

**APD LIMITED**  
**Unaudited Interim Financial Statements**

**As at March 31, 2023 and**  
**the nine months ended March 31, 2023**

**APD LIMITED**  
**(Incorporated under the laws of the Commonwealth of The Bahamas)**

**Unaudited Interim Statement of Financial Position**  
**As of March 31, 2023 and June 30, 2022**  
**(Amounts expressed in Bahamian dollars)**

	March 31, 2023	June 30, 2022, (Audited)
	\$	\$
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	14,341,148	19,817,081
Accounts receivable	3,300,198	3,059,560
Tax receivable	288,037	752,398
Deposits, prepayments and other assets	899,940	1,024,176
Spare parts inventory	773,543	787,341
<b>Total current assets</b>	<b>19,602,866</b>	<b>25,440,556</b>
<b>Non-current assets</b>		
Property, plant and equipment	81,231,773	78,451,796
Right-of-use asset	44,601,148	45,023,241
Investments	5,267,890	425,000
<b>Total non-current assets</b>	<b>131,100,811</b>	<b>123,900,037</b>
<b>Total assets</b>	<b>150,703,677</b>	<b>149,340,593</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Current liabilities</b>		
Accounts payable	238,482	468,787
Due to related parties	1,633,903	1,243,372
Accrued expenses and other liabilities	1,033,609	1,033,746
Current portion of lease liability	198,979	184,194
Current portion of long term debt	2,057,067	2,057,067
<b>Total current liabilities</b>	<b>5,162,040</b>	<b>4,987,166</b>
<b>Non-current liabilities</b>		
Long term debt	25,713,333	26,741,867
Lease liability	46,568,160	46,727,308
Deposits Held	274,663	274,663
<b>Total non-current liabilities</b>	<b>72,556,156</b>	<b>73,743,838</b>
<b>Total liabilities</b>	<b>77,718,196</b>	<b>78,731,004</b>
<b>Equity</b>		
Share capital	49,969	49,969
Share premium	49,192,308	49,192,308
Retained earnings	23,743,204	21,367,312
<b>Total equity</b>	<b>72,985,481</b>	<b>70,609,589</b>
<b>Total liabilities and equity</b>	<b>150,703,677</b>	<b>149,340,593</b>

**APD LIMITED****Unaudited Interim Statement of Comprehensive Income  
For the nine months ended March 31, 2023 and 2022  
(Amounts expressed in Bahamian dollars)**

	<b>2023</b>	<b>2022</b>
	\$	\$
<b>Revenue</b>		
Landing fees	11,368,983	9,740,244
Terminal handling fees	3,699,083	3,299,998
Stevedoring fees	2,586,031	2,394,435
Gate fees	1,812,388	1,706,531
Storage fees	3,182,457	1,234,873
Security	2,155,517	1,898,584
Subleases	1,089,774	1,047,278
Hazmat fees	244,900	264,300
Reefer line	1,047,900	485,950
Dockage	222,073	225,183
Line handling fees	64,250	61,150
Other income	43,015	103,204
	<u>27,516,371</u>	<u>22,461,730</u>
<b>Total revenue</b>	<b>27,516,371</b>	<b>22,461,730</b>
<b>Expenses</b>		
Salaries, employee benefits and training	3,752,031	3,363,571
Terminal handling costs	4,222,354	2,912,097
Government lease	742,457	456,833
Government fees & Taxes	923,906	1,082,547
Utilities	826,858	640,353
Insurance	272,285	269,166
Legal and other professional fees	599,019	389,946
Repairs and maintenance	789,838	726,902
Other operating expenses	408,985	304,191
Security	274,095	276,270
Company meetings and events	74,876	87,208
Disposal of Property and Equipment	140,646	(385)
Office supplies, postage and delivery	145,459	103,911
	<u>13,172,809</u>	<u>10,612,610</u>
<b>Total expenses</b>	<b>13,172,809</b>	<b>10,612,610</b>
<b>Earnings before interest, depreciation and amortisation</b>	<u><b>14,343,562</b></u>	<u><b>11,849,120</b></u>

**APD LIMITED****Unaudited Interim Statement of Comprehensive Income (Continued)  
For the nine months ended March 31, 2023 and 2022  
(Amounts expressed in Bahamian dollars)**

