

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED BALANCE SHEET

(Expressed in Bahamian Dollars, unaudited)

	September 30, 2019	December 31, 2018 (audited)
NON-CURRENT ASSETS		
Property, plant & equipment	218,868	214,032
Intangible asset	239,063	243,750
Other Assets	333,000	333,000
Investment property	5,022,393	5,022,393
	<u>5,813,324</u>	<u>5,813,176</u>
CURRENT ASSETS		
Cash at bank	1,855,757	4,729,235
Due from brokers	1,276,228	79,122
Customer advances	2,215,997	2,196,813
Other receivables	1,224,656	1,519,925
Investments in securities (note 2)	6,454,568	3,978,300
	<u>13,027,206</u>	<u>12,503,396</u>
CURRENT LIABILITIES		
Bank overdraft	299,277	485,018
Payables and accrued expenses	404,602	931,038
Due to customers	4,618,819	5,325,393
Loan from Parent	180,000	180,000
Current portion of bank loan	33,768	32,046
	<u>5,536,466</u>	<u>6,953,495</u>
NET CURRENT ASSETS/(LIABILITIES)	7,490,740	5,549,901
LONG-TERM BANK LOAN	145,988	171,723
	<u>13,158,076</u>	<u>11,191,353</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)	4,052,212	2,085,489
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	13,158,076	11,191,353
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BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian Dollars, unaudited)

	Three months ended	
	<u>September 30, 2019</u>	<u>September 30, 2018</u>
Commission	5,763	11,758
Portfolio management and advisory fees	578,198	407,433
Rental income	104,901	95,751
Dividends	16,020	17,265
Consultancy & Management Services	24,360	2,000
Administrative & Maintenance Services	6,000	3,000
Interest	8,948	6,757
	<hr/> 744,190	<hr/> 543,964
General administrative expenses		
Commission expense	-	9,095
Salaries and benefits	151,323	167,527
Travel and entertainment	3,349	-
Professional fees	27,165	23,203
Investment advisor fee	25,000	25,000
Bank charges and interest	25,343	22,169
Liability insurance	1,688	-
Cleaning, repairs and maintenance	44,328	26,074
Depreciation and amortization	24,234	19,661
Corporate management fees	2,325	8,244
Directors' and officers' fees	10,000	12,250
Bad debts provision	-	-
Public relations	8,650	420
Utilities	19,531	9,529
Business licence fees	19,377	26,788
Real property tax	6,864	9,228

Securities Commission licence fees	9,213	16,967
Property insurance	-	4,485
Property management fee	6,250	6,250
Dues & Subscriptions	31,713	16,277
Printing and stationery	15,032	2,063
BISX listing fees	1,250	1,250
Registrar & Transfer Agent fees	3,806	-
Miscellaneous	22,531	37,277
	<hr/> 458,973	<hr/> 443,757
 Net investment income	 285,217	 100,207
Realized and unrealized gain and loss on investments		
Net realized gain/(loss) on investment	257,186	224,946
Net movement in unrealized gain on investments	732,581	(482,708)
Net realized gain on foreign exchange	(388)	-
Net realized and unrealized gain on investments	<hr/> 989,380	<hr/> (257,762)
 Net profit for the period	 <hr/> 1,274,597	 <hr/> (157,555)
 Earnings per share	 \$0.26	 (\$0.03)
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BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian Dollars, unaudited)

	Nine months ended	
	<u>September 30, 2019</u>	<u>September 30, 2018</u>
Commission	66,335	97,755
Portfolio management and advisory fees	1,269,284	1,655,065
Rental income	312,203	288,503
Dividends	63,804	70,191
Consultancy & Management Services	73,080	2,000
Administrative & Maintenance Services	18,000	9,000
Interest	18,314	9,668
	<u>1,821,022</u>	<u>2,132,183</u>
General administrative expenses		
Commission expense	-	-
Salaries and benefits	426,503	424,705
Travel and entertainment	20,806	-
Professional fees	79,470	62,920
Investment advisor fee	75,000	75,000
Bank charges and interest	94,543	43,765
Liability insurance	5,063	-
Cleaning, repairs and maintenance	108,601	98,700
Depreciation and amortization	71,283	59,699
Corporate management fees	6,975	14,400
Directors' and officers' fees	30,000	32,250
Public relations	12,105	420
Utilities	49,874	25,799
Business licence fees	34,794	78,029
Real property tax	20,669	28,823
Securities Commission licence fees	27,638	32,267

