

APD LIMITED
Unaudited Interim Financial Statements
For The Year Ended 30th June 2024

APD LIMITED
(Incorporated under the laws of the Commonwealth of The Bahamas)

Unaudited Interim Statement of Financial Position
As of June 31, 2024 and June 30, 2023
(Amounts expressed in Bahamian dollars)

	June 30, 2024	June 30, 2023, (Audited)
	\$	\$
ASSETS		
Current assets		
Cash and cash equivalents	17,765,305	16,194,347
Accounts receivable	4,755,244	2,828,080
Tax receivable	700,844	584,793
Deposits, prepayments and other assets	1,351,206	1,331,528
Spare parts inventory	687,521	694,071
Investments	211,908	2,480,905
Total current assets	25,472,028	24,113,724
Non-current assets		
Property, plant and equipment	81,581,620	78,935,014
Right-of-use asset	50,685,075	49,709,236
Investments	3,161,868	2,903,738
Total non-current assets	135,428,563	131,547,988
Total assets	160,900,591	155,661,712
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable	237,185	315,890
Due to related parties	2,196,231	1,472,223
Accrued expenses and other liabilities	1,901,822	1,183,147
Current portion of lease liability	81,564	75,703
Current portion of long term debt	2,057,067	2,057,067
Total current liabilities	6,473,869	5,104,030
Non-current liabilities		
Long term debt	23,656,267	24,684,800
Lease liability	53,839,221	52,297,487
Deposits held	276,863	274,663
Total non-current liabilities	77,772,351	77,256,950
Total liabilities	84,246,220	82,360,980
Equity		
Share capital	49,969	49,969
Share premium	49,192,308	49,192,308
Retained earnings	27,412,094	24,058,455
Total equity	76,654,371	73,300,732
Total liabilities and equity	160,900,591	155,661,712

APD LIMITED

Unaudited Interim Statement of Comprehensive Income
For the year ended June 30, 2024
(Amounts expressed in Bahamian dollars)

	2024	2023
	\$	\$
Revenue		
Landing fees	15,667,781	15,063,550
Terminal handling fees	5,326,677	4,870,963
Stevedoring fees	3,494,458	3,388,435
Security	2,977,063	2,852,470
Storage fees	1,871,197	3,594,932
Gate fees	2,446,973	2,404,835
Subleases	1,506,589	1,464,212
Reefer line	1,287,650	1,396,650
Hazmat fees	365,350	334,050
Dockage	386,572	311,517
Line handling fees	104,000	87,850
Other income	241,750	69,172
Total revenue	35,676,060	35,838,636
Expenses		
Salaries, employee benefits and training	5,004,221	5,035,613
Terminal handling costs	5,086,603	5,281,709
Government fees & taxes	1,083,727	1,254,407
Repairs and maintenance	1,505,206	1,049,211
Utilities	1,278,095	1,101,323
Government lease	1,040,037	998,986
Security	391,600	371,535
Legal and other professional fees	1,000,019	821,924
Insurance	396,187	364,733
Other operating expenses	346,533	458,110
Office supplies, postage and delivery	120,361	176,978
Company meetings and events	107,644	85,005
Loss on disposal of assets	3,943	161,188
Total expenses	17,364,176	17,160,722
Earnings before interest, depreciation and amortisation	18,311,884	18,677,914

APD LIMITED

Unaudited Interim Statement of Comprehensive Income (Continued)
For the year ended June 30, 2024
(Amounts expressed in Bahamian dollars)

	2024	2023
	\$	\$
Depreciation and amortisation		
Depreciation - property, plant and equipment	3,057,963	5,361,160
Depreciation-right-of-use-asset	<u>649,810</u>	<u>675,632</u>
Total depreciation and amortisation	<u>3,707,773</u>	<u>6,036,792</u>
Earnings before interest	<u>14,604,111</u>	<u>12,641,122</u>
Finance costs		
Interest expense	813,099	876,868
Interest on lease liability	<u>2,429,948</u>	<u>2,532,557</u>
Interest income	<u>(487,342)</u>	<u>(455,128)</u>
Total finance costs, net	<u>2,755,705</u>	<u>2,954,297</u>
Total earnings for the period attributable to the equity holders	<u>11,848,406</u>	<u>9,686,825</u>
Total comprehensive income for the period	<u>11,848,406</u>	<u>9,686,825</u>
Basic and diluted earnings per share	<u>2.37</u>	<u>1.94</u>

APD LIMITED**Unaudited Interim Statement of Changes in Equity**
For the year ended June 30, 2024
(Amounts expressed in Bahamian dollars)

	Share capital \$	Share premium \$	Retained earnings \$	Total \$
Balance at July 1, 2022	49,969	49,192,308	21,367,311	70,609,588
Total comprehensive income for the period	-	-	9,686,825	9,686,825
Dividend paid for the period			(6,995,681)	(6,995,681)
Balance at June 30, 2023	49,969	49,192,308	24,058,455	73,300,732
Balance at July 1, 2023	49,969	49,192,308	24,058,455	73,300,732
Total comprehensive income for the period			11,848,406	11,848,406
Dividend paid for the period	-	-	(8,494,768)	(8,494,768)
Balance at June 30, 2024	49,969	49,192,308	27,412,094	76,654,371

APD LIMITED

Unaudited Interim Statement of Cash Flows
For the year ended June 30, 2024
(Amounts expressed in Bahamian dollars)

