



Second Quarter 2022 Interim Report to our Shareholders

The Directors of Margaritaville (Turks) Ltd. take pleasure in reporting that, since we last communicated with you, cruising into the Grand Turk Port has resumed. Carnival Freedom visited the Grand Turk Cruise Center on December 16, 2021, marking the return of cruising in general and Carnival Cruise Line's return to the Caribbean port.

"We are delighted to bring Carnival Freedom back to Grand Turk and to offer our guests the opportunity to experience all of this Port's beauty once again," said Christine Duffy, President of Carnival Cruise Line. "On behalf of Carnival, I would like to thank the Turks and Caicos Islands Government and all our partners on the ground in Grand Turk for working with us to make this opportunity possible."

For the Quarter under consideration, the company incurred expenses of US\$327,577. With no revenue, except for items disposed of at cost to avert spoilage, the Net Loss for the quarter was the same US\$327,577. In preparation for the commencement of cruising in the 3rd Quarter, additional expenses were incurred for maintenance, labour and utilities. Items expired during the period as well and had to be dumped. Expenditure incurred for the similar period in the prior year was US\$366,919. With no revenues in the prior year, the net loss was the same US\$366,919. Loss per share for the Quarter was 0.485 US Cents.

Expenditure and net loss for the six months period was US\$606,269, compared to expenditure and net loss of US\$805,006 for the same period in the prior year. The team has kept expenses to a minimum, while ensuring that the location was maintained and in a state of preparedness for the resumption of cruising. Loss per share for the half year was 0.898 US Cents

A loan for US\$300,000 was secured to assist with the resumption of cruising activities. This was paid to a related company that does procurement on behalf of Margaritaville (Turks) Ltd.

A very active cruise itinerary was developed for the location for the winter season, we look forward to this materialising.

Thanks to our shareholders and stakeholders for the continued support. Please continue to keep safe by observing the COVID-19 protocols.

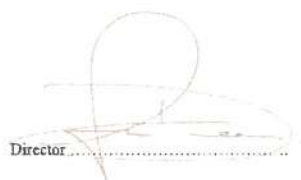
Ian Dear
Director

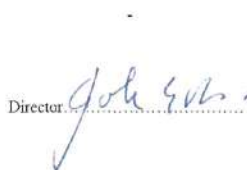
John Byles
Director

Margaritaville Turks Ltd
Un-Audited Financial Statements

Statement of Financial Position
as at November 30, 2021

	Unaudited November 30, 2021	Audited May 31, 2021
	US\$	US\$
Assets		
Non-current assets		
Property, plant and equipment	2,885,744	3,023,329
Other intangible assets	8,093	16,187
Goodwill arising on consolidation	-	-
	<u>2,893,837</u>	<u>3,039,516</u>
Current assets		
Trade and other receivables	97,961	91,814
Inventories	945,761	935,897
Cash and bank balance	16,877	7,992
	<u>1,060,600</u>	<u>1,035,703</u>
Total assets	<u>3,954,437</u>	<u>4,075,219</u>
Equity and Liabilities		
Capital and reserves attributable to the company's owners		
Share capital	522,360	522,360
Capital reserves	-	-
Retained profits	1,783,276	2,389,546
Total equity	<u>2,305,636</u>	<u>2,911,906</u>
Liabilities		
Non-current liabilities		
Long term loans	300,000	-
Lease obligation	-	-
	<u>300,000</u>	<u>-</u>
Current liabilities		
Short Term Loans	-	-
Current portion of long-term loans	-	-
Current portion of lease obligation	-	-
Due to related companies	408,539	253,723
Trade and other payables	940,262	909,591
	<u>1,348,801</u>	<u>1,163,314</u>
Total liabilities	<u>1,648,801</u>	<u>1,163,314</u>
Total equity and liabilities	<u>3,954,437</u>	<u>4,075,219</u>

