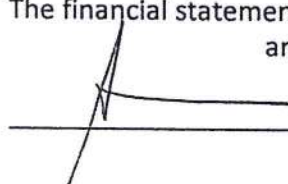


PULSE INVESTMENTS LIMITED

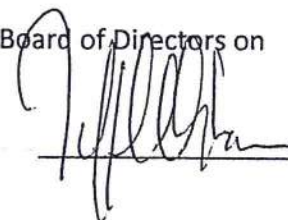
STATEMENT OF FINANCIAL POSITION
Six months ended December 31, 2016

	Notes	31/12/16 \$'000	30/09/16 \$'000	Audited 30/06/16 \$'000	(Restated) 31/12/15 \$'000
ASSETS					
NON-CURRENT ASSETS:					
Property, plant & equipment		114,465	114,790	115,050	110,499
Intangible assets		92,720	92,720	92,720	92,720
Investment property		1,391,831	1,347,492	1,309,400	1,236,756
Deferred Tax Asset		123,510	123,510	123,510	
		<u>1,722,526</u>	<u>1,678,512</u>	<u>1,640,680</u>	<u>1,439,975</u>
CURRENT ASSETS					
Trade and other receivables		26,142	28,034	24,764	11,799
Advertising entitlements receivable		492,187	471,187	439,237	380,751
Unexpired Sponsorship in Kind					23,750
Cash and cash equivalents		39,800	31,209	18,656	17,348
		<u>558,129</u>	<u>530,430</u>	<u>482,657</u>	<u>433,648</u>
		<u>2,280,655</u>	<u>2,208,942</u>	<u>2,123,337</u>	<u>1,873,623</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		63,738	61,265	58,792	72,817
Shares to be issued		2,609	2,609	2,609	2,609
Retained earnings		1,548,522	1,484,264	1,393,537	1,164,736
		<u>2,156,749</u>	<u>2,090,018</u>	<u>1,996,818</u>	<u>1,782,042</u>
NON-CURRENT LIABILITY					
Long-term loans		12,046	13,046	13,346	14,880
Related Party		97,669	90,264	90,264	67,307
		<u>109,715</u>	<u>103,310</u>	<u>103,610</u>	<u>82,187</u>
CURRENT LIABILITIES					
Accounts payable and accrued charges		4,614	4,459	8,149	3,387
Taxation		4,609	4,609	4,609	
Bank overdraft		911	2,489	6,094	1,950
Current portion of long term loans		4,057	4,057	4,057	4,057
		<u>14,191</u>	<u>15,614</u>	<u>22,909</u>	<u>9,394</u>
		<u>2,280,655</u>	<u>2,208,942</u>	<u>2,123,337</u>	<u>1,873,623</u>

The financial statements on pages 3 to 5 were approved for issue by the Board of Directors on
and signed on its behalf by:-



Director



Director

PULSE INVESTMENTS LIMITED

STATEMENT OF COMPREHENSIVE INCOME

Six months ended December 31, 2016

	3 Mths ended 31/12/16 \$'000	3 Mths ended 31/12/15 \$'000	6 Mths ended 31/12/16 \$'000	6 Mths ended 31/12/15 \$'000
REVENUE				
Operating Revenue	80,389	65,068	188,492	151,702
Administrative and other expense	(40,089)	(38,046)	(84,637)	(69,916)
PROFIT FROM OPERATIONS	40,300	27,022	103,855	81,786
Fair value appreciation on investment property	25,378	25,403	52,780	51,806
Other income				
Profit before finance costs	65,678	52,425	156,635	133,592
Net finance costs:				
Foreign exchange losses				
Finance income				
Finance costs	(1,420)	(780)	(1,650)	(1,660)
	(1,420)	(780)	(1,650)	(1,660)
PROFIT FOR THE PERIOD	64,258	51,645	154,985	131,932
Other comprehensive income:				
Gain on leasehold revaluation	2,473	2,263	4,946	4,526
Total comprehensive income for the period	66,731	53,908	159,931	136,458
EARNINGS PER SHARE	0.23	0.19	0.56	0.49

PULSE INVESTMENTS LIMITED

Statement of Cash Flows

Six months ended December 31, 2016.

