

Cable & Wireless Jamaica Limited
Unaudited Condensed Consolidated Interim Financial Information
For The Six Months Ended September 30, 2016

Kingston, Jamaica, November 7, 2016, The Board of Directors of Cable & Wireless Jamaica Limited (the "Company") hereby releases the unaudited consolidated interim results of the Company, Jamaica Digiport International Limited, Digital Media & Entertainment Limited and other subsidiaries (collectively referred to as the "Group"), for the six months ended September 30, 2016.

Operating and financial highlights - compared to first 6 months of prior year:

- Total revenue up 13%
- Mobile subscriber base up 7%
- Mobile revenue up 29%
- Operating profit up 44%

Garfield Sinclair, CEO of Cable & Wireless Jamaica Limited, commenting on the six months results, said:

"I'm pleased to report that the first six months of the financial year maintains the positive trend of previous results. Revenues were up 13% year-on-year, primarily driven by a 29% growth in overall Mobile revenues. The performance of the Mobile business continues to be robust with a 7% year-on-year increase in total Mobile subscribers, a 31% year-on-year increase in Mobile data subscribers and a 50% year-on-year increase in Mobile data revenues. Customers are increasingly accessing the Internet with smart phones and we continue to make these handsets widely available at very affordable prices.

Broadband revenues decreased primarily due to a new introductory offer discount that occurred throughout the summer. We completed the first phase of our project to expand high-speed internet access across the island and our campaign to connect these customers in brand new areas was extremely successful.

The C&W Business ("B2B") segment grew revenues by 5% over the corresponding period for the prior year with growth in mobile acquisitions, small business solutions and data transport services.

Our dedicated staff and I will continue to put customers at the centre of everything we do by focusing on consistently improving their experience and developing product and service propositions that provide them with the best value for money while ensuring that our business model remains optimally efficient."

Financial and Operating Results - compared to first six months of the prior year:

Revenues increased by J\$1,456 or 13% year-on-year, primarily driven by a 7% growth in Mobile subscribers, which in turn drove Mobile revenue growth of 29%.

Operating Costs before Depreciation and Amortisation increased by J\$709 or 8% year-on-year, largely due to a 24% increase in outpayments and direct costs and a 9% increase in staff costs, which was partially offset by a 3% decrease in administration, marketing and selling expenses.

Operating Profit increased J\$544m or 44% year-on-year, primarily due to an increase in revenue and a release of a network restructuring provision of J\$315m, partially offset by higher depreciation expense.


The **net loss attributable to shareholders** for the period was J\$893m.


Change of Year End Date:

The Board of the Company has resolved to change the accounting reference date from March 31 to December 31. This change to the Company's financial year end will be coterminous with that of Liberty Global plc to

achieve uniformity throughout the group. The relevant applications have been approved by the Tax Administration of Jamaica.

On behalf of the Board


Mr. John Bell
Director


Dr. Carolyn Hayle
Director

Cable & Wireless Jamaica Limited
Condensed consolidated interim income statement
For the period ended September 30, 2016

	Notes	Three months ended September 30, 2016 \$m	Three months ended September 30, 2015 \$m	Six months ended September 30, 2016 \$m	Six months ended September 30, 2015 \$m
Revenue		6,488	5,627	12,531	11,075
Operating costs before depreciation and amortisation	6	(4,694)	(4,408)	(9,200)	(8,491)
Depreciation		(706)	(371)	(1,343)	(662)
Amortisation		(268)	(261)	(535)	(514)
Impairment, restructuring and other operating items, net		297	(147)	321	(178)
Operating profit		1,117	440	1,774	1,230
Finance income		16	17	32	34
Finance expense		(1,322)	(934)	(2,681)	(2,035)
Loss before income tax		(189)	(477)	(875)	(771)
Income tax expense		(9)	(8)	(18)	(17)
Loss for the period		(198)	(485)	(893)	(788)
Loss per stock unit (cents per stock unit)	7	(1.2)	(2.9)	(5.3)	(4.7)

The notes on pages 7 to 9 are an integral part of these condensed consolidated interim financial statements.

