

MPC CARIBBEAN CLEAN ENERGY LIMITED

**Unaudited Financial Statements for the
Nine months ended September 30, 2019 and
Compilation Report**

MPC CARIBBEAN CLEAN ENERGY LIMITED

Unaudited financial statements for the nine months ended September 30, 2019 Table of Contents

	Page
Chairman's Report to the Shareholders	2-3
Nine months ended September 30, 2019 and Compilation Report	4
Statement of Financial Position	5
Statement of Income/(Loss)	6
Statement of Changes in Equity	7
Statement of Cash Flows	8
Notes to the Financial Statements	9-14



Chairman's Report to the Shareholders

Third Quarter Ended September 30, 2019

Dear Shareholders,

On behalf of the board of directors, I am pleased to present the third quarterly Report of MPC Caribbean Clean Energy Limited (**the Company**) for the quarter ended September 30th, 2019.

In this quarter the investment of the Company in the MPC Caribbean Clean Energy Fund LLC (**CCEF**) showed again positive results. Based on the first payment coming back from the investment in the Costa Rican wind farm, CCEF could make its first dividend payment to its shareholders including the Company. The dividend income was used to distribute further to the shareholders of the Company in full, avoiding any friction losses.

During the quarter, the operations of the Company and the investments of the CCEF are generally in line with the expectations, and we look forward to the upcoming quarter. CCEF informed the board of directors of the Company that following the achievement of commercial operations date of Paradise Park in June, the energy production is meeting the expectations.

At the end of the quarter, on September 30th, 2019 Tilawind has exceeded its year to date energy production by 9.49% above P50. The good performance of the wind farm enabled CCEF to make its first dividend to its shareholders including the Company. On August 30th, 2019, the board of directors approved the payment of dividends, which was paid out on September 27th, 2019. Given the good development of its investment in CCEF and current market conditions, the board of directors approved the issuance of rights for current shareholders on September 4th, 2019.

MPC Renewable Energies GmbH, the investment advisor, informed the Company that on August 16th, 2019, a MOU with MICO University College in Kingston, Jamaica, was signed. The prospective energy efficiency project would allow them to reduce their energy consumption and overall energy cost. In addition, a 6.5 MWp solar photovoltaic park, San Isidro, was acquired in El Salvador by the investment advisor. The solar park is scheduled to complete construction by Q3 2020. These two projects will be presented to CCEF and are potential new assets for acquisition.

For the remainder of 2019, we will continue to focus on the considered rights issuance and to further grow our capital base.

I thank our shareholders and my fellow directors for their support and trust during this period.

Respectfully Yours,
For and on behalf of the Company

A handwritten signature in blue ink that reads "Jose Fernando Zuniga Galindo".

Jose Fernando Zuniga Galindo
Deputy Chairman of the Board of Directors



MPC CARIBBEAN CLEAN ENERGY LIMITED TOP 10 SHAREHOLDINGS As at September 30, 2019			
NAME	JOINT HOLDER/ CONNECTED INTERESTS	VOLUME	PERCENTAGE
TEACHERS CREDIT UNION CO-OPERATIVE SOCIETY		3,000,000	26.3%
SAGICOR POOLED FIXED INCOME		2,692,300	23.6%
CARIBBEAN CLEAN ENERGY FEEDER LIMITED		2,100,000	18.4%
DEVELOPMENT BANK OF JAMAICA		1,000,000	8.8%
SAGICOR BALANCED FUND		769,230	6.7%
JNBS PENSION TRUSTEES		623,000	5.5%
SAGICOR EQUITY FUND		384,610	3.4%
FINANCIAL ADVISORY SERVICES		100,000	0.9%
JN GENERAL INSURANCE COMPANY		100,000	0.9%
JN INDIVIDUAL RETIREMENT		76,000	0.7%

MPC CARIBBEAN CLEAN ENERGY LIMITED DIRECTOR SHAREHOLDINGS' As at September 30, 2019			
NAME	JOINT HOLDER/ CONNECTED INTERESTS	VOLUME	PERCENTAGE
Gerard A. Borely		-	-
Alastair Dent		-	-
Steven D. Marston		-	-
A. Mark D. Hart		-	-
Jose Fernando Zuniga Galindo		-	-
Guardian Nominees (Barbados) Limited		-	-

COMPILATION REPORT

To The Shareholders of
MPC CARIBBEAN CLEAN ENERGY LIMITED
Suite 1, Ground Floor

Bishop's Court Hill
St. Michael
Barbados BB14004
Nine months ended September 30, 2019 and

On the basis of information provided by management, we have compiled in accordance with the compilation engagements, the accompanying financial statements of MPC CARIBBEAN CLEAN ENERGY LIMITED as at September 30, 2019.