	2024	2023
	\$	\$
Cash flows from operating activities		
Total comprehensive income for the period	11,848,406	9,686,825
Adjustments for:		
Depreciation - property, plant and equipment	3,057,963	5,361,160
Depreciation - right-of-use-asset	649,810	675,632
Amortisation of bond discount	(186,085)	(217,717)
Gain on investments	(132,242)	-
Loss on disposal of property, plant and equipment	3,943	161,188
Interest income	(487,342)	(455,128)
Interest on lease liability	2,429,948	2,532,557
Loan interest expense	813,099	876,868
Operating profit before changes in working capital	17,997,500	18,621,385
(Increase) / decrease in accounts receivable	(1,927,164)	231,480
Increase in deposit, prepayments & other assets	(19,678)	(307,352)
Decrease in spare parts inventory	6,550	93,270
(Increase) / decrease in tax receivable	(116,051)	167,605
Increase in deposits held	2,200	-
Decrease in accounts payable	(78,705)	(152,897)
Increase in due to related parties	724,008	228,851
Decrease in accrued expense and other liabilities	718,675	149,401
Net cash provided by operating activities	17,307,335	19,031,743
Cash flows from investing activities		
Acquisition of property and equipment	(5,708,513)	(6,005,567)
Sale / (Purchase) of investments	2,329,194	(4,741,926)
Net cash used in investing activities	(3,379,319)	(10,747,493)
Cash flows from financing activities		
Principal payment on long term debt	(1,028,533)	(2,057,067)
Principal payment on lease liability	(78,053)	(72,443)
Dividends paid to ordinary shareholders	(8,494,767)	(6,995,681)
Interest income received	487,342	455,128
Interest expense paid	(813,099)	(876,868)
Interest expense paid on lease liability	(2,429,948)	(2,360,053)
Net cash used in financing activities	(12,357,058)	(11,906,984)
Increase / (Decrease) in cash and cash equivalents	1,570,958	(3,622,734)
Cash and cash equivalents, beginning of the period	16,194,347	19,817,081
Cash and cash equivalents, end of the period	17,765,305	16,194,347

APD LIMITED

Condensed Notes to the Unaudited Interim Financial Statements For the year ended June 30, 2024

1. General information

APD Limited (the Company) was incorporated on February 24, 2009, under the Companies Act, 1992 of the Commonwealth of The Bahamas (The Bahamas). The Company is 40% owned by The Treasurer of The Bahamas, 40% owned by Arawak Cay Port Development Holdings Limited (ACPDHL) and 20% owned by the general public, hereinafter collectively referred to as the Shareholders. ACPDHL is owned by a consortium of private companies operating in The Bahamas.

The Company is a public company, which was listed on the Bahamas International Securities Exchange effective April 11, 2012. The Company's registered office is located at Ocean Centre, Montagu Foreshore, East Bay Street, New Providence, The Bahamas.

On May 10, 2010, the Company and the Government of The Bahamas (the Government) entered into a Memorandum of Understanding (MOU), whereby the Government initiated the relocation of the freight, cargo and port handling activities from downtown Bay Street on the island of New Providence to Arawak Cay, New Providence, and the Company agreed to design, develop, construct, manage, operate and maintain a new commercial port at Arawak Cay to be known as Nassau Container Port (the Port) and an inland terminal on Gladstone Road, to be known as Gladstone Freight Terminal (the Depot) (Note 13).

In accordance with the MOU, 20% of the Company's ordinary shares were offered for sale to the general public through an Initial Public Offering (IPO) held in February 2012. At the conclusion of the IPO, the Government and ACPDHL each owned 40% and the general public owned 20% of the ordinary share capital of the Company.

The Port and Depot facilities were developed on 56.55 acres of land on Arawak Cay, New Providence (the Port Land) and 15 acres of land at Gladstone Road, New Providence (the Depot Land). On June 21, 2011, the Minister responsible for the Lands and Survey, acting on behalf of the Government leased the Port Land and Depot Land and licensed 27.88 acres of seabed for use of the Company for 45 years which became effective May 1, 2012 and August 13, 2012, respectively, when the Port and Depot facilities were substantially completed.

The Company commenced operations on the date of substantial completion of the Port facility on May 1, 2012. Operations of the Port include a break bulk, a bulk and a container terminal that has 1,167 linear feet of berthing. The container terminal will have the capability of handling at least 75,000 Twenty-foot Equivalent Units (TEUs) annually. The Depot is comprised of 100,000 square feet and 10,000 square feet of warehouse and administrative office space respectively, and serves as a deconsolidation and distribution centre.

These condensed interim financial statements have not been audited.

2. Basis of preparation

These unaudited interim financial statements for the six months ended March 31, 2024 have been prepared in accordance with International Accounting Standard (IAS) 34, 'Interim financial reporting'. The condensed interim financial information should be read in conjunction with the annual financial statements for the year ended June 30, 2023, which have been prepared in accordance with the International Financial Reporting Standards (IFRSs).

APD LIMITED

Condensed Notes to the Unaudited Interim Financial Statements For the year ended June 30, 2024

3. Accounting policies

The accounting policies applied, methods of computation and presentation are consistent with those of the annual financial statements for the year ended June 30, 2023.

4. Estimates

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended June 30, 2023.

5. Financial risk management

5.1 Financial risk factors

The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

These condensed financial statements do not include all the financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with the Company's annual financial statements as at June 30, 2023. There have been no changes in the Company's risk management policies since June 30, 2023.

5.2 Liquidity risk

Compared to year end there was no material change in the contractual undiscounted cash flows for the financial liabilities.

6. Seasonality of operations

Due to the nature of the Company's operations, seasonal trends are not applicable.