Cable & Wireless Jamaica Limited
Condensed consolidated interim statement of comprehensive loss
For the period ended September 30, 2016


	Three months ended September 30, 2016 \$m	Three months ended September 30, 2015 \$m	Six months ended September 30, 2016 \$m	Six months ended September 30, 2015 \$m
Loss for the period	(198)	(485)	(893)	(788)
Other comprehensive income for the period comprised:				
Items that will not be reclassified to profit or loss:				
Exchange differences on translation of foreign operations	18	11	30	25
Other comprehensive income for the period	18	11	30	25
Total comprehensive loss for the period	(180)	(474)	(863)	(763)


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Cable & Wireless Jamaica Limited
Condensed consolidated interim statement of financial position
As at September 30, 2016

	Notes	September 30, 2016 \$m	March 31, 2016 \$m
Assets			
Non-current assets			
Intangible assets		6,294	6,806
Property, plant and equipment		19,721	18,650
Other receivables		878	1,048
Retirement benefits assets		3,534	3,429
		30,427	29,933
Current assets			
Trade and other receivables	5	7,072	5,201
Inventories		380	801
Cash and cash equivalents		957	481
		8,409	6,483
Total assets		38,836	36,416
Liabilities			
Current liabilities			
Trade and other payables	5	7,382	8,618
Borrowings		49	79
Provisions		-	6
Due to related parties	5	1,791	560
		9,222	9,263
Non-current liabilities			
Trade and other payables		2,525	2,527
Borrowings		333	322
Provisions		1,537	1,853
Due to related parties	5	54,220	50,589
		58,615	55,291
Net liabilities		(29,001)	(28,138)
Capital and reserves attributable to the stockholders			
Share capital		16,817	16,817
Reserves		(45,818)	(44,955)
Net deficit		(29,001)	(28,138)

The notes on pages 7 to 9 are an integral part of these condensed consolidated interim financial statements.


Mr. John Bell
Director


Dr. Carolyn Hayle
Director

Cable & Wireless Jamaica Limited
Condensed consolidated interim statement of changes in equity
For the period ended September 30, 2016

	Share capital \$m	Foreign currency translation \$m	Share-based payment reserve \$m	Employee benefits reserve \$m	Accumulated deficit \$m	Net deficit \$m
Balance at March 31, 2015	16,817	533	21	1,242	(51,389)	(32,776)
Loss for the period	-	-	-	-	(788)	(788)
Exchange differences on translation of foreign operations	-	25	-	-	-	25
Total comprehensive income/(loss) for the period	-	25	-	-	(788)	(763)
Balance at September 30, 2015	16,817	558	21	1,242	(52,177)	(33,539)
Balance at March 31, 2016	16,817	597	21	2,286	(47,859)	(28,138)
Loss for the period	-	-	-	-	(893)	(893)
Exchange differences on translation of foreign operations	-	30	-	-	-	30
Total comprehensive income/(loss) for the period	-	30	-	-	(893)	(863)
Balance at September 30, 2016	16,817	627	21	2,286	(48,752)	(29,001)

The notes on pages 7 to 9 are an integral part of these condensed consolidated interim financial statements.

Cable & Wireless Jamaica Limited
Condensed consolidated interim statement of cash flows
For the period ended September 30, 2016

	Six months ended September 30, 2016 \$m	Six months ended September 30, 2015 \$m
Loss for the period	(893)	(788)
Adjustments for:		
Tax expense	18	17
Depreciation	1,343	662
Amortisation	535	514
(Gain)/loss on disposal of property, plant and equipment	(27)	8
Finance income	(32)	(34)
Finance expense	2,619	2,035
Site restoration provision	62	65
Employee benefits	(98)	(21)
Operating cash flows before working capital changes	3,527	2,458
Changes in working capital		
Decrease in provisions	(322)	(59)
Decrease/(increase) in inventories	421	(200)
(Increase)/decrease in trade and other receivables	(786)	41
Increase in related parties' balances	(1,660)	(1,264)
(Decrease)/increase in trade and other payables	(609)	403
Cash generated from operations	571	1,379

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Cable & Wireless Jamaica Limited
Condensed consolidated interim statement of cash flows
For the period ended September 30, 2016

	Six months ended September 30, 2016 \$m	Six months ended September 30, 2015 \$m
Cash flows from operating activities	571	1,379
Net cash generated from operating activities	571	1,379
Cash flows from investing activities		
Finance income	32	34
Deferred income	147	(21)
Proceeds from disposal of property, plant and equipment	27	-
Purchase of property, plant and equipment	(2,597)	(4,037)
Net cash used in investing activities	(2,391)	(4,024)
Net cash flow before financing activities	(1,820)	(2,645)
Cash flows from financing activities		
Borrowings, net	(11)	-
Finance costs	(2,555)	(1,963)
Due to related parties	4,862	4,074
Net cash from financing activities	2,296	2,111
Net increase/(decrease) in cash and cash equivalents	476	(534)
Cash and cash equivalents at beginning of period	481	732
Cash and cash equivalents at end of period	957	198

The notes on pages 7 to 9 are an integral part of these condensed consolidated interim financial statements.

Cable & Wireless Jamaica Limited
Notes to the condensed consolidated interim financial statements
For the period ended September 30, 2016

1. Reporting entity

Cable & Wireless Jamaica Limited (the “Company”) is incorporated and domiciled in Jamaica and its ordinary stock units are listed on the Jamaica Stock Exchange. The Company’s registered office is located at 2-6 Carlton Crescent, Kingston 10, Jamaica, West Indies.

The condensed consolidated interim financial statements of Cable & Wireless Jamaica Limited as at, and for the six months ended September 30, 2016 comprise those of the Company and its subsidiaries (together referred to as the “Group”). The consolidated financial statements of the Group as at, and for the year ended March 31, 2016 are available upon request from the Company’s registered office.

2. Basis of preparation

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 *Interim Financial Reporting* as issued by the International Accounting Standards Board (IASB). They do not include all of the information required for complete annual financial statements. The interim financial statements should be read in conjunction with the consolidated financial statements of the Group for the year ended March 31, 2016, which were prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the IASB. Income tax expense in the interim period is based on our best estimate of the weighted average annual income tax rate expected for the full financial year.

Statutory accounts for the year ended March 31, 2016 have been reported on by the Group's auditors.

The Directors have made an assessment of the Group’s ability to continue in operational existence for the foreseeable future and are satisfied that it is appropriate to continue to adopt the going concern basis of accounting in preparing the consolidated financial statements.

Unless otherwise stated, all figures are reported in Jamaica dollars (\$) and are rounded to the nearest million.

3. Significant accounting policies and principles

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements for the year ended March 31, 2016. On April 1, 2016, the Group adopted certain new and revised accounting standards and interpretations as detailed in the consolidated financial statements for the year ended March 31, 2016 to comply with the specific requirements of IFRS. None of these had a material impact on the Group’s consolidated results, financial position or cash flows.

Cable & Wireless Jamaica Limited
Notes to the condensed consolidated interim financial statements
For the period ended September 30, 2016

4. Significant accounting policies and principles

The preparation of these condensed consolidated interim financial statements requires management to make 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 the interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended March 31, 2016.

Certain prior period amounts have been reclassified to conform to the current period presentation.

5. Related parties

The nature of the related party transactions of the Group has not changed from those described in the Group's consolidated financial statements for the year ended March 31, 2016. The balances due from and to related parties are as outlined below:

	September 30, 2016	March 31, 2016
	\$m	\$m
Trade and other receivables:		
Due from related parties	2,568	1,464
Trade and other payables:		
Due to related parties	590	1,146
Loans due to related parties:		
CWI Caribbean Limited		
<i>Short term</i>		
Principal	1,583	508
Accrued interest	208	52
	1,791	560
Cable & Wireless Jamaica Finance (Cayman) Limited		
<i>Long term</i>		
Principal	51,938	46,989
Accrued interest	2,282	3,600
	54,220	50,589

The amount due from related parties relate to non-interest bearing receivables from other subsidiaries of CWC Group and our affiliates.

The amount due to related parties represents balances with other CWC Group companies, principally for telecommunications traffic and services provided under a Support Services Agreement.

The amount due to CWI Caribbean Limited represents the amount drawn down on a short term revolving facility, with a credit limit of US\$25 million (\$3.2 billion). Interest is charged on the net daily loan balances at the average 1-month LIBOR plus 300 basis points. The rate was 3.52489% per annum as at September 30, 2016.