A compilation is limited to presenting the form of financial statement information that is the representation of management. We have not conducted a review or an audit of these financial statements, and consequently, we do not express an opinion as to whether these financials give a true or fair representation of the financial position of the business, or of the results of its operations for the period then ended.

TRIDENT CORPORATE SERVICES (BARBADOS) LIMITED

October 21, 2019

MPC CARIBBEAN CLEAN ENERGY LIMITED

Statement of Financial Position


As at September 30, 2019

(Expressed in United States dollars)

	NOTES	Unaudited as at Sept. 30, 2019	Unaudited as at Sept. 30, 2018	Audited as at December 31, 2018
Current Assets				
Cash and cash equivalents	3	137,724	655	403
Deferred underwriting costs		-	-	177,864
Prepayments		8,771	832	4,667
Total Current Assets		<u>146,495</u>	<u>1,487</u>	<u>182,934</u>
Non-current Assets				
Investment- MPC Caribbean Clean Energy Fund LLC	4	9,840,981	-	-
Total Non-current Assets		<u>9,840,981</u>	<u>-</u>	<u>-</u>
TOTAL ASSETS		<u>9,987,476</u>	<u>1,487</u>	<u>182,934</u>
LIABILITIES AND SHAREHOLDER'S EQUITY				
Current Liabilities				
Accruals		27,134	3,750	159,715
Accounts payable		27,092	-	131,020
Due to related party	5	6,644	33,068	149,280
Total Current Liabilities		<u>60,870</u>	<u>36,818</u>	<u>440,015</u>
Total Liabilities		<u>60,870</u>	<u>36,818</u>	<u>440,015</u>
Equity				
Share capital	6	11,246,297	1	1
Accumulated deficit		(1,319,691)	(35,332)	(257,082)
Total Equity		<u>9,926,606</u>	<u>(35,331)</u>	<u>(257,081)</u>
TOTAL LIABILITIES AND EQUITY		<u>9,987,476</u>	<u>1,487</u>	<u>182,934</u>

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

Approved by the Board of Directors on the 22nd day of October 2019.



By: Guardian Nominees (Barbados) Limited
Director

Per:

Gayle Hutchinson / Amanda G. McKay

Title: Directors



By: Jose Fernando Zuniga Galindo
Deputy Chairman

MPC CARIBBEAN CLEAN ENERGY LIMITED
Statement of Income/(Loss)

For the nine months ended September 30, 2019

(Expressed in United States dollars)

	NOTES	Unaudited Quarter ended Sept. 30, 2019	Unaudited Year-to-date Sept. 30, 2019	Unaudited Quarter ended Sept. 30, 2018	Unaudited Year-to-date Sept. 30, 2018	Audited Year ended December 2018
Income						
Share of profits in joint venture	7	56,778	205,858	-	-	-
		<u>56,778</u>	<u>205,858</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenses						
Accountancy fees		-	5,863	1,250	2,600	7,705
Administrative fees		15,805	36,386	427	5,808	14,419
Advertising costs		87,020	87,020	-	-	-
Audit fee		-	6,250	2,500	2,500	15,000
Bank charges		1,168	3,318	301	823	1,075
Bank interest		-	-	-	1	1
Directors' fees		5,875	12,847	297	5,851	6,533
Legal & professional fees		25,624	56,726	11,165	11,165	205,282
Licence fees		125	375	325	375	500
Corporate fees		375	1,125	125	975	1,333
Insurance expense		5,705	16,458	-	-	-
Processing fees		24,715	24,715	-	-	-
Other expenses		-	635	-	-	-
Total expenses		<u>166,411</u>	<u>251,717</u>	<u>16,390</u>	<u>30,098</u>	<u>251,848</u>
Profit/(Loss) before tax		<u>(109,633)</u>	<u>(45,859)</u>	<u>(16,390)</u>	<u>(30,098)</u>	<u>(251,848)</u>
Tax expense		-	-	-	-	-
Net Profit/(Loss) for the period		<u>(109,633)</u>	<u>(45,859)</u>	<u>(16,390)</u>	<u>(30,098)</u>	<u>(251,848)</u>
		Cents	Cents	Cents	Cents	Cents
Basic Earnings/(Loss) per Share	8	(0.96)	(0.40)	-	-	-

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

MPC CARIBBEAN CLEAN ENERGY LIMITED
Statement of Changes in Equity

For the nine months ended September 30, 2019
(Expressed in United States dollars)

