

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED BALANCE SHEET

(Expressed in Bahamian Dollars, unaudited)

	December 31, 2018	December 31, 2017 (audited)
NON-CURRENT ASSETS		
Property, plant & equipment	214,032	219,323
Intangible asset	318,750	250,000
Other Assets	333,000	-
Investment property	5,092,393	5,022,393
	<u>5,958,176</u>	<u>5,491,716</u>
CURRENT ASSETS		
Cash at bank	4,729,235	9,789,195
Due from brokers	79,122	4,723,754
Customer advances	3,074,874	745,888
Other receivables	714,488	82,934
Investments in securities (note 2)	3,978,300	4,289,447
	<u>12,576,019</u>	<u>19,631,218</u>
CURRENT LIABILITIES		
Bank overdraft	485,018	2,769
Payables and accrued expenses	931,038	752,919
Due to customers	3,749,165	11,486,585
Loan from Parent	180,000	180,000
Current portion of bank loan	32,046	29,885
	<u>5,377,266</u>	<u>12,452,158</u>
NET CURRENT ASSETS/(LIABILITIES)	7,198,753	7,179,060
LONG-TERM BANK LOAN	171,723	203,671
	<u>12,985,205</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)	3,879,341	3,361,241
	<u>12,985,205</u>	<u>12,467,105</u>

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian Dollars, unaudited)

	Three months ended	
	<u>December 31, 2018</u>	<u>December 31, 2017</u>
Commission	190,410	-
Portfolio management and advisory fees	582,936	651,747
Rental income	98,801	64,378
Dividends	36,142	20,205
Consultancy & Management Services	6,000	-
Administrative & Maintenance Services	6,000	2,000
Interest	3,727	2,881
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	924,016	741,211
General administrative expenses		
Commission expense	(918)	458,362
Salaries and benefits	506,103	516,292
Travel and entertainment	72,376	-
Professional fees	26,453	37,825
Investment advisor fee	25,000	25,000
Bank charges and interest	19,973	14,217
Liability insurance	9,538	-
Cleaning, repairs and maintenance	54,478	35,562
Depreciation	19,557	16,161
Corporate management fees	6,836	10,865
Directors' and officers' fees	10,000	9,984
Bad debts provision	145,967	-
Public relations	(420)	20,662
Utilities	16,167	9,572
Business licence fees	(1,478)	-
Real property tax	9,228	18,056
Securities Commission licence fees	16,967	-
Property insurance	-	6,728
Property management fee	6,250	6,250
Dues & Subscriptions	12,185	-
Printing and stationery	1,975	14,608
BISX listing fees	1,250	-
Miscellaneous	64,920	66,088
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	1,022,407	1,266,232
Net investment income	(98,391)	(525,021)

Realized and unrealized gain and loss on investments		
Net realized gain on investment	(29,183)	(316)
Net movement in unrealized gain on investments	405,294	1,068,945
Net realized and unrealized gain on investments	376,111	1,068,629
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Net profit for the period	277,720	543,608
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Earnings per share	0.06	0.11
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BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian Dollars, unaudited)

	For the Year ended	
	<u>December 31, 2018</u>	<u>December 31, 2017</u>
Commission	297,261	5,995,805
Portfolio management and advisory fees	2,238,001	2,557,089
Rental income	387,305	346,405
Dividends	106,333	98,595
Servicing Agreement Income - Software Licensing	-	-
Consultancy & Management Services	8,000	-
Administrative & Maintenance Services	15,000	2,000
Interest	13,395	12,346
	<u>3,065,295</u>	<u>9,012,240</u>
General administrative expenses		
Commission expense	8,177	-
Salaries and benefits	930,808	794,207
Travel and entertainment	72,376	27,099
Professional fees	134,373	184,190
Investment advisor fee	100,000	100,000
Bank charges and interest	63,738	71,088
Liability insurance	9,538	14,733
Cleaning, repairs and maintenance	153,178	98,660
Depreciation	79,256	61,876
Corporate management fees	24,525	52,548
Directors' and officers' fees	42,250	41,435
Bad debts provision	145,967	244,492
Public relations	-	49,688
Utilities	41,966	35,460
Business licence fees	76,551	33,462
Real property tax	38,051	41,097
Securities Commission licence fees	49,233	20,550
Property insurance	17,941	24,622
Property management fee	25,000	25,000
Dues & Subscriptions	41,609	-
Printing and stationery	8,671	39,887
BISX listing fees	5,000	5,375
Miscellaneous	101,922	71,487
	<u>2,170,131</u>	<u>2,036,957</u>
Net investment income	895,164	6,975,282

Realized and unrealized gain and loss on investments		
Net realized gain on investment	201,762	50,421
Net movement in unrealized gain on investments	(479,643)	1,147,119
Net realized and unrealized gain on investments	(277,881)	1,197,540
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Net profit for the period	617,283	8,172,822
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Earnings per share	\$0.12	\$1.65
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BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

for the year ended December 31, 2018 with comparative figures for the year ended
December 31, 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	(4,811,581)	4,294,283
Net profit for the period	-	-	-	-	8,172,822	8,172,822
Balance at December 31, 2017	4,959,111	\$49,591	\$5,000,000	\$4,056,273	\$3,361,241	\$12,467,105

Balance at December 31, 2017	4,959,111	49,591	5,000,000	4,056,273	3,361,241	12,467,105
Dividends Paid	-	-	-	-	(99,182)	(99,182)
Net profit for the period	-	-	-	-	617,283	617,283
Balance at December 31, 2018	4,959,111	\$49,591	\$5,000,000	\$4,056,273	\$3,879,341	\$12,985,205

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF CASH FLOWS

(Expressed in Bahamian Dollars, unaudited)

	For the Year ended	
	December 31, 2018	December 31, 2017
Cash flows from operating activities:		
Net profit for the period	617,283	8,172,822
Adjustments for:		
Net realized (gain)/loss on investments	(201,762)	(50,421)
Net movement in unrealized (gain)/loss on investments	479,643	(1,147,119)
Bad debts provision	145,967	244,492
Depreciation and amortization	79,256	61,876
Cash provided by operations before changes in operating assets and liabilities	1,120,387	7,281,650

(Increase)/decrease in customer advances	(2,474,953)	(225,490)
(Increase)/decrease in other receivables	(631,554)	(12,535)
(Decrease)/increase in payables and accrued expenses	178,119	(271,193)
(Decrease)/increase in due to customers	(7,737,420)	2,452,754
Net cash provided by operating activities	(9,545,420)	9,225,186
Cash flows from investing activities:		
Purchase of securities	(49,817)	(139,753)
Sale of securities	83,083	393,834
Purchase of property, plant & equipment	(67,716)	(71,276)
Purchase of intangible asset	(75,000)	(250,000)
Purchase of other assets	(333,000)	-
Addition to investment property	(70,000)	(464,833)
Net cash (used)/provided by investing activities	(512,450)	(532,028)
Cash flows from financing activities:		
Proceeds from Bank Loan	-	250,000
Bank loan repayment	(29,788)	(16,443)
Dividends Paid	(99,182)	-
Net cash provided/(used) by financing activities	(128,970)	233,557
Net increase in cash & cash equivalent	(10,186,840)	8,926,715
Cash & cash equivalents, beginning of period	14,510,180	5,583,465
Cash & cash equivalents, end of period	4,323,340	14,510,180

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	December 31, 2018			December 31, 2017		
	Cost	Fair	%	Cost	Fair Value	%
<i>Unrestricted</i>						
Biotechnology	1,899	-	-	1,899	30	0
Construction	-	-	-	-	-	-
Entertainment	139,661	17,584	0	139,661	17,584	0
Financial services	661,086	3,401,653	86	661,086	3,732,516	87
Industrial	967,507	276,378	7	1,015,888	270,436	6
Insurance	215,305	1,301	0	215,305	2,226	0
Technology	11,580	-	-	11,580	76	0
Utilities	78,606	36,383	1	78,606	35,050	1
Wholesale & retail	78,958	80,502	2	78,958	72,688	2
Other	126,346	164,499	4	141,648	158,842	4
	2,280,948	3,978,300	100	2,344,631	4,289,448	100