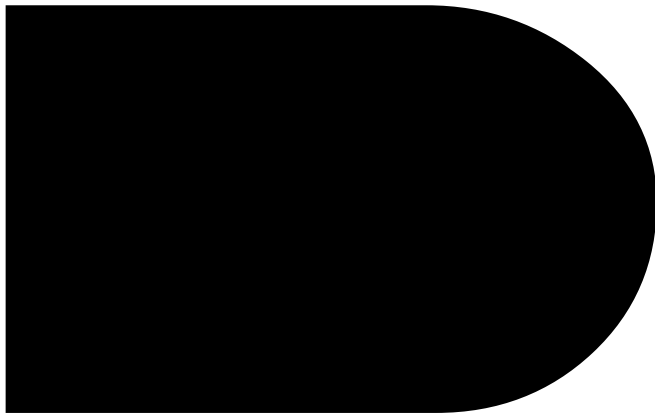


THE INVESTMENT
M A G A Z I N E

by: PROVEN Group Limited

.....
SEPTEMBER 30, 2022 EDITION



UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

The Board of Directors of PROVEN Group Limited ("PROVEN") is pleased to report its Unaudited Financial Statements for the six months ended September 30, 2022.

FINANCIAL HIGHLIGHTS

US\$1.71 million	—	Net Profit attributable to shareholders
US\$0.0023	—	Earnings per Share
US\$1.08 billion	—	Consolidated Total Assets
6.21%	—	Trailing 12 Months (TTM) Return on Average Equity

Proven Group Limited (PGL) performance resulted in a net profit attributable to shareholders for the first half of the financial year of US\$1.71 million compared to the US\$5.99 million earned in the period ended September 30, 2021. This net profit outcome largely reflects the adverse impact on asset prices caused by an increasingly inflationary environment, accompanied by rising interest rates. Grain price increases over the period along with the integration of newly acquired companies were the other drivers influencing the performance for the period.

Despite these challenging headwinds, the business remains resilient and is already reaping the results of its strategic initiatives based on the initial 3rd quarter to date performance.