	<u>Class A</u> <u>share capital</u>	<u>Class B share</u> <u>capital</u>	<u>Accumulated</u> <u>Deficit</u>	<u>Total equity</u>
Balance at 1 January 2018	1	-	(5,234)	(5,233)
Loss for the period	-	-	(30,098)	(30,098)
Balance as at 30 September 2018	<u>1</u>	<u>-</u>	<u>(35,332)</u>	<u>(35,331)</u>
Balance at 1 January 2018	1	-	(5,234)	(5,233)
Loss for the period	-	-	(251,848)	(251,848)
Balance as at 31 December 2018	<u>1</u>	<u>-</u>	<u>(257,082)</u>	<u>(257,081)</u>
Balance at 1 January 2019	1	-	(257,082)	(257,081)
Issuance of redeemable shares	-	11,246,296	-	11,246,296
Income for the period	-	-	(45,859)	(45,859)
Dividends paid	-	-	(1,016,750)	(1,016,750)
Balance as at 30 September 2019	<u>1</u>	<u>11,246,296</u>	<u>(1,319,691)</u>	<u>9,926,606</u>

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

MPC CARIBBEAN CLEAN ENERGY LIMITED**Statement of Cash Flows**

For the nine months ended September 30, 2019

(Expressed in United States dollars)

	Unaudited as at Sept. 30, 2019	Unaudited as at Sept. 30, 2018	Audited as at December 31, 2018
Cash flows from operating activities			
Net Loss before tax	(45,859)	(30,098)	(251,848)
Adjustments for non-cash income and expenses:			
Share of profit in joint venture	(205,858)	-	-
Changes in operating assets and liabilities:			
Increase in Investment	(10,650,000)	-	-
(Increase)/decrease in prepayments	(4,104)	751	(3,084)
Decrease/(Increase) in deferred underwriting cost	177,864	-	(177,864)
(Decrease)/Increase in accounts payable	(103,928)	(305)	130,715
(Decrease)/Increase in accruals	(132,581)	1,213	157,178
(Decrease)/Increase in due to related parties	(142,636)	-	145,306
Net cash from operations	<u>(11,107,102)</u>	<u>(28,439)</u>	<u>403</u>
Dividend received	1,014,877	-	-
Net cash from operating activities	<u>(10,092,225)</u>	<u>(28,439)</u>	<u>403</u>
Cash flows from financing activities			
Proceeds from subscription of share capital	11,246,296	29,094	-
Dividends paid	(1,016,750)	-	-
Net cash flow from financing activities	<u>10,229,546</u>	<u>29,094</u>	<u>-</u>
Net Increase in Cash and Cash Equivalents	<u>137,321</u>	<u>655</u>	<u>403</u>
Cash at the beginning of the period	403	-	-
Cash at the end of the period	<u>137,724</u>	<u>655</u>	<u>403</u>

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

MPC CARIBBEAN CLEAN ENERGY LIMITED

Notes to the Financial Statements

For the nine months ended September 30, 2019
(Expressed in United States dollars)

1. General Information

MPC Caribbean Clean Energy Limited (the "Company") was incorporated on November 8, 2017, under the laws of Barbados and operates as an International Business Company as defined by the International Business Companies Act 1991 - 24. The Company was formerly known as CCEF (Barbados) Feeder Limited having changed its name on August 31, 2018. The Company principally engages in investment holding.

The Company's registered number is:- 42056

The Company's registered office address is:-

Suite 1, Ground Floor
The Financial Services Centre
Bishop's Court Hill
St. Michael, Barbados, BB 140004

2. Summary of Significant Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all of the years presented, unless otherwise stated.

2.1 Basis of Preparation

These financial statements have been prepared in accordance with the International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB"). The financial statements are expressed in USD (United States Dollars) which is the functional currency of the Company.

2.2 Use of accounting estimates

The preparation of financial statements in accordance with IFRS requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. These estimates are based on historical experience and management's best knowledge of current events and actions and are reviewed on an ongoing basis. Actual results could differ from those estimates.

2.3 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements of the company are measured using the currency of the primary economic environment in which the Company operates ('the functional currency'). The financial statements are presented in 'United States Dollars' (USD), which is the Company's functional and presentation currency.

MPC CARIBBEAN CLEAN ENERGY LIMITED

Notes to the Financial Statements

For the nine months ended September 30, 2019
(Expressed in United States dollars)

Summary of Significant Accounting Policies (Continued)

2.3 Foreign currency translation (continued)

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in profit or loss.

Foreign exchange gains and losses that relate to cash and cash equivalents are presented in profit or loss within 'Foreign exchange loss'. All other foreign exchange gains or losses are presented in profit or loss within 'other (losses)/gains- net'.