The amount due to Cable & Wireless Jamaica Finance (Cayman) Limited represents the amount drawn down on a long-term revolving facility, with a credit limit of \$60 billion. The loan has no fixed repayment term. Interest is charged at 279 basis points above the weighted average yield rate applicable to the six-month Bank of Jamaica Treasury Bill Tender ('WATBY'). The interest rate is reviewed semi-annually on May 11 and November 11. The rate was 8.70497% per annum as at September 30, 2016.

Cable & Wireless Jamaica Limited
Notes to the condensed consolidated interim financial statements
For the period ended September 30, 2016

6. Operating costs

Detailed below are the key expense items charged in arriving at our operating profit. Outpayments are paid to other operators when our customers call customers connected to other networks. Operating costs are stated net of credits or charges arising from the release or establishment of accruals.

	Three months ended September 30, 2016 \$m	Three months ended September 30, 2015 \$m	Six months ended September 30, 2016 \$m	Six months ended September 30, 2015 \$m
Outpayments and direct costs	1,858	1,585	3,754	3,021
Employee and other staff expenses	627	612	1,353	1,246
Administrative, marketing and selling expenses	2,209	2,211	4,093	4,224
Operating costs before depreciation and amortisation	4,694	4,408	9,200	8,491
Depreciation of property, plant and equipment	706	371	1,343	662
Amortisation of intangible assets	268	261	535	514
Operating costs	5,668	5,040	11,078	9,667

7. Loss per stock unit

The calculation of loss per stock unit is based on 16,817,439,740 (September 30, 2015: 16,817,439,740) issued and fully paid ordinary stock units.

CABLE & WIRELESS JAMAICA LIMITED

**LIST OF SHAREHOLDERS
AS AT 30 SEPTEMBER 2016**

10 LARGEST SHAREHOLDERS

SHAREHOLDERS	SHAREHOLDING	% HOLDING
CWC CALA HOLDINGS LIMITED	12,971,777,982	77.13
KELFENORA LIMITED	818,523,212	4.87
CARL MARKS AND COMPANY INC.	156,889,759	0.93
SAGICOR POOLED EQUITY FUND	131,923,428	0.78
TRADING A/C - NATIONAL INSURANCE FUND	96,273,768	0.57
MAYBERRY WEST INDIES LIMITED	94,800,880	0.56
JCSD TRUSTEE SERVICES LTD.-SIGMA OPTIMA	78,702,083	0.47
AUSTIN BROWN	65,009,702	0.39
CASA CORPORATION LTD	63,661,056	0.38
PETER FORDE	60,117,493	0.36
TOTAL	14,537,679,363	86.44

**DIRECTORS' HOLDINGS
AS AT 30 SEPTEMBER 2016**

DIRECTORS	SHAREHOLDING	CONNECTED PARTY	SHAREHOLDING
BELL, JOHN	Nil		
ENGLISH, MICHELLE			
HAYLE, CAROLYN	37,905		
KERR-JARRETT, MARK NEWTON	Nil		
SINCLAIR, GARFIELD HUGH	Nil	PLATOON LIMITED	4,021,000

**SENIOR MANAGEMENT HOLDINGS
AS AT 30 SEPTEMBER 2016**

SENIOR MANAGERS AND CONNECTED PARTIES	SHAREHOLDING	CONNECTED PARTY	SHAREHOLDING
BAXTER, CARLTON	Nil		
CAMERON, ROCHELLE CHERISA BUNMI	39,800		
CLEVERLY, IAN	Nil		
PAUL, RAJESH	Nil	RIMJHIM, PAUL	4,113,392
		STEPHEN PATRICK PRICE/GRACE IMANI DUNCAN	139,596
PRICE, STEPHEN PATRICK DAVID	Nil		
REDWOOD, CARLO	Nil		
THOMPSON, RONNIE	2,174		
WALLACE, KAYON	Nil		
WHITE, DONOVAN	Nil		
TOTAL NUMBER OF SHAREHOLDERS - 24,2510			

N.B. The Report has been updated based on information provided as at 8 November 2016

APPOINTMENTS

1. Michelle English - Director as of 8 September 2016

RESIGNATIONS

1. Caron Anderson - Senior Manager as of 31 August 2016