Director 

Director 

Statement of Comprehensive Income for the Period Ended November 30, 2021

	6 Months YTD November 30, 2021	Q2 November 30, 2021	6 Months YTD November 30, 2020	Q2 November 30, 2020	Audited May 31, 2021
	US\$	US\$	US\$	US\$	US\$
Revenue	1,046	504	40,451	20,034	48,283
Cost of sales	(831)	(504)	(40,451)	(20,034)	(48,645)
Gross profit	215	0	-	-	(362)
Loss on sale of property, plant and equipment	-	-	-	-	-
Administrative expenses	(467,298)	(262,431)	(658,819)	(293,826)	(1,074,210)
Promotional expenses	(1,939)	(1,939)	-	-	-
Depreciation and amortisation	(145,678)	(72,839)	(146,187)	(73,093)	(309,075)
Other operating expenses	-	-	-	-	-
Operating profit (Loss) for the YTD	(614,699)	(337,209)	(805,006)	(366,919)	(1,383,647)
Other operating income/(expense)	8,430	9,632	-	-	1,446
Finance costs	-	-	-	-	-
Finance income	-	-	-	-	-
Foreign exchange adjustment Gain/(Loss)	-	-	-	-	-
Gain on sale of shares	-	-	-	-	-
Total comprehensive Profit/Loss Before Tax for the YTD	(606,269)	(327,577)	(805,006)	(366,919)	(1,382,201)
Income tax credit/(expense)	-	-	-	-	-
Profit for the year	(606,269)	(327,577)	(805,006)	(366,919)	(1,382,201)
Earnings per share - US Cents	(0.898)	(0.485)	(1.193)	(0.544)	(2.048)

Statement of Cash Flow as at November 30, 2021

	6 Months to November 30, 2021	6 Months to November 30, 2020
	US \$	US \$
Cash flows from operating activities:		
Profit before tax	(606,269)	(805,005)
Adjustments for:		
Depreciation and amortisation	145,678	146,187
Gain on Sale of Shares in Subsidiary	-	-
Other income - RoU concession	-	-
Interest income	-	-
Interest expense	-	-
	(460,591)	(658,818)
(Increase)/Decrease in Receivable/Prepayments/Deposits	(7,756)	9,948
(Increase)/Decrease in owing by related companies	156,425	601,431
(Increase)/Decrease in inventories	(9,864)	106,246
Increase/(Decrease) in trade and other payables	30,671	(78,168)
	(291,115)	(19,361)
Cash (used in)/generated from operations	(291,115)	(19,361)
Interest paid	-	-
Income tax paid	-	-
Net cash (used in)/provided by operating activities	(291,115)	(19,361)
Cash flows from investing activities		
Purchase of fixed assets	(0)	-
Proceeds from Sales of Shares in Subsidiary	-	-
Interest income	-	-
Net cash used in investing activities	(0)	-
Cash flows from financing activities		
Loan Proceeds, net of repayments	300,000	-
Net Addition (Pay down) to Lease	-	-
Repayment of Long-term Loan	-	-
Repayment of preference share	-	-
Shareholder Funds Injection	-	-
Dividends Paid	-	-
Net cash provided by/(used in) financing activities	300,000	-
Increase in cash and cash equivalents	8,885	(19,361)
Cash and cash equivalents at beginning of year	7,992	31,401
Cash and cash equivalents at November 30, 2021	16,877	12,040

Statement of Changes in Equity
as at November 30, 2021

	Share Capital US\$	Capital Reserve US\$	Retained Profits US\$	Totals US\$
Balance at May 31, 2021	522,360	-	2,389,545	2,911,905
Changes in equity 6 months to GL Account				
Dividends	-	-	-	-
Profit for the 6 months to November 30, 2021 being total Comprehensive Income	-	-	(606,269)	(606,269)
Balance at November 30, 2021	522,360	-	1,783,276	2,305,636

Statement of Changes in Equity
as at November 30, 2020

	Share Capital US\$	Capital Reserve US\$	Retained Profits US\$	Totals US\$
Balance at May 31, 2020	522,360	-	3,771,746	4,294,106
Changes in equity 6 months to November 30, 2020				
Dividends	-	-	-	-
Profit for the 6 months to November 30, 2020 being total Comprehensive Income	-	-	(805,005)	(805,005)
Balance at November 30, 2020	522,360	-	2,966,741	3,489,101

Margaritaville Turks Ltd
Un-Audited Financial Statements

Notes to the Consolidated Financial Statements

1. Identification

The company was incorporated under the Laws of Turks and Caicos Islands on July 15, 2004 and commenced operations in February 2006. Its registered office is P.O. Box 127, Richmond House, Leeward Highway, Providenciales, Turks and Caicos Islands. The company's shares were listed on the Main Market of the Jamaica Stock Exchange on April 11, 2014.

