



# ONE CARIBBEAN MEDIA LIMITED

## CONSOLIDATED AUDITED RESULTS FOR FINANCIAL YEAR ENDED DECEMBER 31<sup>ST</sup>, 2018

### CHAIRMAN'S STATEMENT

The Group's operating results were impacted by the economic challenges and transformation occurring in two of our major markets (Trinidad and Barbados).

The Group reported revenues of TT\$394M / US\$58M which represents a decline of 11% compared to prior year while our Net Profit Before Tax and Impairment of TT\$50.0M / US\$7.4M declined by 37%.

In 2018, the Group continued its restructuring efforts to better position itself to increase efficiencies and seize opportunities presented by

the growing digital landscape. As a result of this strategic thrust, the Group's performance took into account substantial restructuring and other one-off costs.

Positively, our Eastern Caribbean media assets are now operating profitably and the non-media investments are making a useful profit contribution to the Group. Additionally, our 'Flexographic' plant is scheduled to be fully commissioned before the end of the third quarter in 2019 and to contribute to the Group's performance.

We acknowledge the realities of the changing market and the Group is poised to take advantage of emerging opportunities.

Your Directors have approved a final dividend of 40 cents per share (2017: 40 cents) which will be paid on 30 April 2019.

Faarees Hosein  
Chairman  
5 April, 2019

### CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	AUDITED 12-MONTH DEC 18 TT\$'000	AUDITED 12-MONTH DEC 17 TT\$'000	UNAUDITED 3-MONTH DEC 18 TT\$'000	UNAUDITED 3-MONTH DEC 17 TT\$'000
Revenue	393,769	442,177	104,458	114,694
Cost of providing services	(265,307)	(282,047)	(76,999)	(79,663)
<b>Gross profit</b>	<b>128,462</b>	<b>160,130</b>	<b>27,459</b>	<b>35,031</b>
Administrative expenses	(72,806)	(74,688)	(11,144)	(8,678)
Marketing expenses	(3,579)	(4,435)	(1,357)	(1,980)
	<b>52,077</b>	<b>81,007</b>	<b>14,958</b>	<b>24,373</b>
Net impairment losses on financial assets	(5,392)	(1,822)	(5,392)	(1,822)
Impairment losses on other assets	(11,895)	(7,000)	(11,895)	(7,000)
Dividend income	2,881	1,191	1,044	443
Interest income	2,554	3,093	555	817
Finance costs	(6,350)	(5,233)	(1,932)	(1,390)
Share of profit of associates and joint venture	4,280	1,233	2,917	383
<b>Profit before tax</b>	<b>38,155</b>	<b>72,469</b>	<b>255</b>	<b>15,804</b>
Taxation	(17,917)	(20,023)	(6,430)	(2,319)
<b>Profit for the year</b>	<b>20,238</b>	<b>52,446</b>	<b>(6,175)</b>	<b>13,485</b>
<b>Other comprehensive income/(loss):</b>				
<b>Items that will not be reclassified to profit or loss</b>				
Remeasurement of retirement benefit asset/obligation	(473)	14,859	(473)	14,859
Deferred taxation	2,040	(4,351)	2,040	(4,351)
	<b>1,567</b>	<b>10,508</b>	<b>1,567</b>	<b>10,508</b>
<b>Items that may be subsequently reclassified to profit or loss</b>				
Currency translation differences	948	654	(333)	(3,385)
Revaluation of investments	(104)	129	(104)	129
Gains transferred to income on disposal of financial investments	-	(104)	-	(104)
	<b>844</b>	<b>679</b>	<b>(437)</b>	<b>(3,360)</b>
<b>Total comprehensive income for the year</b>	<b>22,649</b>	<b>63,633</b>	<b>(5,045)</b>	<b>20,633</b>
<b>Attributable to:</b>				
- Non-controlling interests	723	4,690	(1,664)	526
- Owners of the parent	21,926	58,943	(3,381)	20,107
<b>Total comprehensive income for the year</b>	<b>22,649</b>	<b>63,633</b>	<b>(5,045)</b>	<b>20,633</b>
<b>EARNINGS PER SHARE INCLUSIVE OF ESOP SHARES</b>	<b>TT \$0.28</b>	<b>TT \$0.69</b>	<b>TT (\$0.07)</b>	<b>TT \$0.19</b>

### CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	AUDITED 12-MONTH DEC 18 TT\$'000	AUDITED 12-MONTH DEC 17 TT\$'000
<b>Balance at beginning of year</b>	<b>735,331</b>	<b>702,319</b>
IFRS 9 initial application adjustments	(10,446)	-
Total comprehensive income for the year	22,649	63,633
Sale / allocation of treasury shares	-	24,131
Repurchase of treasury shares	(1,965)	(12,516)
Share options granted/exercised	268	2,017
Non-controlling interest on investment	8,200	-
Non-controlling interest on acquisition of subsidiary	-	4,199
Dividends to equity holders	(38,057)	(48,452)
<b>Balance at end of year</b>	<b>715,980</b>	<b>735,331</b>

#### NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED DECEMBER 31<sup>ST</sup>, 2018

The accompanying notes form an integral part of these consolidated financial statements.

##### 1. Basis of preparation

These consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), under the historical cost convention as modified by the revaluation of land and buildings and available-for-sale financial assets.

##### 2. Significant accounting policies

The principal accounting policies adopted in the preparation of these consolidated financial statements are consistent with those used in the annual financial statements for the year ended December 31, 2018

### CONSOLIDATED BALANCE SHEET

	AUDITED 12-MONTH DEC 18 TT\$'000	AUDITED 12-MONTH DEC 17 TT\$'000
<b>ASSETS</b>		
Non-current assets	687,966	673,934
Current assets	266,365	298,249
<b>TOTAL ASSETS</b>	<b>954,331</b>	<b>972,183</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and Reserves</b>		
Share capital	391,184	390,916
Other reserves	27,802	16,540
Retained earnings	314,753	352,592
	733,739	760,048
Non-controlling interests	22,750	13,827
Unallocated shares held by ESOP	(40,509)	(38,544)
<b>TOTAL EQUITY</b>	<b>715,980</b>	<b>735,331</b>
Non-current liabilities	107,930	108,387
Current liabilities	130,421	128,465
<b>TOTAL LIABILITIES</b>	<b>238,351</b>	<b>236,852</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>954,331</b>	<b>972,183</b>

### CONSOLIDATED STATEMENT OF CASH FLOWS

	AUDITED 12-MONTH DEC 18 TT\$'000	AUDITED 12-MONTH DEC 17 TT\$'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax	38,155	72,469
Adjustments to reconcile profit to net cash generated from operating activities:		
Depreciation	20,625	19,964
Amortisation	3,032	2,413
Interest income	(2,554)	(3,093)
Finance costs	6,350	5,233
Dividend income	(2,881)	(1,191)
Impairment	11,895	7,000
Profit on disposal of property, plant and equipment	(9)	(8)
Share of profit in associate and joint venture	(4,280)	(1,233)
Profit on disposal of available-for-sale financial asset	-	(130)
Allocation of ESOP shares	-	1,186
Share option scheme - value of services provided	268	268
Decrease in retirement benefit obligation	1,216	2,811
Net change in operating assets and liabilities	(1,187)	29,426
	70,630	135,115
Interest paid	(4,968)	(4,007)
Taxation refund	392	-
Taxation payments	(20,602)	(22,815)
Net cash generated from operating activities	45,452	108,293
Net cash used in investing activities	(23,600)	(89,868)
Net cash used in financing activities	(32,898)	(9,573)
<b>NET CASH (OUTFLOW)/INFLOW FOR THE YEAR</b>	<b>(11,046)</b>	<b>8,852</b>
<b>CASH AND CASH EQUIVALENTS</b>		
at beginning of year	74,932	66,080
at end of year	<b>63,886</b>	<b>74,932</b>
<b>REPRESENTED BY:</b>		
Cash and cash equivalents	68,040	78,030
Bank overdrafts	(4,154)	(3,098)
	<b>63,886</b>	<b>74,932</b>

Director:

Director: