



# ONE CARIBBEAN MEDIA LIMITED

CONSOLIDATED UNAUDITED RESULTS FOR THIRD QUARTER ENDING 30 SEPTEMBER, 2020

## CHAIRMAN'S STATEMENT

I am pleased to report that the OCM Group had a resilient third quarter. The Group achieved a NPBT of TT\$12M (US\$1.8M) for the quarter, an 18% increase over the comparative period last year. Our third quarter performance was positively impacted by the Trinidad and Tobago General Election in August and the efficiency improvement strategies implemented since the first quarter.

For the three quarters ended 30 September 2020, the Group is reporting Revenues of TT\$223M / US\$32.7M (2019: \$267M / US\$39.3M) and NPBT of TT\$18.3M / US\$2.7M (2019: TT\$32M / US\$4.7M).

In October, the Trinidad Express entered into a printing partnership arrangement with another daily newspaper which will see publications of both newspapers being printed by the Trinidad Express. This will ultimately result in improved efficiencies for both newspapers.

Regrettably, in this period, the CCN Group in Trinidad served retrenchment notices on 49 persons following an extensive restructuring exercise which sought to substantially improve operational efficiencies and better align the

organization to the new revenue realities of the Media Industry.

The Covid-19 pandemic has negatively impacted the Group's businesses. Notwithstanding this, the non-media investments in Internet services, Distribution and Real Estate performed satisfactorily. In this regard, Green Dot Limited, which is involved in the provision of internet and cable services, delivered strong profitability growth. Additionally, the Group has been able to progress its strategic initiatives, including the development of solar energy installations in Barbados and the expansion of the Internet services foot print in Trinidad.

On a troubling note, on 23 October 2020 I had reason to report to the Trinidad and Tobago Securities and Exchange Commission (TTSEC) a number of suspicious Share Trades which have had the effect of pushing down the Group's share price and thereby reducing its market capitalization. It is the Board's position that the current market capitalization of the

Group as a result of these trades, in no way reflects the intrinsic value of our business which continues to have a strong balance sheet with assets of over TT\$800M (US\$118M). The TTSEC has since responded indicating that the report is being investigated.

The health and safety of our employees remain of paramount importance to our management along with ensuring that our strategic initiatives continue to be advanced.

Faarees Hosein  
Chairman  
29 October, 2020

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	UNAUDITED 3RD QTR SEPT 20 TT\$'000	UNAUDITED 3RD QTR SEPT 19 TT\$'000	UNAUDITED 9 MONTH SEPT 20 TT\$'000	UNAUDITED 9 MONTH SEPT 19 TT\$'000	AUDITED 12 MONTH DEC 19 TT\$'000
Revenue	81,035	89,766	222,759	267,065	369,442
Cost of providing services	(54,166)	(63,051)	(160,684)	(185,804)	(258,321)
<b>Gross profit</b>	<b>26,869</b>	<b>26,715</b>	<b>62,075</b>	<b>81,261</b>	<b>111,121</b>
Administrative expenses	(13,997)	(17,851)	(43,051)	(51,014)	(63,998)
Marketing expenses	67	(482)	(576)	(1,303)	(3,058)
	<b>12,939</b>	<b>8,382</b>	<b>18,448</b>	<b>28,944</b>	<b>44,065</b>
Net impairment (losses)/gains on financial assets	(1,367)	(225)	(3,027)	(452)	2,326
Impairment losses on other assets	-	-	-	-	(99,895)
Dividend income	374	449	996	1,138	2,030
Interest income	389	396	1,163	1,265	1,677
Finance costs	(1,549)	(1,405)	(4,656)	(4,939)	(6,804)
Share of profit of associate and joint venture	1,325	2,690	5,423	6,173	9,651
<b>Profit/(loss) before tax</b>	<b>12,111</b>	<b>10,287</b>	<b>18,347</b>	<b>32,129</b>	<b>(46,950)</b>
Taxation	(3,773)	(2,882)	(7,679)	(9,276)	(14,085)
<b>Profit/(loss) for the period</b>	<b>8,338</b>	<b>7,405</b>	<b>10,668</b>	<b>22,853</b>	<b>(61,035)</b>
<b>Other comprehensive income/(loss):</b>					
<b>Items that will not be reclassified to profit or loss</b>					
Remeasurement of Net Defined Benefit Asset	-	-	-	-	20,017
Deferred taxation	-	-	-	-	(3,389)
	-	-	-	-	<b>16,628</b>
<b>Items that may be subsequently reclassified to profit or loss</b>					
Currency translation differences	450	144	622	40	1,379
Revaluation of investments	-	-	-	163	2,513
	<b>450</b>	<b>144</b>	<b>622</b>	<b>203</b>	<b>3,892</b>
<b>Total comprehensive income/(loss) for the period</b>	<b>8,788</b>	<b>7,549</b>	<b>11,290</b>	<b>23,056</b>	<b>(40,515)</b>
<b>Attributable to:</b>					
- Non-controlling interests	91	115	514	252	388
- Owners of the parent	8,697	7,434	10,776	22,804	(40,903)
<b>Total comprehensive income/(loss) for the period</b>	<b>8,788</b>	<b>7,549</b>	<b>11,290</b>	<b>23,056</b>	<b>(40,515)</b>
<b>Earnings/(Loss) per share inclusive of ESOP shares</b>	<b>TT \$0.12</b>	<b>TT \$0.11</b>	<b>TT \$0.15</b>	<b>TT \$0.33</b>	<b>TT (\$0.89)</b>

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	UNAUDITED 9 MONTH SEPT 20 TT\$'000	UNAUDITED 9 MONTH SEPT 19 TT\$'000	AUDITED 12 MONTH DEC 19 TT\$'000
<b>Balance at beginning of period</b>	<b>615,593</b>	<b>695,907</b>	<b>695,907</b>
Total comprehensive income/(loss) for the period	11,290	23,056	(40,515)
Sale/allocation of treasury shares	857	-	-
Repurchase of treasury shares	(367)	(1,303)	(1,574)
Share options exercised	-	(268)	(268)
Dividends to equity holders	-	(37,957)	(37,957)
<b>Balance at end of period</b>	<b>627,373</b>	<b>679,435</b>	<b>615,593</b>

## NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 30 SEPTEMBER, 2020

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 31 December, 2019

## CONSOLIDATED BALANCE SHEET

	UNAUDITED 9 MONTH SEPT 20 TT\$'000	UNAUDITED 9 MONTH SEPT 19 TT\$'000	AUDITED 12 MONTH DEC 19 TT\$'000
<b>ASSETS</b>			
Non-current assets	600,688	696,725	622,206
Current assets	260,690	238,918	242,303
<b>TOTAL ASSETS</b>	<b>861,378</b>	<b>935,643</b>	<b>864,509</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and Reserves</b>			
Share capital	390,916	390,916	390,916
Redemption liability	(6,700)	(6,700)	(6,700)
Other reserves	32,090	28,005	31,468
Retained earnings	227,749	286,024	218,854
	<b>644,055</b>	<b>698,245</b>	<b>634,538</b>
Non-controlling interests	23,652	23,002	23,138
Unallocated shares held by ESOP	(40,334)	(41,812)	(42,083)
<b>TOTAL EQUITY</b>	<b>627,373</b>	<b>679,435</b>	<b>615,593</b>
Non-current liabilities	122,953	122,560	128,752
Current liabilities	111,052	133,648	120,164
<b>TOTAL LIABILITIES</b>	<b>234,005</b>	<b>256,208</b>	<b>248,916</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>861,378</b>	<b>935,643</b>	<b>864,509</b>

## CONSOLIDATED STATEMENT OF CASH FLOWS

	UNAUDITED 9 MONTH SEPT 20 TT\$'000	UNAUDITED 9 MONTH SEPT 19 TT\$'000	AUDITED 12 MONTH DEC 19 TT\$'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit/(loss) before tax	18,347	32,129	(46,950)
Adjustments for:			
Depreciation	16,189	16,645	22,625
Amortisation	1,963	1,995	2,659
Interest income	(1,163)	(1,265)	(1,677)
Finance costs	4,656	4,939	6,804
Dividend income	(996)	(1,138)	(2,030)
Impairment	-	-	99,895
(Profit)/loss on disposal of fixed assets	(1)	7	26
Share of profit of associate and joint venture	(5,423)	(6,173)	(9,651)
Profit on disposal of financial assets	-	-	(505)
Allocation of ESOP shares	857	-	-
Share option scheme	-	(268)	(268)
Decrease in retirement benefit asset	96	466	1,116
Net change in operating assets and liabilities	(16,397)	(1,439)	(13,099)
	<b>18,128</b>	<b>45,898</b>	<b>58,945</b>
Interest paid	(835)	(3,130)	(5,178)
Taxation payments	(5,702)	(7,690)	(9,448)
Net cash generated from operating activities	<b>11,591</b>	<b>35,078</b>	<b>44,319</b>
Net cash generated from/(used in) investing activities	145	(24,744)	(32,336)
Net cash used in financing activities	(8,160)	(37,760)	(35,508)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>3,576</b>	<b>(27,426)</b>	<b>(23,525)</b>
<b>Cash and cash equivalents</b>			
at beginning of period	40,361	63,886	63,886
at end of period	<b>43,937</b>	<b>36,460</b>	<b>40,361</b>
<b>Represented by:</b>			
Cash and cash equivalents	46,401	54,449	45,800
Bank overdrafts	(2,464)	(17,989)	(5,439)
	<b>43,937</b>	<b>36,460</b>	<b>40,361</b>

Director:

Director: