

PULSE INVESTMENTS LIMITED

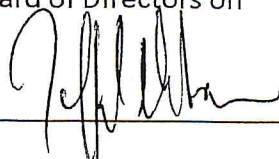
STATEMENT OF FINANCIAL POSITION

Quarter ended September 30, 2013

Notes	30/09/13 \$'000	Audited 30/06/13 \$'000	30/09/12 \$'000	Audited 30/06/12 \$'000
ASSETS				
NON-CURRENT ASSETS:				
Property, plant & equipment	84,406	82,885	78,686	77,791
Intangible assets	92,720	92,720	92,720	92,720
Investment property	981,516	959,942	886,646	866,483
	<u>1,158,642</u>	<u>1,135,547</u>	<u>1,058,052</u>	<u>1,036,994</u>
CURRENT ASSETS				
Trade and other receivables	9,079	12,651	22,294	29,023
Advertising entitlements receivable	152,089	132,089	82,029	62,029
Unexpired sponsorships in kind	70,998	46,198	70,896	49,896
Related party			-	3,278
Cash and cash equivalents	20,755	16,594	11,036	6,284
	<u>252,921</u>	<u>207,532</u>	<u>186,255</u>	<u>150,510</u>
	<u>1,411,563</u>	<u>1,343,079</u>	<u>1,244,307</u>	<u>1,187,504</u>
RESERVES AND LIABILITIES				
SHAREHOLDERS EQUITY				
Share capital	152,367	152,367	152,367	152,367
Share premium	366,376	366,376	366,376	366,376
Capital reserve	2,637	2,637	2,637	2,637
Capital redemption reserve	20,500	20,500	20,500	20,500
Revaluation reserve	43,118	41,222	34,400	33,208
Shares to be issued	2,609	2,609	2,609	2,609
Retained earnings	664,957	609,546	533,604	481,647
	<u>1,252,564</u>	<u>1,195,257</u>	<u>1,112,493</u>	<u>1,059,344</u>
NON-CURRENT LIABILITY				
Long-term loans				
CURRENT LIABILITIES				
Accounts payable and accrued charges	52,846	57,865	48,624	50,149
Deferred unexpired sponsorships in kind	46,198	46,198	49,896	49,896
Due to related party	31,244	16,284	7,054	-
Bank overdraft	9,257	6,431	792	2,137
Current portion of long term loans	19,454	21,044	25,448	25,978
	<u>158,999</u>	<u>147,822</u>	<u>131,814</u>	<u>128,160</u>
	<u>1,411,563</u>	<u>1,343,079</u>	<u>1,244,307</u>	<u>1,187,504</u>

The financial statements on pages 3 to 8 were approved for issue by the Board of Directors on and signed on its behalf by:-

Director



Director

PULSE INVESTMENTS LIMITED

Statement of changes in Stockholders' Equity
Quarter ended September 30, 2013

	Share Capital \$'000	Share premium \$'000	Capital reserve \$'000	Capital redemptio n reserve \$'000	Revaluatio n reserve \$'000	Shares to be issued \$'000	Retained earnings \$'000	Total \$'000
Balances as at June 2012	152,367	366,376	2,637	20,500	33,208	2,609	481,647	1,059,344
Total comprehensive income Profit/(Loss) for the quarter ended September 30, 2012					1,192		51,957	53,149
Balance at 30/9/2012	<u>152,367</u>	<u>366,376</u>	<u>2,637</u>	<u>20,500</u>	<u>34,400</u>	<u>2,609</u>	<u>533,604</u>	<u>1,112,493</u>
Balances as at June 2012	152,367	366,376	2,637	20,500	33,208	2,609	481,647	1,059,344
Total comprehensive income: Profit for the year					8,014	-	127,899	135,913
Total comprehensive income: Balance at June 30, 2013	<u>152,367</u>	<u>366,376</u>	<u>2,637</u>	<u>20,500</u>	<u>33,208</u>	<u>2,609</u>	<u>609,546</u>	<u>1,195,257</u>
Total comprehensive income Profit for the quarter ended September 30, 2013					1,896		55,411	57,307
	<u>152,367</u>	<u>366,376</u>	<u>2,637</u>	<u>20,500</u>	<u>35,104</u>	<u>2,609</u>	<u>664,957</u>	<u>1,252,564</u>

PULSE INVESTMENTS LIMITED**STATEMENT OF COMPREHENSIVE INCOME**
Quarter ended September 30, 2013.

