

Consolidated Statement of Income For the six months ended June 30, 2019

(With comparatives for the six months ended June 30, 2018)
Expressed in thousands of Barbados dollars

	(Unaudited) June 30 2019 \$	(Unaudited) June 30 2018 \$	(Audited) December 31 2018 \$
Revenue			
Revenue from operations	12,377	10,629	23,228
Other gains	-	27	27
Total Revenue	12,377	10,656	23,255
Expenses			
Other operating expenses	8,407	9,092	17,565
Depreciation, amortisation and impairment	305	653	945
	8,712	9,745	18,510
Operating Profit before Associates' Results	3,665	911	4,745
Share of Results of Associates	(557)	1,927	5,118
Net Operating Profit	3,108	2,838	9,863
Gains on Financial Assets	1,566	1,000	456
Profit before Taxation	4,674	3,838	10,319
Corporation Tax	(95)	(352)	(914)
Net Profit for the Period	4,579	3,486	9,405
Attributable to:			
Equity holders of the Company	3,364	2,765	7,480
Non-controlling interest	1,215	721	1,925
	4,579	3,486	9,405
Earnings per share (EPS) - basic	\$0.18	\$0.15	\$0.41
Earnings per share (EPS) - fully diluted	\$0.17	\$0.15	\$0.39

Consolidated Statement of Cash Flows For the six months ended June 30, 2019

(With comparatives for the six months ended June 30, 2018)
Expressed in thousands of Barbados dollars

	(Unaudited) June 30 2019 \$	(Unaudited) June 30 2018 \$	(Audited) December 31 2018 \$
Net cash generated from/(used in) operating activities	4,626	2,564	(5,944)
Net cash used in investing activities	(1,038)	(5,720)	(695)
Net cash (used in)/generated from financing activities	(1,126)	(4,018)	2,557
Net increase/(decrease) in cash and cash equivalents	2,462	(7,174)	(4,082)
Net cash at beginning of period	11,841	15,923	15,923
Net cash at end of period	14,303	8,749	11,841

DIRECTORS' REPORT

Financial Statements (unaudited) for the six months ended June 30, 2019

The Group recorded a profit attributable to equity holders of \$3.4 million for the six months ended June 30, 2019 compared to a profit of \$2.8 million for the same period in the prior year. This represents earnings per share (EPS) of 18 cents compared to 15 cents for the comparative period in the prior year.


The Group recorded an increase in Operating Profit before Associates' Results of \$2.7 million when compared to the prior year mainly due to improved results from our financial services businesses, Fortress Fund Managers, DGM Financial, SigniaGlobe Financial as well as our Cave Shepherd Card operations.


Our Share of Results of Associates is less than the same period last year mainly due to a decline in performance of our major retail Associate, Duty Free Caribbean (Holdings) Ltd (DFCH), which has seen decreased sales, both in the local economy as well as to British visitors as the uncertainty in the UK surrounding BREXIT continues. Recent Budgetary measures introduced in Barbados will also have an adverse impact on the duty free sector. GCS Limited (Ganzee) continues to perform in line with expectation.

Our financial asset portfolio has shown an improved performance net the current period when compared to the prior year. Included in the prior year was a net gain of \$0.9 million arising from the sale by Fortress of its management share in Fortress Caribbean Property Fund SCC.

Based on the improved results, the Group has decided to increase the interim dividend from 9 cents per share to 10 cents per share payable in August 2019.

We are pleased with the improved results for the first half of 2019 and are hopeful that this trend will continue but are mindful that there are uncertainties such as the speed of recovery of the local economy as well as the outcome of BREXIT that will play an important part in shaping our results for the full year.


Geoffrey Cave
Chairman


John Williams
Chief Executive Officer

Consolidated Statement of Financial Position As at June 30, 2019

(With comparatives as at June 30, 2018)
Expressed in thousands of Barbados dollars

	(Unaudited) June 30 2019 \$	(Unaudited) June 30 2018 \$	(Audited) December 31 2018 \$
Current Assets			
Cash and cash equivalents	14,303	8,749	11,841
Restricted cash	-	1,500	1,500
Financial assets at Fair Value through Profit and Loss	25,262	25,929	22,787
Trade and other receivables and prepayments	44,429	35,014	45,996
Other current assets	6,382	5,253	3,196
	90,376	76,445	85,320
Current Liabilities			
Trade and other payables	3,841	4,779	3,462
Other current liabilities	4,176	2,978	5,983
	8,017	7,757	9,445
Working Capital	82,359	68,688	75,875
Investment in Associates and at Fair Value through Profit and Loss	66,298	67,259	68,161
Property, Plant and Equipment	2,038	2,220	2,158
Loan due by associate	5,800	5,800	5,800
Other Long Term Assets	223	270	223
Other Long Term Liabilities	(39,857)	(32,030)	(39,402)
	116,861	112,207	112,815
Capital and Reserves attributable to the equity holders of the company			
Share capital	38,579	38,505	38,600
Share option plan reserve	405	338	405
Retained earnings	73,873	70,980	70,533
	112,857	109,823	109,538
Non-controlling interest	4,004	2,384	3,277
	116,861	112,207	112,815

Consolidated Statement of Changes in Equity For the six months ended June 30, 2019

(With comparatives for the six months ended June 30, 2018)
Expressed in thousands of Barbados dollars

	Attributable to equity holders of the Company:			Non-controlling Interest	Total
	Share Capital \$	Retained Earnings \$	Share Option Reserve \$		
(Unaudited)					
Balance as at December 31, 2017	38,512	68,217	338	1,663	108,730
Net profit for the period	-	2,765	-	721	3,486
Repurchase of shares	(7)	(2)	-	-	(9)
Balance as at June 30, 2018	38,505	70,980	338	2,384	112,207
(Audited)					
Balance as at December 31, 2017	38,512	68,217	338	1,663	108,730
Effect of adopting IFRS9 - group	-	(987)	-	(176)	(1,163)
Effect of adopting IFRS9 - associates	-	(635)	-	-	(635)
Net profit for the year	38,512	66,595	338	1,487	106,932
Other comprehensive income for the year	-	7,480	-	1,925	9,405
	-	(38)	-	-	(38)
	38,512	74,037	338	3,412	116,299
Dividends	-	(3,292)	-	-	(3,292)
Dividends paid to non-controlling interest	-	-	-	(1,367)	(1,367)
Employee share options	-	-	128	-	128
Expired share options	-	7	(7)	-	-
Exercised share options	54	-	(54)	-	-
Reclassification	-	(135)	-	135	-
Issue of shares	125	-	-	-	125
Issue of shares to non-controlling interest	-	-	-	1,097	1,097
Repurchase of shares	(91)	(84)	-	-	(175)
Balance as at December 31, 2018	38,600	70,533	405	3,277	112,815
(Unaudited)					
Balance as at December 31, 2018	38,600	70,533	405	3,277	112,815
Net profit for the period	-	3,364	-	1,215	4,579
Dividends paid to non-controlling interest	-	-	-	(488)	(488)
Repurchase of shares	(21)	(24)	-	-	(45)
Balance as at June 30, 2019	38,579	73,873	405	4,004	116,861