

**BENCHMARK (BAHAMAS) LTD.**

## CONSOLIDATED BALANCE SHEET

(Expressed in Bahamian Dollars, unaudited)

	June 30, 2018	December 31, 2017 (audited)
<b>PROPERTY, PLANT &amp; EQUIPMENT</b>	207,755	219,323
<b>INVESTMENT PROPERTY</b>	5,047,393	5,022,393
<b>INTANGIBLE ASSET</b>	246,875	250,000
<b>CURRENT ASSETS</b>		
Cash at bank	9,371,663	9,789,195
Due from brokers	3,599,323	4,723,754
Customer advances	682,489	745,888
Other receivables	395,179	82,934
Investments in securities (note 2)	3,927,778	4,289,447
	<u>17,976,431</u>	<u>19,631,218</u>
<b>CURRENT LIABILITIES</b>		
Bank overdraft	9,578	2,769
Payables and accrued expenses	280,969	752,919
Due to customers	9,874,517	11,486,585
Loan from Parent	180,000	180,000
Current portion of bank loan	30,947	29,885
	<u>10,376,010</u>	<u>12,452,158</u>
<b>NET CURRENT ASSETS/(LIABILITIES)</b>	7,600,421	7,179,060
<b>LONG-TERM BANK LOAN</b>	187,815	203,671
	<u>12,914,630</u>	<u>12,467,105</u>
<b>Shareholders' Equity</b>		
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)	3,808,766	3,361,241
	<u>12,914,630</u>	<u>12,467,105</u>

**BENCHMARK (BAHAMAS) LTD.**

## CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian Dollars, unaudited)

	Three months ended	
	<u>June 30, 2018</u>	<u>June 30, 2017</u>
Commission	94,517	12,009,429
Portfolio management and advisory fees	681,674	772,523
Rental income	96,751	76,897
Dividends	18,590	11,160
Administrative & Maintenance Services	3,000	-
Interest	1,466	5,795
	<u>895,998</u>	<u>12,875,804</u>
General administrative expenses		
Commission expense	-	8,546,646
Salaries and benefits	130,493	90,333
Professional fees	18,671	32,940
Investment advisor fee	25,000	25,000
Bank charges and interest	14,644	28,719
Cleaning, repairs and maintenance	48,368	14,155
Depreciation	21,768	14,966
Corporate management fees	9,332	15,297
Directors' and officers' fees	10,000	10,484
Public relations	-	7,247
Utilities	7,599	7,873
Business licence fees	27,351	12,397
Real property tax	9,513	7,681
Securities Commission licence fees	7,650	4,750
Property insurance	6,728	6,379
Property management fee	6,250	6,250
Dues & Subscriptions	7,654	-
Printing and stationery	1,883	5,665
Registrar & Transfer Agent fees	3,806	3,897
Bahamas International Securities Exchange listing fees	1,250	1,343
Miscellaneous	12,991	66,290
	<u>370,951</u>	<u>8,908,312</u>
Net investment income	525,047	3,967,492
Realized and unrealized gain and loss on investments		
Net realized gain on investment	5,999	-
Net movement in unrealized gain on investments	234,700	(61,733)

Net realized and unrealized gain on investments	240,699	(61,733)
Net profit for the period	765,746	\$3,905,759
Earnings per share	\$0.15	\$0.79

**BENCHMARK (BAHAMAS) LTD.**

## CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian Dollars, unaudited)

	Six months ended	
	<u>June 30, 2018</u>	<u>June 30, 2017</u>
Commission	95,092	18,523,936
Portfolio management and advisory fees	1,247,632	1,115,631
Rental income	192,752	173,202
Dividends	52,926	37,629
Administrative & Maintenance Services	6,000	-
Interest	2,911	6,765
	<u>1,597,314</u>	<u>19,857,163</u>
General administrative expenses		
Commission expense	-	12,066,773
Salaries and benefits	257,178	184,073
Professional fees	57,717	50,733
Investment advisor fee	50,000	50,000
Bank charges and interest	21,596	40,981
Cleaning, repairs and maintenance	72,626	33,393
Depreciation	40,038	29,497
Corporate management fees	4,650	25,845
Directors' and officers' fees	20,000	20,968
Public relations	-	19,790
Utilities	16,269	15,364
Real property tax	19,595	15,361
Property insurance	13,456	12,758
Property management fee	12,500	12,500
Printing and stationery	4,633	11,827
Securities Commission licence fees	15,300	9,500
Registrar Commission license fees	7,613	7,794
Business licence fees	51,242	14,951
Bahamas International Securities Exchange listing fees	2,500	2,687
Miscellaneous	37,055	75,966
	<u>703,968</u>	<u>12,700,761</u>
Net investment income	893,346	7,156,402
Realized and unrealized gain and loss on investments		
Net realized gain on investment	5,999	-
Net movement in unrealized gain on investments	(402,229)	69,720
Net realized and unrealized gain on investments	<u>(396,230)</u>	<u>69,720</u>