	30/09/13 \$'000	Audited 30/06/13 \$'000	30/09/12 \$'000	Audited 30/06/12 \$'000
REVENUE				
Operating Revenue	63,906	259,912	61,949	241,878
Administrative and other expense	(30,069)	(210,912)	(29,106)	(145,839)
PROFIT FROM OPERATIONS	33,837	49,000	32,843	96,039
Fair value appreciation on investment property	21,574	77,983	20,163	63,316
Other income		1,460		10,731
Profit before finance costs	55,411	128,443	53,006	170,086
Net finance costs:				
Foreign exchange losses				
Finance income				
Finance costs	-	(544)	(1,049)	(4,980)
PROFIT FOR THE PERIOD	55,411	127,899	51,957	165,106
Other comprehensive income:				
Gain on leasehold revaluation	1,896	8,014	1,192	7,478
Total comprehensive income for the period	57,307	135,913	53,149	172,584
EARNINGS PER SHARE	0.20	0.48	0.19	0.59

PULSE INVESTMENTS LIMITED

Statement of Cash Flows
Quarter ended September 30, 2013

	30/09/13 \$'000	Audited 30/06/13 \$'000	30/09/12 \$'000	Audited 30/06/12 \$'000
Cash flows from operating activities				
Profit for the period	55,411	127,899	51,957	165,106
Adjustments for:				
Fair value appreciation on investment property	(21,574)	(77,983)	(20,163)	(63,316)
Depreciation	375	3,058	374	3,103
Effects of exchange rate translation			-	6
Interest expense	-	544	1,049	4,980
	<u>34,212</u>	<u>53,518</u>	<u>33,217</u>	<u>109,879</u>
Operating cash flows before movements in working capital				
Changes in operating assets and liabilities:				
Trade and other receivables	(41,228)	(53,688)	(34,271)	(74,807)
Payables and accruals	(5,019)	7,716	(1,525)	3,874
Related party	14,960	19,562	10,332	(19,631)
Cash provided by operating activities	<u>2,925</u>	<u>27,108</u>	<u>7,753</u>	<u>19,315</u>
Cash flows from investing activities				
Additions to property, Plant & equipment		(138)	(77)	(208)
Additions to investment properties	-	(15,476)	-	(11,713)
Net cash used by investing activities	<u>-</u>	<u>(15,614)</u>	<u>(77)</u>	<u>(11,921)</u>
Cash from financing activities				
Interest paid	-	(544)	(1,049)	(4,907)
Loans received				
Loans repaid	(1,590)	(4,934)	(530)	(1,610)
Net cash (used)/provided by financing activities	<u>(1,590)</u>	<u>(5,478)</u>	<u>(1,579)</u>	<u>(6,517)</u>
Net increase in cash and cash equivalents	1,335	6,016	6,097	877
Cash and cash equivalents at beginning of period	10,163	4,147	4,147	3,276
Effects of exchange rate translation		-		(6)
Cash and cash equivalents at end of period	<u>11,498</u>	<u>10,163</u>	<u>10,244</u>	<u>4,147</u>
Comprising cash and cash equivalents:				
Cash	20,755	16,594	11,036	6,284
Bank overdraft	(9,257)	(6,431)	(792)	(2,137)
	<u>11,498</u>	<u>10,163</u>	<u>10,244</u>	<u>4,147</u>

The accompanying notes form an integral part of the financial statements.

PULSE INVESTMENTS LIMITED

Notes to the Financial Statements
Quarter ended September 30, 2013

1. The company

The company was incorporated in Jamaica under the Companies Act on August 6, 1993 and commenced trading on November 1, 1993. The company is domiciled in Jamaica and is controlled by the Executive Chairman, Mr. Kingsley Cooper. The company's shares are listed on the Jamaica Stock Exchange.

The principal activities of the company are model agency representation, multi-media production, marketing, show production and sub-letting of leasehold properties. The registered office of the company is situated at 38a Trafalgar Road, Kingston 10, Jamaica, W.I.

2. Statement of compliance, basis of preparation and significant accounting policies.

(a) Statement of compliance

The financial statements are prepared in accordance with International Financial Reporting Standards (IFRS) and their interpretations adopted by the International Accounting Standards Board, and comply with the provisions of the Jamaican Companies Act.

These financial statements have been prepared using the same accounting policies and methods of computation as compared with the audited financial statements for the year ended June 30, 2013.

(b) Revenue recognition:

Operating revenue represents income from sale of TV programming, market sponsorship, model agency representation, show production and promotion, and rental income from sub-letting leasehold properties.

Advertising entitlements/Sale of TV programming

Advertising entitlements are received in part or full consideration for the company's produced and branded TV programmes sold to broadcasting stations. The company utilises these entitlements or makes them available to sponsors. Revenue from advertising entitlements is recognised to the extent of expenses that are recoverable.

Sponsorship in kind

Sponsorship in kind represent services provided by sponsors. These are recognised in income in the period that the associated expenses are recognised.

Model agency representation

Revenue from model agencies is recognised as commissions or management fees earned. Commissions are earned when models represented by the company have completed modelling

assignments. No revenue is recognised if there are significant uncertainties regarding recovery of the consideration due.

Show production

Revenue from the production and promotion of shows is recognised in accordance with the terms of the various contractual agreements.

Operating leases

Income and expenses under operating leases are recognised in profit and loss on a straight line basis over the term of the lease.