

## Radio Jamaica Limited

### Annual Report to Stockholders

The directors present the audited results of the Group for the year ended March 31, 2017.

The Group recorded after tax profits of \$145.2 million for the year ended March 2017 compared with a net loss of \$224.8 million in the prior year, thereby recording an improvement of \$370 million. The increase in performance is due primarily to the net profits of \$95M from the now Gleaner Company (Media) Limited (GCML) and an improvement in profitability of the pre-amalgamated RJR Group that recorded higher revenues and lower selling, operating and administrative expenses.

Even though our operations for the financial year were challenged with unplanned extraordinary costs associated with protecting our broadcast copyright and an increase in the cost of repairs to transmitters to ensure consistent quality to viewers and listeners, the turnaround in performance was anticipated following the one off sums in the prior year.

The Group's revenues of \$5.2 billion reflected an increase of \$2.9 billion or 126.7% over the comparable period last year due to the addition of GCML revenues and the pre-amalgamated RJR revenues registering a 2% increase.

Other Income earnings of \$218 million exceeded prior year results by \$115.6 million as a result of higher interest income from the expanded group's investment balances and sundry income.

The addition of GCML's operating results for this financial year makes line by line comparisons non-viable, however important information can be found in the segment reporting on page 67 and in the other notes to the financial statements on pages 10 to 69.

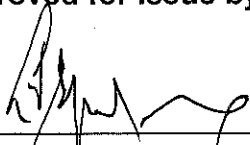
The group's earnings per share for the year amounted to 6 cents compared to a negative 18 cents earned for the comparable prior year period.

Market capitalization stood at \$3.9 billion as at March 31, 2017.

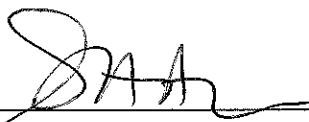
The Group continued its corporate social responsibility initiatives and activities with financial and on-the-ground support for several charities and national causes.

With a refocused strategy built around innovation and business expansion to drive improvement in all business units in the changed media and communications environment, the company is confident and committed to the continued realization of transaction synergies and to expand our reach in diverse markets.

**Approved for issue by the Board of Directors on June 2, 2017 and signed on its behalf by:**



J. A. Lester Spaulding  
Chairman



Gary H Allen  
Chief Executive Officer