



iCREATE LIMITED
UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDING SEPT 30, 2020



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This document was prepared by



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DIRECTORS' REPORT TO THE SHAREHOLDERS

The Board of Directors of iCreate Limited is pleased to present the unaudited financial statements of the company for the six-months ended September 30, 2020.

Q3 Revenue Decrease of 52%

The company recorded revenue of \$7.8 million in Q3, a decrease of 52% when compared to the corresponding period in 2019.

9-Month Revenue Increase of 13.8%

For the ninth month ended September 30, 2020, revenues were \$46.16 million, a 13.8% increase YTD when compared to the \$41.4 million recorded for the same period last year. This 9-month total also represents 2.1% more than all revenue recorded in the same period 2019. The start of one of our major partnerships was delayed and we had to depend on our business-to-consumer (B2C) market to record revenue during this period. During this period, iCreate was able to restart classes while adhering to social distancing protocols in addition to expanding our virtual classes. We continue to build out our corporate partnerships with companies such as Heart Trust/NTA.

Nine months Gross Profit of \$39.1 million

For the nine-month period, gross profit increased from \$30.5 million to \$39.2 million representing a 28.5% increase over the previous year.

Nine-month Operating Profit of \$9.8 million

For the nine month period, Operating Profit was \$0.36 million, reversing the loss of \$11.4 million for the same period in 2019.

Nine-month Total Comprehensive Income of \$4.8m

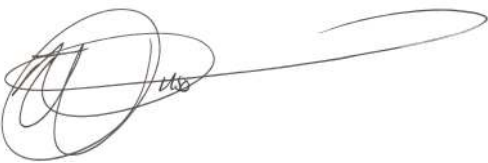
We are pleased to record our third quarter of profitability. iCreate recorded a total comprehensive income of \$1.7 million; an improvement over the \$3.2 million of losses recorded for the same quarter in 2019. For the nine month period, we recorded a total comprehensive income of \$4.8 million, a turnaround from the \$12.5 million in losses made for the same period in 2019.

Revaluation Surplus

The company benefited from a revaluation surplus of \$7.1m from our license agreement with Code Fellows to acquire the license to deliver coding and data security courses in Jamaica.

We thank the entire iCreate team, our partners and shareholders for the support during this period and beyond.

Approved for issue by the Board of Directors on November 30, 2020 and signed on its behalf by:



.....
Tyrone Wilson
President & CEO



.....
Devon Lawrence
Director

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STATEMENT OF FINANCIAL POSITION

iCreate Limited
Balance Sheet as at September 30, 2020

	NINE MONTHS ENDED SEPTEMBER 30, 2020	NINE MONTHS ENDED SEPTEMBER 30, 2019	AUDITED DECEMBER 31, 2019
ASSETS			
Cash & Equivalents	1,817,855	264,548	3,241,547
Accounts Receivable	15,851,860	17,559,629	2,126,183
Other Current Assets	8,592,304	7,187,486	8,458,653
TOTAL CURRENT ASSETS	26,262,019	25,011,663	13,826,383
Fixed Assets	18,072,589	21,220,868	20,543,286
Investments or Other Non-Current Assets	11,970,142	1,272,831	8,307,167
TOTAL NON-CURRENT ASSETS	30,042,731	22,493,699	28,850,453
TOTAL ASSETS	56,304,750	47,505,362	42,676,836
LIABILITIES			
Bank Overdraft	0	0	12,564,890
Short Term Debt	490,428	0	0
Accounts Payable	16,875,165	19,301,277	23,238,690
Other Current Liabilities	13,529,659	1,495,000	11,566,103
Total Current Liabilities	30,895,252	20,796,277	47,369,683
Other Non-Current Liabilities	26,201,909	0	289,215
TOTAL NON-CURRENT LIABILITIES	26,201,909	0	289,215
TOTAL LIABILITIES	57,097,161	20,796,277	47,658,898
EQUITY			
Retained Earnings	-55,989,886	-27,356,985	-60,798,132
Issued Share Capital	55,197,475	54,066,070	55,816,070
Total Equity	-792,411	26,709,085	-4,982,062
TOTAL LIABILITIES & EQUITY	56,304,750	47,505,362	42,676,836

Approved for issue by the Board of Directors on November 30, 2020 and signed on its behalf by:



Tyrone Wilson
President & CEO



Devon Lawrence
Director

iCreate teams with Code Fellows to offer coding, data security courses

LOOP NEWS CREATED : 25 SEPTEMBER 2020 TECH



iCreate CEO Tyrone Wilson (left) and Code Fellows VP Mitchell Robertson

Coverage from Loop News on our partnership with Code Fellows based in the United States

