

AUDITED RESULTS FOR THE YEAR ENDED 31 DECEMBER, 2019



CHAIRMAN'S STATEMENT

For the quarter ended December 31, 2019, GML reported net income before taxation of \$6 million, up by \$0.6 million or 11% from last year's quarterly results of \$5.4 million. Our concentration on improving our sales effectiveness, coupled with top class editorial content has achieved a solid year-over-year growth in core advertising revenues by \$3 million or 9%. While continuing to invest and transform our diverse product offerings in tv, print, radio, digital and billboards, Guardian Media remained focused on driving efficiencies and reducing controllable expenses. These are exciting developments for Guardian Media and our Company is being positioned to return to profitability in 2020.

2019 saw Guardian Media continuing to realise its strategy of transforming its operations from a traditional media house to a multi-media house. Our performance was largely impacted by a challenging economic environment

and changing business landscape due to the digital revolution. A full year loss is reported notwithstanding inclining trends in sales performance in the third and fourth quarters. For the year ended December 31, 2019, our Company reported a net loss of \$5.6 million compared to a \$2.3 million loss in the prior year. Total comprehensive income amounted to \$2 million compared to a loss of \$2.9 million in 2018 due to an increase in the fair value measurement of defined benefit plans. Revenues reported for the year ending December 31, 2019 were \$120.3 million (\$128.3 million – 2018) reflecting a decline of \$8 million or 6% in advertising revenues. Despite the challenges outlined above, our balance sheet metrics remain healthy and our capital levels provide us with the strength to endure challenging times as well as to invest in the future.

I am proud of Guardian Media's accomplishments this year. Our people are the bedrock of our Company and

we continue to invest in them to ensure business continuity and growth. This year we invested in improving our sales and service capabilities, transformed our editorial relevance and appeal, filled key talent gaps, strengthened leadership competencies at middle and senior management and continued targeted training across the organisation.

Given the loss position, your Board does not recommend payment of a dividend for 2019. 6% Preference Shareholders will receive a final dividend of 2%. The Board remains committed to creating value for shareholders and remains confident that by executing our strategy, delivering efficiencies, and investing carefully, dividend payments will resume once the Company returns to profitability. I would like to thank our shareholders, customers and employees for their loyalty and continued support.

MA
Chairman

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	\$'000 Stated Capital	\$'000 Treasury Shares	\$'000 Other Reserves	\$'000 Retained Earnings	\$'000 Total
Balance at 1 January, 2019	27,288	(1,554)	270	224,620	250,624
Net loss for the period	-	-	-	(5,640)	(5,640)
Other comprehensive income	-	-	-	7,641	7,641
Dividends	-	-	-	(117)	(117)
Balance at 31 December, 2019 (Audited)	27,288	(1,554)	270	226,504	252,508
Balance at 1 January, 2018	27,288	(1,460)	776	251,026	277,630
Net loss for the year	-	-	-	(2,318)	(2,318)
Other comprehensive loss	-	-	(506)	(80)	(586)
Transfers and other movements	-	(94)	-	49	(45)
Dividends	-	-	-	(24,057)	(24,057)
Balance at 31 December, 2018 (Audited)	27,288	(1,554)	270	224,620	250,624

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

	\$'000 Audited Year Ended 31-Dec-19	\$'000 Audited Year Ended 31-Dec-18
Cash flows from operating activities		
Loss before taxation	(7,105)	(962)
Adjustment for items not affecting working capital	15,298	13,278
Operating income before working capital changes	8,193	12,316
Net change in working capital	3,694	(6,167)
Cash generated from operations	11,887	6,149
Interest received	671	1,622
Interest paid	(1,263)	(615)
Taxation paid	(1,220)	(1,246)
Net cash generated from operating activities	10,075	5,910
Net cash used in investing activities	(10,052)	(5,375)
Net cash used in financing activities	(3,635)	(24,512)
Net decrease in cash and cash equivalents	(3,612)	(23,977)
Cash and cash equivalents at the beginning of the period/year	47,577	71,554
Cash and cash equivalents at the end of the period/year	43,965	47,577

REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

To The Shareholders of Guardian Media Limited

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at 31 December 2019, the summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows for the year then ended and related notes, are derived from the complete audited consolidated financial statements of Guardian Media Limited and its subsidiaries (the "Group") for the year ended 31 December 2019.

In our opinion, the accompanying summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements, on the basis described in Note 2.

Summary Consolidated Financial Statements

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards ("IFRSs"). Reading the summary consolidated financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and auditor's report thereon.

