

**CARGO** Handlers Ltd.

2<sup>nd</sup> Quarter

Financial Statements

March 2015

# Cargo Handlers Limited

Statement of Financial Position  
6 months ending March 31, 2015

	Unaudited Mar 2015 \$	Unaudited Mar 2014 \$	Audited Sept 2014 \$
<b>Non-Current Assets</b>			
Property, plant & equipment	57,123,778	10,198,352	60,341,606
Related Companies	8,426,878	632,655	48,600,135
Investments	-	63,600,000	
Deferred tax asset	-	233	-
<b>Current Assets</b>			
Receivables	46,688,539	38,621,734	42,979,777
Taxation recoverable	577,906	502,006	525,341
Cash	138,279,297	88,549,613	93,271,137
	185,545,742	127,673,354	136,776,255
<b>Current Liabilities</b>			
Payables	16,801,997	12,327,136	23,099,726
Directors' current accounts	68,959	1,259,055	2,771,005
Borrowings	40,822	-	28,664
	16,911,779	13,586,191	25,899,395
<b>Net Current Assets/(Liabilities)</b>	<u>168,633,963</u>	<u>114,087,163</u>	<u>110,876,860</u>
	<u>234,184,619</u>	<u>188,518,403</u>	<u>219,818,601</u>
<b>Shareholders' Equity</b>			
Share capital	43,175,494	43,175,494	43,175,494
Capital reserve	172,311	172,311	172,311
Retained earnings	187,647,171	126,136,990	156,672,900
	230,994,976	169,484,795	200,020,705
<b>Non-Current Liability</b>			
Deferred tax liability	889,643	-	889,643
Related Companies	2,300,000	19,033,608	18,908,253
	<u>234,184,619</u>	<u>188,518,403</u>	<u>219,818,601</u>

Approved by the Board of Directors and signed on its behalf by:

Antony Hart

Director

Jane Fray

Director

# Cargo Handlers Limited

Statement of Comprehensive Income

6 months ending Mar 31, 2015

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	3 months to Mar 2015	3 months to Mar 2014	6 months to Mar 2015	6 months to Mar 2014
	\$	\$	\$	\$
<b>Revenue</b>	61,412,950	46,972,188	123,546,641	91,245,295
Other income	2,326,305	1,353,031	2,667,380	8,186,927
Administrative expenses	(3,624,566)	(3,303,653)	(7,225,099)	(7,161,344)
Other operating expenses	<u>(22,534,275)</u>	<u>(19,220,273)</u>	<u>(42,030,856)</u>	<u>(40,984,284)</u>
<b>Operating Profit</b>	37,580,414	25,801,292	76,958,065	51,286,593
Interest Income	1,088,478	451,034	2,069,349	1,065,193
Finance costs	<u>(203,254)</u>	<u>(334,761)</u>	<u>(441,012)</u>	<u>(686,257)</u>
<b>Profit before Taxation</b>	38,465,638	25,917,565	78,586,402	51,665,529
Taxation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Profit, being Total Comprehensive Income for period</b>	<u>38,465,638</u>	<u>25,917,565</u>	<u>78,586,402</u>	<u>51,665,529</u>
<b>Earnings Per Share (EPS)</b>	<b>0.92</b>	<b>0.62</b>	<b>1.89</b>	<b>1.24</b>

## Cargo Handlers Limited

Statement of Changes in Equity  
6 months ending Mar 31, 2015

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	Number of Stock Units	Share Capital \$	Capital Reserve \$	Retained Earnings \$	Total \$
<b>Balance at 30 September 2013</b>	<b>37,465,830</b>	<b>43,175,494</b>	<b>172,311</b>	<b>93,516,316</b>	<b>136,864,121</b>
Net profit, being total comprehensive income for the period	-	-	-	51,665,529	51,665,529
<b>Transactions with owners:</b>	-	-	-	-	-
Dividends paid				(19,044,854)	(19,044,854)
<b>Balance at 31 March 2014</b>	<b>37,465,830</b>	<b>43,175,494</b>	<b>172,311</b>	<b>126,136,990</b>	<b>169,484,795</b>
<b>Balance at 30 September 2014</b>	<b>37,465,830</b>	<b>43,175,494</b>	<b>172,311</b>	<b>156,672,900</b>	<b>200,020,705</b>
Net profit, being total comprehensive income for the period	-	-	-	78,586,402	78,586,402
<b>Transactions with owners:</b>	-	-	-	-	-
Dividends paid				(47,612,132)	(47,612,132)
<b>Balance at 31 March 2015</b>	<b>37,465,830</b>	<b>43,175,494</b>	<b>172,311</b>	<b>187,647,171</b>	<b>230,994,976</b>