STATEMENT OF COMPREHENSIVE PROFIT/(LOSS)

iCreate Limited

Profit & Loss for the period ending September 30, 2020

	FOR THE THREE MONTHS ENDED		FOR THE NINE MONTHS ENDED		AUDITED	3 months	9 months
	Sept 30, 2020	Sept 30, 2019	Sept 30, 2020	Sept 30, 2019	December 31, 2019		
Revenue	\$7,855,311	\$16,377,104	\$47,124,598	\$41,401,534	\$46,158,213	-52.0%	13.8%
Direct Cost	\$1,195,066	\$4,197,279	\$7,968,072	\$10,935,068	\$24,116,780	-71.5%	-27.1%
Gross Profit	\$6,660,244	\$12,179,825	\$39,156,526	\$30,466,466	\$22,041,433	-45.3%	28.5%
Other Income	\$34,106	\$261,854	\$68,256	\$554,759	\$559,258	-87.0%	-87.7%
Admin & General Expenses	\$10,316,685	\$14,358,865	\$35,937,583	\$40,289,367	\$51,901,753	-28.2%	-10.8%
Depreciation and amortization	\$975,570	\$967,290	\$2,925,995	\$2,160,529	\$3,177,366	0.9%	35.4%
Operating Profit	(\$4,597,905)	(\$2,884,476)	\$361,204	(\$11,428,671)	(\$32,478,428)	59.4%	103.2%
Finance Cost	\$751,545	\$287,848	\$2,623,905	\$1,080,258	\$12,961,526	161.1%	142.9%
Profit / (Loss) Before Taxation	(\$5,349,450)	(\$3,172,324)	(\$2,262,701)	(\$12,508,929)	(\$45,439,954)	68.6%	-81.9%
Taxation Credit					\$510,122		
Net Profit / (Loss) for the period	(\$5,349,450)	(\$3,172,324)	(\$2,262,701)	(\$12,508,929)	(\$45,950,076)	68.6%	81.9%
Other Comprehensive Income							
Items that are or may be reclassified to profit or loss:							
Revaluation Surplus	\$7,070,947	\$0	\$7,070,947	\$0	\$0		
Total Comprehensive Income	\$1,721,497	(\$3,172,324)	\$4,808,246	(\$12,508,929)	(\$45,950,076)	-154.3%	138.4%
Earnings per stock unit	0.01	-0.02	0.02	-0.06	-0.23	-154.3%	138.4%



Creatives in Video Production class as part of our partnership with Heart Trust-NTA in Kingston, Jamaica.

STATEMENT OF CHANGES IN EQUITY

iCreate Limited

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

September 30, 2020

	Share capital	Retained earnings	Total
	JS	JS	JS
At Dec 31, 2018	500,000	(14,848,055)	(14,348,055)
Ordinary Shares Issued (Net of Transaction Cost)	53,566,070	-	53,566,070
Total comprehensive loss for the period	-	(12,508,929)	(12,508,929)
At 30 September 2019	54,066,070	(27,356,984)	26,709,087
Balance at 31 December 2019	55,816,070	(60,798,131)	(4,982,061)
Total Comprehensive Income for the period	-	4,808,246	4,808,246
Transaction Cost - Issue of Share	(618,596)		(618,596)
Balance at 30 September 2020	55,197,474	(55,989,885)	(792,411)

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STATEMENT OF CASH FLOW

iCreate Limited

STATEMENT OF CASH FLOWS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020

	30-Sep-2020	30-Sep-19	DECEMBER 31, 2019 AUDITED
OPERATING ACTIVITIES			
Net Income	\$4,808,246	(\$12,508,929)	(\$45,950,076)
Adjustment for :			
Depreciation and amortisation	1,950,425	2,160,529	3,177,366
Depreciation of right-of-use-asset	4,820,699	0	10,120,786
Expected credit loss provision	0	0	8,796,969
Taxation expense	0	0	510,122
Operating cashflow before movements in working capital	11,579,370	(10,348,400)	(23,344,833)
Change in Accounts Payable	(6,363,525)	9,801,562	
Change in Other Current Liabilities	1,963,556	(671,202)	13,578,975
Change in Accounts Receivable	(13,725,677)	(12,186,566)	(10,471,751)
Change in Other Current Assets	(133,651)	(5,431,432)	0
Cash Flow from Operating Activities	(6,679,926)	(18,836,037)	(20,237,609)
INVESTING ACTIVITIES			
Change in Fixed Assets (ex. Depn and Amort)	520,272	(17,280,494)	(17,330,860)
Change in Investments or Other Non-Current Assets	(8,483,674)	45,921	
Cash Flow From Investing Activities	(7,963,402)	(17,234,573)	(17,330,860)
FINANCING ACTIVITIES			
Change in Other Equity	(618,595)	53,566,070	55,316,070
Change in Short Term Debt	490,428	0	
Change in Other Non-Current Liabilities	25,912,694	(17,500,000)	(27,340,034)
Cash Flow From Financing Activities	25,784,527	36,066,070	27,976,036
Change in Cash & Equivalents	11,141,198	(4,541)	(9,592,433)
Cash & Equivalents, Opening Balance	(9,323,343)	269,090	269,090
Cash & Equivalents, Closing Balance	1,817,855	264,549	(9,323,343)

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GENERAL INFORMATION

iCreate Limited is a limited liability Company incorporated and domiciled in Jamaica. The registered office of the Company is 72B Hope Road, Kingston 6.

iCreate Limited is a subsidiary of eMedia Interactive Group Limited.