Property insurance	-	17,941
Property management fee	18,750	18,750
Dues & Subscriptions	71,180	29,425
Printing and stationery	27,427	6,696
BISX listing fees	3,750	3,750
Registrar & Transfer Agent fees	11,419	11,419
Miscellaneous	44,200	73,872
	<u>1,240,049</u>	<u>1,138,629</u>
Net investment income	580,973	993,554
Realized and unrealized gain and loss on investments		
Net realized gain on investment	627,835	230,945
Net movement in unrealized gain on investments	858,109	(884,937)
Net realized foreign exchange gain	(1,012)	-
Net realized and unrealized gain on investments	<u>1,484,932</u>	<u>(653,992)</u>
Net profit for the period	<u>2,065,904</u>	<u>339,562</u>
Earnings per share	\$0.42	\$0.07

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

nine months ended September 30, 2019 with comparative figures for the nine months ended September 30, 2018

(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	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
Balance at December 31, 2018	4,959,111	49,591	5,000,000	4,056,273	2,085,489	11,191,353
Dividends Paid	-	-	-	-	(99,182)	(99,182)
Net profit for the period	-	-	-	-	2,065,904	2,065,904
Balance at September 30, 2019	4,959,111	\$49,591	\$5,000,000	\$4,056,273	\$4,052,212	\$13,158,076

BENCHMARK (BAHAMAS) LTD.CONSOLIDATED STATEMENT OF CASH FLOWS
(Expressed in Bahamian Dollars, unaudited)

	Nine months ended	
	September 30, 2019	September 30, 2018
Cash flows from operating activities:		
Net profit for the period	2,065,904	339,562
Adjustments for:		
Net realized gain	(627,835)	(230,945)
Net movement in unrealized gain on investments	(858,109)	884,937
Depreciation and amortization	71,283	59,699
Cash provided by operations before changes		
in operating assets and liabilities	651,244	1,053,252
(Increase)/decrease in other assets	-	-
(Increase)/decrease in customer advances	(19,184)	-
(Increase)/decrease in other receivables	295,269	(408,255)
Increase in payables and accrued expenses	(526,436)	(527,448)
Increase in due to customers	(706,574)	(5,786,811)
Net cash provided by operating activities	(305,681)	(5,669,262)
Cash flows from investing activities:		
Purchase of securities	(2,798,054)	(49,817)
Sale of securities	1,807,729	51,347
Purchase of property, plant & equipment	(71,431)	(49,344)
Purchase of intangible assets	-	(75,000)
Purchase of other assets	-	(299,693)
Addition to investment property	-	(25,000)
Net cash (used)/provided by investing activities	(1,061,755)	(447,507)

Cash flows from financing activities:		
Bank loan repayment	(24,013)	(22,302)
Dividends Paid	(99,182)	(49,591)
<u>Net cash provided/(used) by financing activities</u>	<u>(123,195)</u>	<u>(71,893)</u>
Net increase in cash & cash equivalent	(1,490,631)	(6,188,662)
Cash & cash equivalents, beginning of period	4,323,340	14,510,180
<u>Cash & cash equivalents, end of period</u>	<u>2,832,709</u>	<u>8,321,518</u>

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, 2019			December 31, 2018		
	Cost	Fair	%	Cost	Fair Value	%
<i>Unrestricted</i>						
Biotechnology	1,899	-	-	1,899	-	-
Entertainment	139,661	17,584	0	139,661	17,584	0
Financial services	703,429	3,109,815	85	661,086	3,401,653	86
Industrial	930,157	255,200	7	967,507	276,378	7
Insurance	215,305	1,420	0	215,305	1,301	0
Technology	11,580	-	-	11,580	-	-
Utilities	78,606	49,256	1	78,606	36,383	1
Wholesale & retail	78,958	74,505	2	78,958	80,502	2
Other	31,105	146,771	4	126,346	164,499	4
	2,190,700	3,654,552	100	2,280,948	3,978,300	100