	2023	2022
	\$	\$
Depreciation - property, plant and equipment	2,452,873	2,665,405
Depreciation - right-of-use-asset	422,093	422,093
Amortisation of preference share issue cost	-	373,660
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<b>Total depreciation and amortisation</b>	<b>2,874,966</b>	<b>3,461,158</b>
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<b>Earnings before interest</b>	<b>11,468,596</b>	<b>8,387,962</b>
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<b>Finance costs</b>		
Preference share dividends	-	(320,563)
Interest expense	(659,879)	(537,233)
Interest on lease liability	(1,583,263)	(1,589,480)
Interest income	146,119	2,887
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<b>Total finance costs, net</b>	<b>(2,097,023)</b>	<b>(2,444,389)</b>
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<b>Total earnings for the period attributable to the equity shareholders</b>	<b>9,371,573</b>	<b>5,943,573</b>
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<b>Net income and total comprehensive income</b>	<b>9,371,573</b>	<b>5,943,573</b>
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<b>Basic and diluted earnings per share</b>	<b>1.88</b>	<b>1.19</b>

**APD LIMITED****Unaudited Interim Statement of Changes in Equity  
For the nine months ended March 31, 2023 and 2022  
(Amounts expressed in Bahamian dollars)**

	<b>Share capital \$</b>	<b>Share premium \$</b>	<b>Retained earnings \$</b>	<b>Total \$</b>
<b>Balance at July 1, 2021</b>	<b>49,969</b>	<b>49,192,308</b>	<b>19,445,930</b>	<b>68,688,207</b>
Total comprehensive income for the period	-	-	5,943,573	5,943,573
Dividend paid for the period	-	-	(5,496,607)	(5,496,607)
<b>Balance at March 31, 2022</b>	<b><u>49,969</u></b>	<b><u>49,192,308</u></b>	<b><u>19,892,896</u></b>	<b><u>69,135,173</u></b>
<b>Balance at July 1, 2022</b>	<b>49,969</b>	<b>49,192,308</b>	<b>21,367,312</b>	<b>70,609,589</b>
Total comprehensive income for the period	-	-	9,371,573	9,371,573
Dividend paid for the period	-	-	(6,995,681)	(6,995,681)
<b>Balance at March 31, 2023</b>	<b><u>49,969</u></b>	<b><u>49,192,308</u></b>	<b><u>23,743,204</u></b>	<b><u>72,985,481</u></b>

## APD LIMITED

### Unaudited Interim Statement of Cash Flows For the nine months ended March 31, 2023 and 2022 (Amounts expressed in Bahamian dollars)

	2023	2022
	\$	\$
<b>Cash flows from operating activities</b>		
Net income for the period	9,371,573	5,943,573
Adjustments for:		
Depreciation - property, plant and equipment	2,452,873	2,665,405
Depreciation - right-of-use-asset	422,093	422,093
Amortisation of preference share issue cost	-	373,660
Amortisation of bond discount	(100,964)	-
Loss/(Gain) on disposal of assets	140,646	(385)
Interest income	(146,119)	(2,887)
Preference share dividends	-	320,563
Interest on lease liability	1,583,263	1,589,480
Loan interest expense	659,879	537,233
<b>Operating profit before changes in working capital</b>	<b>14,576,186</b>	<b>11,848,735</b>
(Increase) / Decrease in accounts receivable	(240,638)	32,943
Decrease / (Increase) in Deposit, Prepayments & other assets	124,236	(497,842)
Decrease in Purchase inventory	13,798	12,026
Decrease in tax receivable	464,361	131,577
Decrease in deposits held	-	(21,000)
(Decrease) / Increase in accounts payable	(230,305)	133,163
Increase / (Decrease) in due to related parties	390,531	(216,432)
Decrease in accrued expense and other liabilities	(137)	(275,088)
Decrease Deferred borrowing costs	-	(93,276)
<b>Net cash provided by operating activities</b>	<b>14,905,090</b>	<b>11,054,806</b>
<b>Cash flows from investing activities</b>		
Acquisition of property and equipment	(5,382,998)	(1,104,146)
Purchase of investments	(4,741,926)	(425,000)
Proceeds from sale of property, plant and equipment	9,500	500
<b>Net cash used in investing activities</b>	<b>(10,115,424)</b>	<b>(1,528,646)</b>
<b>Cash flows from financing activities</b>		
Principal payment on long term debt	(1,028,533)	(1,028,533)
Principal payment on lease liability	(144,362)	(89,395)
Dividends paid to ordinary shareholders	(6,995,681)	(5,496,607)
Interest income received	146,119	2,887
Interest expense paid	(659,879)	(537,233)
Interest on preference shares	-	(320,563)
Interest on lease liability	(1,583,263)	(1,589,480)
<b>Net cash used in financing activities</b>	<b>(10,265,599)</b>	<b>(9,058,924)</b>
<b>(Decrease) / Increase in cash and cash equivalents</b>	<b>(5,475,933)</b>	<b>467,236</b>
<b>Cash and cash equivalents, beginning of the period</b>	<b>19,817,081</b>	<b>17,606,947</b>
<b>Cash and cash equivalents, end of the period</b>	<b>14,341,148</b>	<b>18,074,183</b>