# Cargo Handlers Limited

Statement of Cash Flows

6 months ending March 31, 2015

	Mar 2015	Mar 2014
	\$	\$
<b>Cash Flows from Operating Activities</b>		
Net Profit	78,586,402	51,665,529
Items not affecting cash:		
Unrealised exchange (gain)/loss	(2,203,434)	(7,534,448)
Depreciation	3,364,924	634,332
Interest income	(2,069,349)	(1,065,193)
Interest expense	441,012	686,257
Changes in operating assets and liabilities:		
Receivables	36,688	(19,413,490)
Payables	(6,472,176)	(4,103,850)
Directors' current accounts	(2,702,046)	(2,141,095)
Cash (used in)/provided by operating activities	68,982,022	18,728,043
Income tax paid/recoverable	(52,565)	(36,639)
Net cash (used in)/provided by operating activities	<u>68,929,457</u>	<u>18,691,404</u>
<b>Cash Flows from Investing Activities</b>		
Purchase of property, plant & equipment	(147,096)	-
Investments	-	(63,600,000)
Interest received	2,069,349	1,065,193
Cash provided by investing activities	<u>1,922,253</u>	<u>(62,534,807)</u>
<b>Cash Flows from Financing Activities</b>		
Related Companies	19,994,002	13,591,515
Interest paid	(441,012)	(686,258)
Bank Overdraft	40,822	-
Dividends	(47,612,132)	(19,044,853)
Cash provided by financing activities	<u>(28,018,320)</u>	<u>(6,139,597)</u>
(Decrease)/Increase in net cash and cash equivalents	42,833,390	(49,983,000)
Effect of exchange rate on net cash and cash equivalents	2,203,434	7,534,448
Cash and cash equivalents at beginning of year	93,271,137	130,998,165
<b>Cash and cash equivalents for period ending March 31</b>	<u><u>138,279,297</u></u>	<u><u>88,549,613</u></u>

# Cargo Handlers Limited

## Selected Notes to the Financial Statements Period Ending 31 March 2015

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### 1. Identification and Principal Activity

The Company is incorporated and domiciled in Jamaica and has its registered office at Montego Freeport Shopping Centre, Montego Bay. The Company's principal activity is the provision of stevedoring services.

The Company is a publicly listed company having its listing on the Junior Market of the Jamaica Stock Exchange.

### 2. Basis of preparation

The interim financial statements for the period March 31, 2015 have been prepared in accordance with and in compliance with financial reporting standards. These interim financial statements were presented in accordance with IAS 34 "Interim Financial Reports", and follows the same accounting policies and method of computation that were used in the annual audit financial statements September 30, 2014

### 3. Taxation

The company's shares were listed on the Junior Market of the Jamaica Stock Exchange on December 28, 2010. Consequently, the company is entitled to a remission of taxes for 10 years in the proportions set out below, provided the share remain listed for at least 15 years.

Years 1 to 5	100%
Years 6 to 10	50%

### 4. Earnings per stock unit

Earnings per stock unit is calculated by dividing the profit for the period by the weighted average number of ordinary shares in issue for the period. The weighted average number of shares for the period was calculated as follows:

	Three months ended March 31, 2015	Three Months ended March 31, 2014	Six Months ended March 31, 2015	Six Months ended March 31, 2014
Issued ordinary shares at beginning of period	37,465,830	37,465,830	37,465,830	37,465,830
Effect of shares issued during the period				
Weighted average number of ordinary shares held during the period	37,465,830	37,465,830	37,465,830	37,465,830

## Management Discussions and Analysis

Cargo Handlers Limited is pleased to present its Financial Report for the six month period ending March 31, 2015; this period realized improved performances in our stevedoring activities wherein regular bulk cement handling and the seasonal “home-port” operations of cruise vessels at the Port of Montego Bay positively impacted our revenue stream. Additionally, income derived from equipment leasing and management fees in relation to our petroleum haulage business contributed significantly to overall revenue amounting to \$128.02M which was \$27.52M or 27.38% above the corresponding period last year.

Total expense for the six month period to March 31, 2015 amounted to \$49.44M and was up by \$2.86M or 6.1% over the corresponding period; these results yielded a net profit of \$78.58M which was 45.7% or \$24.66M greater than the \$53.91M for the corresponding six months to March 31, 2014.

Cargo Handlers Limited remains an integral component of the logistics mechanism that supports our local shipping industry and that which businesses in Western Jamaica are so heavily reliant on; we will continue to explore the opportunities that we feel will add value to our service offerings and by extension our clientele.

We wish to extend our sincere appreciation to the entire staff of Cargo handlers Limited for their continued commitment to service and we are optimistic that the Country’s positive economic outlook will continue to drive our successes through to the end of the year and beyond.

## TOP TEN (10) STOCKHOLDERS

As at 31 March 2015

### NAME

1.	Antony Hart	11,324,264
2.	Jane Fray	11,291,198
3.	Mark Hart	10,991,198
4.	Cargo Handlers Trust	4,159,170
5.	Mayberry Managed Clients Accounts	358,637
6.	Mayberry Investments Ltd. Pension Scheme	323,631
7.	Rosemarie McIver	276,119
8.	Robert Chin	258,000
9.	Nigel Coke	213,345
10.	Apex Pharmacy	195,000

### Directors' and Senior Officers' Interests

The interests of the Directors and Senior Officers, holding office at the end of the quarter, along with their connected persons\*, in the ordinary stock units of the Company were as follows:

#### Directors Holdings

Antony Hart	11,324,264
Jane Fray	11,291,198
Mark Hart	10,991,198
Theresa Chin	525,826

#### Senior Management Holdings

Theresa Chin	525,826
Christopher Hurge	40,000

\* Persons deemed to be connected with a director/senior manager are:

- A. The director's/senior manager's husband or wife.
- B. The director's/senior manager's minor children (these include step-children) and dependents, and their spouses.
- C. The director's /senior manager's partners.
- D. Bodies corporate of which the director/senior manager and or persons connected with him together have control.