

APD LIMITED
Unaudited Interim Financial Statements

**As at September 30, 2024 and
the three months ended September 30, 2024**

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

Unaudited Interim Statement of Financial Position
As of September 30, 2024 and June 30, 2024
(Amounts expressed in Bahamian dollars)

	September 30, 2024	June 30, 2024
	\$	\$
ASSETS		
Current assets		
Cash and cash equivalents	17,927,638	17,768,774
Accounts receivable	6,277,192	4,776,348
Tax receivable	1,221,914	698,522
Deposits, prepayments and other assets	727,174	1,351,206
Spare parts inventory	706,290	687,521
Investments	1,215,908	211,908
	<u>28,076,116</u>	<u>25,494,279</u>
Total current assets		
Non-current assets		
Property, plant and equipment	81,158,111	81,581,620
Right-of-use asset	50,522,623	50,685,075
Investments	3,185,737	3,201,138
	<u>134,866,471</u>	<u>135,467,833</u>
Total non-current assets		
	<u>162,942,587</u>	<u>160,962,112</u>
Total assets		
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable	279,171	237,185
Due to related parties	1,936,144	2,196,231
Accrued expenses and other liabilities	1,718,944	1,901,372
Current portion of lease liability	82,482	81,565
Current portion of long term debt	2,057,067	3,085,600
	<u>6,073,808</u>	<u>7,501,953</u>
Total current liabilities		
Non-current liabilities		
Long term debt	22,627,733	22,627,733
Lease liability	53,817,913	53,839,222
Deposits held	300,063	276,863
	<u>76,745,709</u>	<u>76,743,818</u>
Total non-current liabilities		
	<u>82,819,517</u>	<u>84,245,771</u>
Total liabilities		
Equity		
Share capital	49,969	49,969
Share premium	49,192,308	49,192,308
Retained earnings	30,880,793	27,474,064
	<u>80,123,070</u>	<u>76,716,341</u>
Total equity		
	<u>162,942,587</u>	<u>160,962,112</u>
Total liabilities and equity		

APD LIMITED

Unaudited Interim Statement of Comprehensive Income
For the three months ended September 30, 2024 and 2023
(Amounts expressed in Bahamian dollars)

	September 2024	September 2023
	\$	\$
Revenue		
Landing fees	4,056,128	3,994,465
Terminal handling fees	1,186,328	1,338,580
Storage fees	843,950	476,306
Stevedoring fees	811,334	889,925
Security	739,661	745,965
Gate fees	619,834	601,945
Subleases	383,897	375,897
Reefer line	363,250	276,192
Hazmat fees	97,000	84,400
Dockage	90,358	111,329
Line handling fees	21,200	27,450
Other income	19,121	143,708
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Total revenue	9,232,061	9,066,162
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Expenses		
Salaries, employee benefits, and training	1,359,969	1,224,917
Terminal handling costs	1,252,885	1,283,961
Repairs and maintenance	275,232	273,655
Utilities	273,658	291,062
Government fees and taxes	270,026	271,838
Government lease	245,578	233,654
Other operating expenses	122,214	100,604
Insurance	99,337	95,866
Security	93,097	97,283
Legal and other professional fees	89,080	273,051
Office supplies, postage and delivery	29,094	25,508
Company meetings and events	18,961	9,239
Loss on disposal of property, plant & equipment	1,626	-
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Total expenses	4,130,757	4,180,638
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Earnings before interest, depreciation and amortisation	5,101,304	4,885,524
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APD LIMITED

Unaudited Interim Statement of Comprehensive Income (Continued)
For the three months ended September 30, 2024 and 2023
(Amounts expressed in Bahamian dollars)