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Net profit for the period	497,116	\$7,226,122
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Earnings per share	\$0.10	\$1.46
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**BENCHMARK (BAHAMAS) LTD.**

## CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

six months ended June 30, 2018 with comparative figures for the six months ended  
June 30, 2017

(Expressed in Bahamian Dollars, unaudited)

	Number of Shares	Ordinary Shares	Preference Shares	Contributed Shares	Retained Earnings	Total
Balance at December 31, 2017	4,959,111	49,591	5,000,000	4,056,273	(4,811,582)	4,294,282
Net profit for the period	-	-	-	-	7,226,122	7,226,122
<b>Balance at June 30, 2017</b>	<b>4,959,111</b>	<b>\$49,591</b>	<b>\$5,000,000</b>	<b>\$4,056,273</b>	<b>\$2,414,540</b>	<b>\$11,520,404</b>
Balance at December 31, 2018	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	-	-	-	-	497,116	497,116
<b>Balance at June 30, 2018</b>	<b>4,959,111</b>	<b>\$49,591</b>	<b>\$5,000,000</b>	<b>\$4,056,273</b>	<b>\$3,808,766</b>	<b>\$12,914,630</b>

**BENCHMARK (BAHAMAS) LTD.**

## CONSOLIDATED STATEMENT OF CASH FLOWS

(Expressed in Bahamian Dollars, unaudited)

	Six months ended	
	June 30, 2018	June 30, 2017
Cash flows from operating activities:		
Net profit for the period	\$497,116	\$7,226,122
Adjustments for:		
Net realized gain	(5,999)	-
Net movement in unrealized gain on investments	402,229	(69,720)
Depreciation and amortization	40,038	29,497
Cash provided by operations before changes in operating assets and liabilities	933,384	7,185,899
(Increase)/decrease in other receivables	(248,846)	(5,421)
Increase in due to customers	(1,612,068)	4,019,274
Increase in payables and accrued expenses	(471,950)	1,244,718

Net cash provided by operating activities	(1,399,479)	12,444,470
Cash flows from investing activities:		
Purchase of fixed assets	(50,346)	(484,550)
Purchase of securities	(40,560)	(83,287)
Sale of securities	5,999	-
Net cash (used)/provided by investing activities	(84,907)	(567,837)
Cash flows from financing activities:		
Bank loan movement	(14,795)	247,712
Dividend Payment	(49,591)	-
Net cash provided/(used) by financing activities	(64,386)	247,712
Net increase in cash & cash equivalent	(1,548,772)	12,124,345
Cash & cash equivalents, beginning of period	14,510,180	5,583,465
Cash & cash equivalents, end of period	\$12,961,408	\$17,707,810

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)

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### 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	June 30, 2018			December 31, 2017		
	Cost	Fair	%	Cost	Fair Value	%
<i>Unrestricted</i>						
Biotechnology	1,899		20	0	1,899	30
Construction	16,507	13,894		0		
Entertainment	139,661	17,584		0	139,661	17,584
Financial services	661,086	3,175,328		81	661,086	3,732,516
Industrial	1,039,785	381,874		10	1,015,888	270,436
Insurance	215,305	2,809		0	215,305	2,226
Technology	11,736	64		0	11,580	76
Utilities	78,606	35,972		1	78,606	35,050
Wholesale & retail	78,958	79,957		2	78,958	72,688
Other	141,648	220,276		6	141,648	158,842
	2,385,191	3,927,778	100	2,344,631	4,289,448	100