The company's principal place of business is located at Grand Turks Cruise Centre, White Sands, Turks and Caicos Island. The company is a subsidiary of Margaritaville Caribbean Limited, a company registered under the Bahamas IBC Act of 2000.

Its main activity during the year was the operation of a Margaritaville branded bar and restaurant.

2. Basis of preparation

(i) Statement of compliance

These interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and have been prepared under the historical cost convention, except for certain non-financial assets measured at fair value.

(ii) Accounting policies.

There have been no changes in accounting policies since the most recent audited accounts as at May 31, 2019.

3. Reporting Currency

The financial statements are prepared and presented in United States dollars, which is the functional currency of all the group's operating companies.

4. Seasonality of Interim Results

The entire operations of the Group are dependent on the Caribbean tourism market. Despite the fairly stable climate, the Caribbean hotel and resort market shows a significant level of seasonality throughout the year. The seasonality is represented by strong occupancies throughout the winter season, typically between December and May. This is offset by lower occupancies between June and November with particularly low occupancies in the months of September and October.

5 Effects of Covid 19

The spread of the Coronavirus disease (COVID-19) which was declared a global pandemic by the World Health Organization (WHO) on March 11, 2020, has severely impacted many local economies around the globe. In the Caribbean, as in all regions, businesses were forced to cease or limit operations for long periods of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown. These measures significantly affected the group's operation and resulted in its temporary closure as of March.

At the date of the authorisation of the financial statements, operations continued to be impacted by COVID-19. Management is unable to determine a reliable estimate of the financial impact of COVID-19 events on its profitability and financial position for the subsequent period.

Margaritaville (Turks) Ltd

Top Ten ShareHoldings

As at November 30, 2021

NAMES		VOLUME	PERCENTAGE
MARGARITAVILLE CARIBBEAN LIMITED	NASSAU, BAHAMAS	33,163,445	49.1%
LANNAMAN & MORRIS (SHIPPING) LIMITED	KINGSTON	8,446,398	12.5%
SAGICOR POOLED EQUITY FUND	KINGSTON	5,819,559	8.6%
MATMAR HOLDINGS LIMITED	ST LUCIA	2,700,000	4.0%
NATIONAL SUPPLY CO. LTD	KINGSTON	1,200,000	1.8%
CXN DIRECT INVESTING INC	KINGSTON	1,032,000	1.5%
PRIME ASSET MANAGEMENT LTD. - JPS	KINGSTON	1,000,000	1.5%
NEKIA LIMITED	KINGSTON	1,000,000	1.5%
LIAO, HUIXIONG	CLARENDON	1,000,000	1.5%
FRASER, PAUL	MANCHESTER	953,418	1.4%
		56,314,820	83.4%

Total Ordinary Stock in issue - 67,500,000

Total Number of Stock Holders - 521

Directors ShareHoldings

As at November 30, 2021

NAMES	DIRECT	CONNECTED	TOTAL	PERCENTAGE
HERRICK WINSTON DEAR	-	-	-	0.0%
HARRIAT T. MARAJH	-	8,446,398	8,446,398	12.5%
IAN B. DEAR	-	33,163,445	33,163,445	49.1%
JOHN G. BYLES	-	-	-	0.0%
ROLAND P CLARKE	40,000	-	40,000	0.1%
	40,000	41,609,843	41,649,843	61.70%

Senior Managers ShareHoldings

As at November 30, 2021

NAMES	DIRECT	CONNECTED	TOTAL	PERCENTAGE
ROLAND P CLARKE	40,000	-	40,000	0.1%
MARK SUTHERLAND	-	-	-	0.0%
ALTON THELWELL	-	-	-	0.0%
	40,000	-	40,000	0.1%