	3 Mths ended 31/12/16 \$'000	3 Mths ended 31/12/15 \$'000	6 Mths ended 31/12/16 \$'000	6 Mths ended 31/12/15 \$'000
Cash flows from operating activities				
Profit for the period	66,731	51,645	159,931	131,932
Adjustments for:				
Fair value appreciation on investment property	(25,379)	(25,403)	(52,780)	(51,806)
Depreciation	430	439	860	878
Effects of exchange rate translation				
Interest expense	1,420	780	1,650	1,660
	<u>43,202</u>	<u>27,461</u>	<u>109,661</u>	<u>82,664</u>
Operating cash flows before movements in working capital				
Changes in operating assets and liabilities:				
Trade and other receivables	1,892	545	(1,378)	4,119
Advertising Entitlements	(21,000)	(25,000)	(52,950)	(57,000)
Unexpired Sponsorship in Kind	-	(7,000)	-	(23,750)
Payables and accruals	155	(1,045)	(3,535)	(4,153)
Related party	7,405	8,397	7,405	17,712
	<u>31,654</u>	<u>3,358</u>	<u>59,203</u>	<u>19,592</u>
Cash provided by operating activities				
Cash flows from investing activities				
Additions to property, Plant & equipment	(105)	(36)	(275)	(169)
Additions to investment properties	(18,960)		(29,650)	(10,188)
	<u>(19,065)</u>	<u>(36)</u>	<u>(29,925)</u>	<u>(10,357)</u>
Net cash used by investing activities				
Cash from financing activities				
Interest paid	(1,420)	(780)	(1,650)	(1,660)
Loans received				
Loans repaid	(1,000)	(814)	(1,300)	(1,880)
	<u>(2,420)</u>	<u>(1,594)</u>	<u>(2,950)</u>	<u>(3,540)</u>
Net cash (used)/provided by financing activities				
Net increase in cash and cash equivalents	10,169	1,728	26,328	5,695
Cash and cash equivalents at beginning of period	28,720	13,670	12,562	9,703
Cash and cash equivalents at end of period	<u>38,889</u>	<u>15,398</u>	<u>38,890</u>	<u>15,398</u>
Comprising cash and cash equivalents:				
Cash	39,800	17,348	39,800	17,348
Bank overdraft	(911)	(1,950)	(911)	(1,950)
	<u>38,889</u>	<u>15,398</u>	<u>38,889</u>	<u>15,398</u>

PULSE INVESTMENTS LIMITED

Statement of changes in Stockholders' Equity
Six Months ended December 31, 2016

	Share Capital \$'000	Share premium \$'000	Capital reserve \$'000	Capital redemption reserve \$'000	Revaluation reserve \$'000	Shares to be issued \$'000	Retained earnings \$'000	Total \$'000
Balances as at July 1, 2015	152,367	366,376	2,637	20,500	68,291	2,609	1,032,804	1,645,584
Total comprehensive income Profit/(Loss) for the six months ended December 31, 2015					4,526		131,932	136,458
Balance at 31/12/2015	<u>152,367</u>	<u>366,376</u>	<u>2,637</u>	<u>20,500</u>	<u>72,817</u>	<u>2,609</u>	<u>1,164,736</u>	<u>1,782,042</u>
Balances as at July 1, 2015	152,367	366,376	2,637	20,500	58,792	2,609	1,393,537	1,996,818
Total comprehensive income Profit for the six months ended December 31, 2016					4,946		154,985	159,931
	<u>152,367</u>	<u>366,376</u>	<u>2,637</u>	<u>20,500</u>	<u>63,738</u>	<u>2,609</u>	<u>1,548,522</u>	<u>2,156,749</u>

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

PULSE INVESTMENTS LIMITED

Notes to the Financial Statements

Six months ended December 31, 2016.

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 contained in the audited financial statements for the year ended June 30, 2016.

(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.

TOP 10 SHAREHOLDERS AT DECEMBER 31, 2016

Issued Ordinary shares

271,789,674

SHAREHOLDERS	SHAREHOLDINGS	%
KINGSLEY COOPER	197,650,880	72.722
HILARY PHILLIPS	17,804,436	6.551
BARITA INV. LTD. EQUITY FUND (TRD. A.C)	13,562,438	4.990
SHELDON ALEXANDER GORDON	9,070,220	3.337
JASON CARL CARBY	6,004,200	2.209
JAMAICA PRODUCTION FUND	3,375,000	1.242
MARSTON GORDON	3,126,000	1.150
JEFFREY COBHAM	2,691,830	0.990
ROMAE GORDON	1,635,279	0.602
BARITA LEASING LIMITED	1,238,593	0.456
LOIS SHERWOOD		0.000
	256,158,876	94.249

NO OF SHAREHOLDERS AT DECEMBER 31, 2016

JCS D	176
MAIN REGISTER	103
TOTAL	279

**PULSE INVESTMENTS LIMITED
DIRECTORS SHAREHOLDINGS**

DIRECTORS' NAMES	SHAREHOLDING	CONNECTED PARTY
KINGSLEY COOPER	197,650,880	
	419,136	SAMURAI INVEST. LTD
	274,903	PULSE LIMITED
	1,079,422	SAFIA COOPER
HILARY PHILLIPS	17,804,436	
	50,000	GRANT, STEWART, PHILLIPS & CO.
JEFFREY COBHAM	2,691,830	
ELEANOR BROWN	NIL	
OLIVER HOLMES	NIL	
LOIS LAKE SHERWOOD	1,085,714	
ROMAE GORDON	1,635,279	
	222,691,600	

SENIOR MANAGERS

SAFIA COOPER	1,079,422
ROMAE GORDON	1,635,279
	2,714,701