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July 10, 2019

DIRECTORS REPORT

AUDITED STATEMENTS YEAR END MARCH 31, 2019

The financial year ending March 2019 saw an increase in the losses from \$78.13M to \$151.12M for the year ending 2019. Our revenue growth continues to be curtailed by delays in the accreditation process of the Ministry of Health.

For the year ending March 31, 2019 our revenues increased from \$66.39M to \$129.96M in 2019. Income from Property rental increased from \$48.95M to \$52.75M in 2019. Also, patient fees increased from \$17.44M to \$77.21M in 2019.

Our administrative and operating cost, however, increased significantly over last year moving from \$166.09M to \$276.45M in 2019. This was mainly due to start-up costs of our main medical facilities.

The accreditation of our main facilities will allow us provider-status in accepting all the major health cards which is a necessity for our clients. Presently, we have received accreditation for two of our facilities, namely the General Practice and the Urgent Care facility as at May 15, 2019. We are happy to announce that we have obtained provider status in accepting health insurance going forward.

The accreditation of our Laboratory remains outstanding and as such we are not able to accept health cards at this facility. We are, nonetheless, working with the Ministry of Health assiduously to achieve this milestone which is expected to significantly increase the income of the Laboratory.

Despite a slight reduction in our total assets from \$1.65B to 1.53B for the financial year, the value of our prime real estate property remains strong and we expect that we will see an increase in our rental income and future sales.

Going Concern

It is a well-established fact that the majority of health services are paid for by health insurance policies and the inability to accept insurance cards during the last financial year, has hindered the growth in our revenue and expansion plans, significantly.

The directors acknowledge Note 28 of the auditor's report regarding the going concern of the company, which indicates the existence of an uncertainty which may cast doubt on the company as a going concern. We have recently benefitted by accreditation status of some of our facilities and have implemented initiatives to ensure that the business is positioned for future growth. For example, subsequent to the financial year end,

- i. We have carried out a restructuring of our operations by the rationalization staff. This and other cost-cutting measures are expected to contain the increase in our operating and administrative costs.
- ii. We have entered into sale discussions with interested purchasers of office space which upon closure should provide adequate cash flow to our business operations.
- iii. We are currently in advanced discussions with our bankers with respect to restructuring existing debt and providing additional financing to carry out our projected expansion plans. Thus far these actions, have already resulted in successes and we are confident that the company will continue as a going concern.

A handwritten signature in black ink, appearing to read 'Konrad Kirlaw', written over a horizontal dashed line.

Konrad Kirlaw
Chairman, GWest Corporation

A handwritten signature in black ink, appearing to read 'Wayne Gentles', written over a horizontal dashed line.

Wayne Gentles
Director, GWest Corporation

Directors: Dr. Konrad Kirlaw, Dr. Ladi Doonquah, Wayne Gentles, Denise Samuels, Dennis Samuels,
Elva Williams-Richards, Peter Pearson, Karl Townsend

Mentor: Wayne Wray