2.4 Cash and cash equivalents

Cash and cash equivalents include cash on hand, demand deposits and other short term highly liquid investments with original maturities of three months or less.

2.5 Trade payables

Trade payables are recognized initially at the transaction price and subsequently measured at amortized cost using the effective interest method.

2.6 Investments in joint ventures

Joint venture investments are recognized in accordance with 'IAS 28 Investments in Associates and Joint Ventures' using the equity method of accounting. Under the equity method of accounting the investment is initially recognized at cost, and subsequently adjusted thereafter for the post-acquisition change in the investor's share of the investee's net assets. The investor's profit or loss includes its share of the investee's profit or loss and the investor's other comprehensive income includes its share of the investee's other comprehensive income. Equity method investments are assessed for impairment in accordance with 'IAS 36- Impairment of Assets' and when identified are charged against the carrying value of the investment in the joint venture.

2.7 Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

MPC CARIBBEAN CLEAN ENERGY LIMITED

Notes to the Financial Statements

For the nine months ended September 30, 2019

(Expressed in United States dollars)

Summary of Significant Accounting Policies (Continued)

2.8 Revenue recognition

Revenue is recognised when earned and is measured at the fair value of the consideration received or receivable, net of returns and rebates.

2.9 Taxation

The taxation charged is determined on the basis of tax effect accounting using the liability method, which takes account of any material differences arising from the inclusion of items of income and expenditure in taxation computations of a period different from those in which they are included in the financial statements and to the extent that a material liability or asset is expected to crystallise in the foreseeable future.

2.10 Related parties

Transactions between the Company and related parties are accounted for as related party transactions if one of the parties has the ability, directly or indirectly, to control the other party or exercise significant influence over the other party in making financial and operating decisions. Companies are also considered to be related if they are subject to common control or common significant influence. Related parties may be individuals or corporate entities.

2.11 Expense recognition

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

2.12 Underwriting costs

Cost incurred in connection with stock exchange listings may include registration and other regulatory fees, amounts paid in legal, accounting and other professional advisers, printing costs and stamp duties. Such costs are accounted for as a deduction from equity to the extent they are incremental costs directly attributable to the equity transaction that otherwise would have been avoided.

2.13 Adoption of New and Revised Standards and Interpretations

In the current year, the Company has adopted the following standards, amendments and interpretations which became effective during the year:

IFRS 16 (Issued 2016)	Leases (effective January 1, 2019)
IAS 28 (Amended 2017)	Investment in Associates (effective January 1, 2019)
IFRIC 23 (Issued 2017)	Uncertainty over Income Tax Treatments (effective January 1, 2019)

The adoption of the above standards, amendments and interpretations has no material effect on how the results and financial position for the current or prior accounting periods have been prepared or presented.

The Company has not early adopted the following new and revised standards, amendments and interpretations that have been issued but are not yet effective:

IFRS 10 (Amended 2014)	Consolidated Financial Statements (effective date to be determined by the IASB)
IFRS 17 (Issued 2017)	Insurance Contracts (effective January 1, 2021)
IFRIC 23 (Issued 2017)	Uncertainty over Income Tax Treatments (effective January 1, 2019)

The Company anticipates that the application of the above new and revised standards, amendments and interpretations will have no material impact on its results and financial position.

MPC CARIBBEAN CLEAN ENERGY LIMITED
Notes to the Financial Statements

For the nine months ended September 30, 2019
(Expressed in United States dollars)

3. Cash and cash equivalents

	Unaudited as at Sept. 2019	Unaudited as at Sept. 2018
Cash/(Bank overdraft)	137,724	655

4. Investment in joint venture

As at the balance sheet date the Company held ten million, six hundred fifty thousand (10,650,000) shares in MPC Caribbean Clean Energy Fund LLC ('MPCCCEF'). The MPCCCEF investment was acquired through subscription into the Fund, and the Company became a registered member of the Fund on March 27th 2019. The Company's investment in MPCCCEF has been recognized as a joint venture and is accounted for under the equity accounting method in accordance with 'IAS 28 Investments in Associates and Joint Ventures'.

The carrying value of the investment is as follows:

	Unaudited as at Sept. 2019	Unaudited as at Sept. 2018
At 1 January	-	-
Acquisition cost 'MPCCCEF' investment	10,650,000	-
Share of 'MPCCCEF' profits for the nine months ended September 30th	205,858	-
Dividends received	(1,014,877)	-
At 30 September	<u>9,840,981</u>	<u>-</u>

5. Related party transactions

The following transactions were carried out with related parties:

(a) Due to related party

The amount due to related party is unsecured, interest free and has no stated terms of repayment and includes: (i) Payments of fees by MPC Renewable Energies GmbH on behalf of the Company during the period ended September 30, 2019 and the related balances payable by the Company to MPC Renewable Energies GmbH as at September 30, 2019, and (ii) Directors fees (per agreements with Directors).