The principal activity of the Company is to develop and deliver degree and certificate courses to students in the creative field, such as, advertising, film, animation, graphic design, mobile games, fashion design and more.

BASIS OF PREPARATION

The Company's financial statements have been prepared in accordance and comply with International Financial Reporting Standards (IFRS) and the relevant requirements of the Jamaican Companies Act.

The financial statements have been prepared under the historical cost basis and are expressed in Jamaican dollars, unless otherwise indicated.

The preparation of the financial statements in conformity with IFRS and the Act requires management to make estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses for the period then ended. Actual results could differ from these estimates.

ACCOUNTING POLICIES

There have been no changes in accounting policies since the most recent audited financial statements as at **December 31, 2019**.



3D render of the new iCreate learning environment.

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SHAREHOLDINGS

Disclosure of Shareholdings as at September 30, 2020

ICREATE LIMITED - JME201900052					
Directors and Connected Parties Shareholdings Report					
as at September 30, 2020					
Board Member	*Primary Holder	Position on Board	Relationship	Volume	%
Account ID	Joint Holder				
TYRONE WILSON	Tyrone Wilson	Director	Self	-	0.00000
	Meisha-Gay Mattis		Connected	119,964	0.06071
			Director's Holdings	-	0.00000
			Connected Party Holdings	119,964	0.06071
			Combined Holdings	119,964	0.06071
DEVON LAWRENCE	Devon Lawrence	Director	Self	100,000	0.05061
			Director's Holdings	100,000	0.05061
			Connected Party Holdings	-	0.00000
			Combined Holdings	100,000	0.05061
ARLENE MARTIN	Arlene Martin	Director	Self	-	0.00000
			Director's Holdings	-	0.00000
			Connected Party Holdings	-	0.00000
			Combined Holdings	-	0.00000
NATASHA DIXON	Natasha Dixon	Director	Self	-	0.00000
			Director's Holdings	-	0.00000
			Connected Party Holdings	-	0.00000
			Combined Holdings	-	0.00000
RICARDO ALLEN	Ricardo Allen	Director	Self	-	0.00000
			Director's Holdings	-	0.00000
			Connected Party Holdings	-	0.00000
			Combined Holdings	-	0.00000
Issued Shares		197,592,500			
Combined Director's Holdings		100,000	0.05061		
Combined Connected Party Holdings		119,964	0.06071		
Combined Holdings		219,964	0.11132		

SHAREHOLDINGS

Disclosure of Shareholdings as at September 30, 2020

SENIOR
MANAGERS

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ICREATE LIMITED - JME201900052
Senior Managers and Connected Parties Shareholdings Report
as at September 30, 2020

Board Member	*Primary Holder	Position	Relationship	Volume	%
Account ID	Joint Holder	on Board			
TYRONE WILSON	Tyrone Wilson	Manager	Self	-	0.00000
	Meisha-Gay K. Mattis		Connected	119,964	0.06071
			Senior Managers Holdings	-	0.00000
			Connected Party Holdings	119,964	0.06071
			Combined Holdings	119,964	0.06071

SHAREHOLDINGS

Disclosure of Shareholdings as at September 30, 2020

TOP 10 SHAREHOLDERS

Primary Account Holder	Joint Holder(s) :	Volume	Percentage			
1	EMEDIA INTERACTIVE GROUP LTD.			6	KENNETH S. BENJAMIN	
		100,000,000	50.6092%			2,000,000
	Client total ownership	100,000,000	50.6092%		Client total ownership	2,000,000
2	SAGICOR INVESTMENTS JAMAICA LIMITED			7	JASON NYACK	
		23,585,000	11.9362%			1,500,000
	Client total ownership	23,585,000	11.9362%		Client total ownership	1,500,000
3	ANDREW PAIRMAN			8	MICKOY O. HOLNESS	
	PAULA PAIRMAN	1,500,000	0.7591%			1,115,000
	PAULA PAIRMAN	11,189,617	5.6630%			0.5643%
	Client total ownership	12,689,617	6.4221%		Client total ownership	1,115,000
4	GK INVESTMENTS LIMITED			9	PHILIP E BURGESS	
		10,185,185	5.1546%			32,881
	Client total ownership	10,185,185	5.1546%		Client total ownership	982,923
5	GUARDSMAN GROUP LIMITED			10	SASHA R. DARBY	
		2,000,000	1.0122%			853,850
	Client total ownership	2,000,000	1.0122%		Client total ownership	150,000
						1,003,850
						0.4321%
						0.0759%
						0.5080%



PARTNERS



**UNIVERSITY OF THE
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