The Audited Consolidated Financial Statements and Our Report Thereon

We expressed an unmodified opinion on the audited

consolidated financial statements in our report dated 25 March 2020. That report also includes the communication of Key Audit Matters. Key Audit Matters are those matters that, in our professional judgment, were most significant in our audit of the consolidated financial statements of the current period.

Responsibilities of Management for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with IFRSs.

Auditor's Responsibilities for the Audit of the Summary Consolidated Financial Statements

Our responsibility is to express an opinion on whether the summary consolidated financial statements are consistent, in all material respects, with the audited consolidated financial statements based on our procedures which were conducted in accordance with International Standards on Auditing (ISA) 810 (Revised), "Engagements to Report on Summary Financial Statements".

EJ

Port of Spain,
TRINIDAD
25 March 2020

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	\$'000 Unaudited Qtr Ended 31-Dec-19	\$'000 Unaudited Qtr Ended 31-Dec-18	\$'000 Audited Year Ended 31-Dec-19	\$'000 Audited Year Ended 31-Dec-18
Third party revenue	37,079	33,976	120,342	128,256
Income/(loss) from operating activities	6,802	5,557	(5,842)	(347)
Finance costs	(795)	(135)	(1,263)	(615)
Income/(loss) before taxation	6,007	5,422	(7,105)	(962)
Taxation	(1,052)	(2,261)	1,465	(1,356)
Net income/(loss) for the period	4,955	3,161	(5,640)	(2,318)
Other comprehensive income/(loss) net of taxation	7,611	147	7,641	(586)
Total comprehensive income/(loss) for the period	12,566	3,308	2,001	(2,904)
Basic loss per share			(0.14)	(0.06)
Dividends paid per share			-	0.10

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	\$'000 Audited Balance as at 31-Dec-19	\$'000 Audited Balance as at 31-Dec-18
ASSETS		
Fixed assets	90,873	98,996
Other long term assets	142,715	119,296
	233,588	218,292
Current assets	106,027	109,282
Total Assets	339,615	327,574
EQUITY AND LIABILITIES		
Stated capital	27,288	27,288
Reserves	225,220	223,336
Total equity	252,508	250,624
Non-current liabilities	58,374	50,683
Current liabilities	28,733	26,267
Total Equity and Liabilities	339,615	327,574

MA

Peter Clarke
Chairman

AS

Alain Nicholas Sabga
Managing Director

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER, 2019

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

Note 1. Basis of preparation:

The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary consolidated financial statements are derived from the audited consolidated financial statements of Guardian Media Limited and its subsidiaries for the year ended 31 December 2019, which are prepared in accordance with International Financial Reporting Standards.

Note 2. Significant accounting policies:

These summary consolidated financial statements have been prepared in accordance with the accounting policies set out in "Note 2" of the 31 December 2019 audited consolidated financial statements consistently applied from period to period. The Group has adopted all the new and revised accounting standards and interpretations that are mandatory for annual accounting periods on or after 1 January 2019 and which are relevant to the Group's operations. The Group adopted IFRS 16 Leases using the modified retrospective method of adoption with the date of initial application of 1 January 2019. The effect of adoption of IFRS 16 as at 1 January 2019 is an increase in assets of \$12.297 million and an increase in liabilities of \$12.297 million. There were no adjustments to equity.

Note 3. Stated Currency:

Rounded to the nearest thousand Trinidad & Tobago Dollars.



Note 4. Segment information:

The Group's segments are organised and managed separately according to the nature of these services provided by each segment. The reportable segments are the Print and Multi-Media segments. The Print segment is mainly involved in newspaper circulation and other printing services for other publishers. The Multi-Media segment provides broadcasting services through its seven (7) radio stations as well as the live television station.

	Print Segment		Multi-media Segment		Total	Total
	Audited Year Ended 2019	Audited Year Ended 2018	Audited Year Ended 2019	Audited Year Ended 2018	Audited Year Ended 2019	Audited Year Ended 2018
Revenue	58,498	58,123	61,844	70,133	120,342	128,256
(Loss)/Income before taxation	(6,537)	(2,509)	(568)	1,547	(7,105)	(962)
Assets	175,630	169,977	163,985	157,597	339,615	327,574
Liabilities	39,198	34,628	47,909	42,322	87,107	76,950
Depreciation and amortisation	7,042	6,564	5,912	8,421	12,954	14,985
Capital expenditure	2,843	2,030	1,766	3,561	4,609	5,591