	September 2024	September 2023
	\$	\$
Depreciation - property, plant and equipment	769,173	771,450
Depreciation - right-of-use-asset	<u>162,452</u>	<u>157,308</u>
Total depreciation and amortisation	<u>931,625</u>	<u>928,758</u>
Earnings before interest	<u>4,169,679</u>	<u>3,956,766</u>
Finance costs		
Interest on lease liability	606,609	589,198
Interest expense	195,063	208,953
Interest income	<u>(38,723)</u>	<u>(93,659)</u>
Total finance costs, net	<u>762,949</u>	<u>704,492</u>
Total earnings for the year attributable to the equity shareholders	<u>3,406,730</u>	<u>3,252,274</u>
Net income and total comprehensive income	<u><u>3,406,730</u></u>	<u><u>3,252,274</u></u>
Basic and diluted earnings per share	<u><u>0.68</u></u>	<u><u>0.65</u></u>

APD LIMITED

Unaudited Interim Statement of Changes in Equity
For the three months ended September 30, 2024 and 2023
 (Amounts expressed in Bahamian dollars)

	Share capital \$	Share premium \$	Retained earnings \$	Total \$
Balance at July 1, 2023	49,969	49,192,308	24,058,455	73,300,732
Total comprehensive income for the year	-	-	<u>3,252,274</u>	<u>3,252,274</u>
Balance at September 30, 2023	<u>49,969</u>	<u>49,192,308</u>	<u>27,310,729</u>	<u>76,553,006</u>
Balance at July 1, 2024	49,969	49,192,308	27,474,064	76,716,341
Total comprehensive income for the year	-	-	<u>3,406,729</u>	<u>3,406,729</u>
Balance at September 30, 2024	<u><u>49,969</u></u>	<u><u>49,192,308</u></u>	<u><u>30,880,793</u></u>	<u><u>80,123,070</u></u>

APD LIMITED

Unaudited Interim Statement of Cash Flows
For the three months ended September 30, 2024 and 2023
(Amounts expressed in Bahamian dollars)

	September 2024 \$	September 2023 \$
Cash flows from operating activities		
Net income for the year	3,406,729	3,252,274
Adjustments for:		
Depreciation - property, plant and equipment	769,173	771,450
Depreciation - right-of-use-asset	162,452	157,308
Amortisation of bond discount	11,603	9,795
Unrealized Gain on investments	-	(126,140)
Loss on disposal of property, plant & equipment	1,626	-
Interest income	(38,723)	(93,659)
Interest on lease liability	606,609	589,198
Loan interest expense	195,063	208,953
Operating profit before changes in working capital	5,319,118	4,769,179
Increase in accounts receivable	(1,500,844)	(105,505)
Decrease in deposit, prepayments & other assets	624,032	560,513
Increase in purchase inventory	(18,769)	(1,447)
Increase in tax receivable	(523,392)	(76,427)
Increase in deposits held	23,200	2,200
Increase / (decrease) in accounts payable	41,986	(82,886)
Decrease in due to related parties	(260,087)	(402,692)
Increase in accrued expense and other liabilities	22,158	444,644
Net cash provided by operating activities	3,522,816	5,107,579
Cash flows from investing activities		
Acquisition of property, plant and equipment	(347,290)	(176,030)
Purchase of investments	(1,000,202)	-
Net cash used in investing activities	(1,347,492)	(176,030)
Cash flows from financing activities		
Principal payments on lease liability	(20,392)	(18,926)
Principal payments on long term debt	(1,028,533)	-
Interest expense paid	(399,649)	(208,953)
Interest income received	38,723	93,659
Interest expense paid on lease liability	(606,609)	(589,198)
Dividends paid to ordinary shareholders	-	-
Net cash used in financing activities	(2,016,460)	(723,418)
Increase in cash and cash equivalents	158,864	4,208,131
Cash and cash equivalents, beginning of year	17,768,774	16,194,347
Cash and cash equivalents, end of year	17,927,638	20,402,478

APD LIMITED**Condensed Notes to the Unaudited Interim Financial Statements
September 30, 2024****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 three months ended September 30, 2024 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, 2024, which have been prepared in accordance with the International Financial Reporting Standards (IFRSs).

APD LIMITED**Condensed Notes to the Unaudited Interim Financial Statements
September 30, 2024****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, 2024.

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, 2024.

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, 2024. There have been no changes in the Company's risk management policies since June 30, 2024.

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.