## **APD LIMITED**

### **Condensed Notes to the Unaudited Interim Financial Statements March 31, 2023**

#### **1. General information**

APD Limited (the Company) was incorporated on February 24, 2009, under the Companies Act, 1992 of the Commonwealth of The Bahamas (The Bahamas). The Company is 40% owned by The Treasurer of The Bahamas, 40% owned by Arawak Cay Port Development Holdings Limited (ACPDHL) and 20% owned by the general public, hereinafter collectively referred to as the Shareholders. ACPDHL is owned by a consortium of private companies operating in The Bahamas.

The Company is a public company, which was listed on the Bahamas International Securities Exchange effective April 11, 2012. The Company's registered office is located at Ocean Centre, Montagu Foreshore, East Bay Street, New Providence, The Bahamas.

On May 10, 2010, the Company and the Government of The Bahamas (the Government) entered into a Memorandum of Understanding (MOU), whereby the Government initiated the relocation of the freight, cargo and port handling activities from downtown Bay Street on the island of New Providence to Arawak Cay, New Providence, and the Company agreed to design, develop, construct, manage, operate and maintain a new commercial port at Arawak Cay to be known as Nassau Container Port (the Port) and an inland terminal on Gladstone Road, to be known as Gladstone Freight Terminal (the Depot) (Note 13).

In accordance with the MOU, 20% of the Company's ordinary shares were offered for sale to the general public through an Initial Public Offering (IPO) held in February 2012. At the conclusion of the IPO, the Government and ACPDHL each owned 40% and the general public owned 20% of the ordinary share capital of the Company.

The Port and Depot facilities were developed on 56.55 acres of land on Arawak Cay, New Providence (the Port Land) and 15 acres of land at Gladstone Road, New Providence (the Depot Land). On June 21, 2011, the Minister responsible for the Lands and Survey, acting on behalf of the Government leased the Port Land and Depot Land and licensed 27.88 acres of seabed for use of the Company for 45 years which became effective May 1, 2012 and August 13, 2012, respectively, when the Port and Depot facilities were substantially completed.

The Company commenced operations on the date of substantial completion of the Port facility on May 1, 2012. Operations of the Port include a break bulk, a bulk and a container terminal that has 1,167 linear feet of berthing. The container terminal will have the capability of handling at least 75,000 Twenty-foot Equivalent Units (TEUs) annually. The Depot is comprised of 100,000 square feet and 10,000 square feet of warehouse and administrative office space respectively, and serves as a deconsolidation and distribution centre.

These condensed interim financial statements have not been audited.

#### **2. Basis of preparation**

These unaudited interim financial statements for the nine months ended March 31, 2023 have been prepared in accordance with International Accounting Standard (IAS) 34, 'Interim financial reporting'. The condensed interim financial information should be read in conjunction with the annual financial statements for the year ended June 30, 2022, which have been prepared in accordance with the International Financial Reporting Standards (IFRSs).

## **APD LIMITED**

### **Condensed Notes to the Unaudited Interim Financial Statements March 31, 2022**

#### **3. Accounting policies**

The accounting policies applied, methods of computation and presentation are consistent with those of the annual financial statements for the year ended June 30, 2022.

#### **4. Estimates**

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended June 30, 2022.

#### **5. Financial risk management**

##### **5.1 Financial risk factors**

The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

These condensed financial statements do not include all the financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with the Company's annual financial statements as at June 30, 2022. There have been no changes in the Company's risk management policies since June 30, 2022.

##### **5.2 Liquidity risk**

Compared to year end there was no material change in the contractual undiscounted cash flows for the financial liabilities.

#### **6. Seasonality of operations**

Due to the nature of the Company's operations, seasonal trends are not applicable.