The carrying value of the 'Due to related party' is as follows:

	Unaudited as at Sept. 2019	Unaudited as at Sept. 2018
At 1 January	149,280	3,974
Related party payments of expenses	79,482	29,094
Reimbursement payments to related party	(222,118)	-
At 30 September	<u>6,644</u>	<u>33,068</u>

MPC CARIBBEAN CLEAN ENERGY LIMITED

Notes to the Financial Statements

For the nine months ended September 30, 2019

(Expressed in United States dollars)

Related party transactions (Continued)

(b) Key management compensation

Total remuneration to the Board of Directors and other members of key management (including salaries and benefits) for the nine months ended September 2019 was \$12,847 (September 2018: \$5,851).

6. Share capital

On incorporation in 2017 the Company was authorized to issue an unlimited number of shares without nominal or par value of 1 Class designated as common shares. As at December 31, 2017 1 (One) share was issued and fully paid. On January 4, 2018 the Company's share capital was amended as follows:- (a) to issue an unlimited number of voting, non-participating shares re-designated as Class A shares with no par value (also known as "Management Shares") (b) to issue an unlimited number of Class B redeemable participating and voting shares with no par value (also known as "Participating Shares") (c) to issue an unlimited number of Class C redeemable participating and voting shares with no par value (also known as "Participating Shares") . Subsequently, on October 17, 2018 an amendment removed the class C shares. At the same time, the rights of the Class B shares were varied primarily so that they may be redeemed by the Directors in the By-Laws from time to time and that they shall be listed on the Jamaica Stock Exchange, the Trinidad and Tobago Stock Exchange and/or any other exchange that the Directors may deem appropriate. At the balance sheet date, 1(One) Class A share was subscribed and fully paid up. The ultimate owner of the Class A share is MPC Muench Meyer Petersen Capital AG, a publicly listed German company (ISIN: DE000A1TNWJ4).

On January 14th, 2019 the Company was admitted to commence trading by both the Trinidad and Tobago Stock Exchange (TTSE) and the Jamaica Stock Exchange's (JSE) Main Market, and the US Dollar Equity Markets. At the balance sheet date 5,390,420 (five million, three hundred ninety thousand, four hundred twenty) redeemable Class B shares on the Trinidad and Tobago Stock Exchange (TTSE) were subscribed and fully paid up at a price of US\$1 per share, and 6,033,740 (six million, thirty-three thousand, seven hundred forty) redeemable Class B shares on the Jamaica Stock Exchange's (JSE) Main Market were subscribed and fully paid up at a price of US\$1 per share. As at September 30, 2019, underwriting costs of USD 177,864 (one hundred seventy-seven thousand, eight hundred sixty-four), directly attributable to the issuance of the Class B shares have been deducted from equity in accordance with the IFRS standard 'IAS 32- Financial Instruments: Presentation', resulting in total Share Capital of USD 11,246,296 (eleven million, two hundred forty-six thousand, two hundred ninety-six) as at September 30, 2019.

7. Share of profits in joint venture

'Share of profits in joint venture' is the Company's share of the unaudited post acquisition net profits in its joint venture investment 'MPCCEF'.

	Unaudited Nine months ended	
	Sept. 2019	Sept. 2018
Share of profits in joint venture	205,858	-

MPC CARIBBEAN CLEAN ENERGY LIMITED

Notes to the Financial Statements

For the nine months ended September 30, 2019

(Expressed in United States dollars)

8. Earnings per share

	Unaudited	
	Nine months ended	
	Sept. 2019	Sept. 2018
Net Loss before tax	(45,859.36)	
Weighted average number of shares used as the denominator	11,424,160	-
Earnings per share for profit attributable to the Class B equity holders of the Company (in cents)	(0.40)	-

9. Declaration and payment of dividends

As per the written resolutions dated 21st August 2019, MPC Caribbean Clean Energy Fund LLC wished to make a payment of dividends to its Investor Members. The distributable amount has originated from its investment in the Costa Rican Wind Farm. The dividend was paid on 28th August 2019.

Subsequently, the dividend income was distributed to the shareholders of the Company in the amounting to a total of USD 1,016,750. Due to rounding errors with the dividend calculation methodology applied by the central depositories, there is a minor difference of USD 1,873 between the dividends received and the dividends paid.