

BHL Banks Holdings Limited

SUMMARY CONSOLIDATED FINANCIAL STATEMENTS 12 MONTHS ENDING 31 DECEMBER 2017 FOR BANKS HOLDINGS LIMITED & ITS SUBSIDIARIES

Directors' Statement:

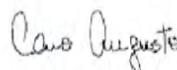
The Company was able to improve its profit from operations from 15.83% of revenues in 2016 to 18.98% in 2017. This increase resulted from continued strengthening of market share and further cost controls, despite having a weak macro-economic environment with real GDP growth estimated at (0.2%) according to the IMF.

The Company also continued to improve its financial position, increasing cashflows by \$68.2M arising from improved results and the sale proceeds generated from the disposal of the shares in Caribco Limited, despite having paid off all external debt during the year.

On November 15, 2016, the Company and Koscab signed a conditional Share Purchase Agreement relating to the sale of its interest in BBC. The proposed sale

will be concluded after the parties complete their negotiations, satisfy certain conditions and obtain all Barbados regulatory approvals (including the approval of the Fair Trading Commission). As of December 2017, we received several extensions with respect to our Coca-Cola Franchise as the Company continued to negotiate a successor relationship going forward.

As of June 1, 2018, 100% of the shares of BBC were sold to Koscab.



Caio Miranda Ramos


Director
C.R.A. Cazier E.C.G.A.

Summary Statement of Comprehensive Income 12 Months Period Ended 31st December 2017 With Comparatives for 16 Months Ended 31st December 2016 (Expressed in Barbados dollars)

	Audited 12 Months Ended 31.12.2017 \$'000	Audited 16 Months Ended 31.12.2016 \$'000
Revenue	149,549	204,095
Profit from operations - parent and subsidiaries	28,391	32,326
Restructuring costs	(947)	(2,013)
Unrealised loss on investments	8,356	(5,589)
Gain on disposal of investment in associates	26,342	7,276
Change in fair value of investment property	650	(1,400)
Interest expense	(742)	(1,538)
Income from operations - parent and subsidiaries	62,050	29,062
Share of income of associated companies	3,443	14,586
Income before taxation from continuing operations	65,493	43,648
Taxation	(3,641)	1,049
Net income for the period from continuing operations	61,852	44,697
(Loss)/Profit for the period from discontinued operations	(2,189)	1,158
Other comprehensive income	7,279	965
Net income for the period	66,942	46,820
Attributable to:		
Equity holders of the parent	65,465	44,931
Non-controlling interests	1,477	1,889
	66,942	46,820
Earnings per share		
Basic and diluted earnings per share from continuing operations attributable to equity holders of the parent	90¢	\$0.68

Summary Statement of Changes in Equity 12 Months Period Ended 31st December 2017 With Comparatives for 16 Months Ended 31st December 2016 (Expressed in Barbados dollars)

	Audited 12 Months Ended 31.12.2017 \$'000	Unaudited 16 Months Ended 31.12.2016 \$'000
Balance at the beginning of the period	367,817	320,622
Total comprehensive income for the period	59,663	45,855
Other share capital movements	(549)	375
Other reserve movements	7,279	965
Dividends	(153)	0
	434,057	367,817

Summary Statement of Financial Position As at 31st December 2017 With Comparatives as at December 31st, 2016 (Expressed in Barbados dollars)

	Audited 31.12.2017 \$'000	Audited 31.12.2016 \$'000
Current assets	255,718	185,565
Assets of disposal group held for sale	17,882	15,453
Assets classified as held for sale	10,915	10,140
	284,515	211,158
Current liabilities	29,091	36,089
Liabilities from disposal group held for sale	7,442	9,115
	36,533	45,204
Working capital	247,982	165,954
Investments in associated companies	37,034	63,576
Taxation	111,677	130,929
Property, plant and equipment	33,907	14,715
Other non-current assets	4,811	10,127
Deferred tax asset	-	(16,023)
Long-term liabilities	(1,354)	(1,461)
Other non-current liabilities	434,057	367,817
Equity	145,566	146,115
Share capital	34,852	27,961
Capital reserves	243,987	185,412
Retained earnings	424,405	359,488
Attributable to equity holders of the parent	9,652	8,329
Non-controlling interests	434,057	367,817
Total equity	434,057	367,817

Summary Statement of Cash Flows 12 Months Period Ended 31st December 2017 With Comparatives for 16 Months Ended 31st December 2016 (Expressed in Barbados dollars)

	Audited 12 Months Ended 31.12.2017 \$'000	Unaudited 16 Months Ended 31.12.2016 \$'000
Cash flows from operating activities	65,493	43,648
Income before taxation from continuing operations	(2,676)	1,244
Loss before taxation from discontinued operations	62,817	44,892
Income before taxation	(21,193)	20,139
Adjustments for non-cash items	(3,443)	(14,586)
Share of income of associated companies	38,173	50,445
Operating profit before working capital changes	(83)	3,425
Net working capital changes	(340)	(354)
Corporation taxes paid	37,749	53,516
Net cash from operating activities	51,602	48,949
Net cash (used in) from investing activities	(21,160)	(4,169)
Net cash used in financing activities	68,191	98,296
Increase in cash	115,602	17,306
Cash - beginning of period	183,793	115,602
Cash - end of period	183,793	115,602