities in the following industries:

Industry	September 30, 2018			December 31, 2017		
	Cost	Fair	%	Cost	Fair Value	%
<i>Unrestricted</i>						
Biotechnology	1,899	20	0	1,899	30	0
Entertainment	139,661	17,584	0	139,661	17,584	0
Financial services	661,086	2,871,742	79	661,086	3,732,516	87
Industrial	1,015,888	414,826	11	1,015,888	270,436	6
Insurance	215,305	2,991	0	215,305	2,226	0
Technology	11,580	13	0	11,580	76	0
Utilities	78,606	34,443	1	78,606	35,050	1
Wholesale & retail	78,958	63,784	2	78,958	72,688	2

Other	141,648	228,523	6	141,648	158,842	4
<hr/>						
	2,344,631	3,633,925	100	2,344,631	4,289,448	100
<hr/>						