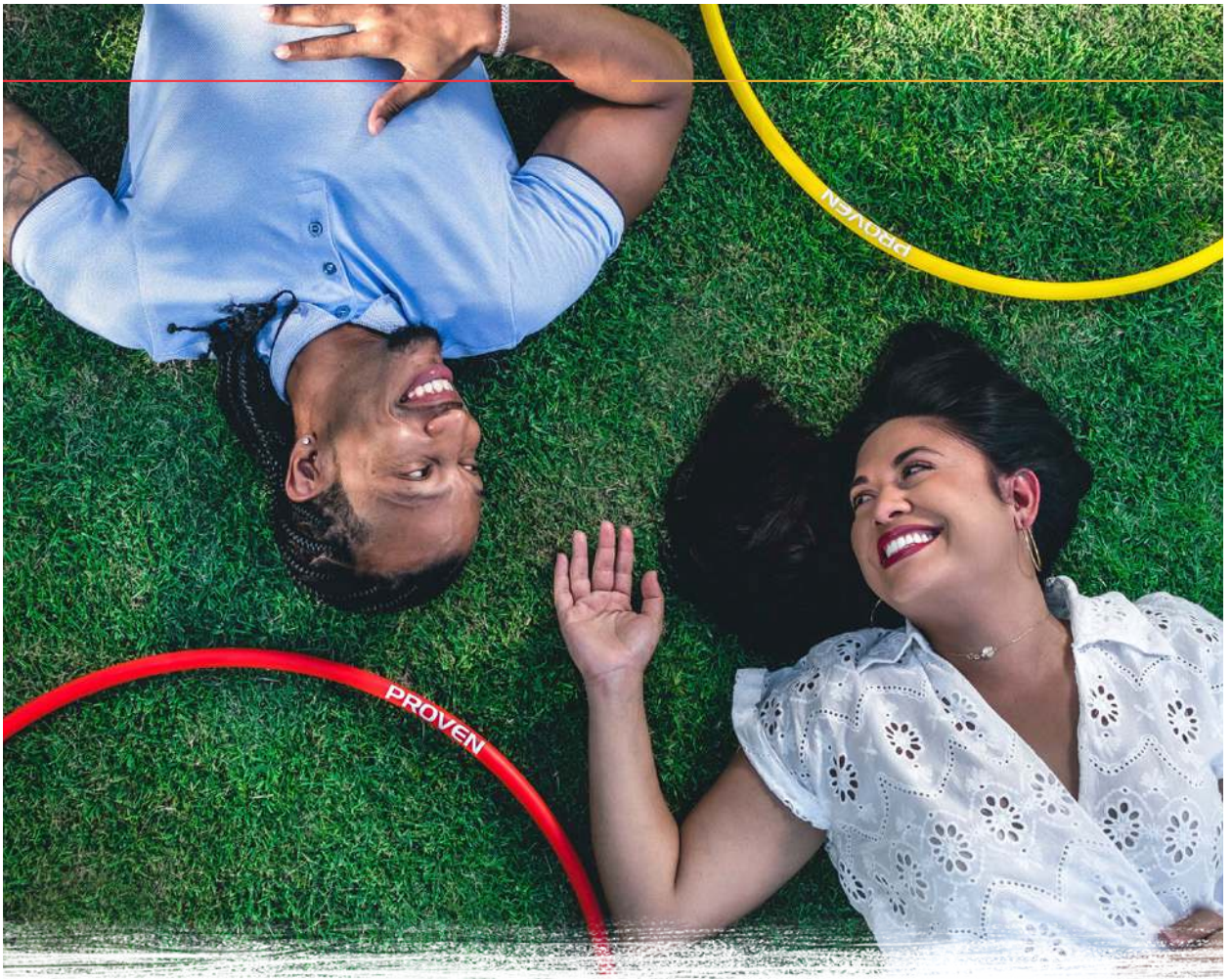
Statement of Financial Position

The Group's assets expanded to US\$1.08 billion as at September 30, 2022, growing by 46% from the US\$741 million reported at September 30, 2021, while Liabilities increased by 67% to US\$933 million as at September 30, 2022, from US\$558 million as at September 30, 2021. The growth in both total assets and total liabilities resulted mainly from the acquisition of Proven Bank (Cayman) Limited (Formerly, Fidelity Bank Cayman). Proven Group's off-balance sheet assets under management stood at US\$736 million as at September 30, 2022.

Shareholders' Equity

Total Equity attributable to shareholders of the company was reported at US\$123.5 million as at September 30, 2022, down from US\$167.1 million as at September 30, 2021. This resulted from a US\$47.8 million adverse shift in investment revaluation reserves from the impact of rising interest rates and market volatility on asset prices, a significant portion of which is attributed to PGL's share of JMMB's revaluation reserves; which is accounted for under the equity accounting method.

At the Board meeting held on November 11, 2022, the directors decided not to declare an interim dividend for the quarter ended September 30, 2022. This decision was made against the backdrop of the quarter's breakeven profit position. The Company remains committed to returning regular cash dividends to its shareholders as soon as conditions improve.



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FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

Performance Drivers

The three pillars as of September 2022 are: (1) Core Banking & Wealth Division, (2) Real Estate, and (3) Portfolio Holdings.

1. CORE BANKING AND WEALTH DIVISION

Banking and Wealth Management is PGL's core Pillar, comprising all majority-owned assets based in financial services. The strategic pillar of the Core Banking and Wealth Division includes the portfolio companies of Proven Wealth Limited, BOSLIL Bank Limited, Proven Wealth Cayman Limited, IFP Jamaica Ltd, Heritage Education Fund Intl., and Proven Bank (Cayman) Limited.

PROVEN Wealth Limited (PWL)

PWL's second-quarter performance was negatively impacted by non-interest income revenue line items. This reflected a general deterioration in investor sentiment over the period, which was supported by the steady rise in global benchmark interest rates amidst recessionary fears. Accordingly, the Company's reported Profit Attributable to Equity Holders of US\$0.6 million, declined year over year. Total Assets expanded to US\$139 million as at September 30, 2022, mainly as a result of strong growth in investments and the doubling of its Loan Receivables portfolio.

Looking ahead, the Company will focus on expanding net interest margins by maintaining the close alignment of its asset and liability re-pricing tenures. The Company also has a healthy pipeline of deals, which are anticipated to produce positive results in the second half of the financial year. Continued focus on improving client experience through the adoption of an integrated sales process application and the launch of an update to the PWL App were among the initiatives embarked on during the quarter.

BOSLIL Bank Limited (BOSLIL)

Following a lackluster start to the financial year, BOSLIL registered an improved second-quarter performance, delivering a Net Profit of US\$1.2 million for the period ended September 30, 2022. This resulted in US\$0.9 million in Profit Attributable to Equity Holders being realized for the period compared to US\$1.2 million for the period ended September 30, 2021.

Total Assets of the Bank increased by 6% from US\$331.1 million as at September 30, 2021, to US\$349.2 million as at September 30 2022.

Subsequent to September 30, 2022, PGL acquired the 25% minority interest in BOSLIL, effectively increasing its stake to 100%. This will result in PGL shareholders retaining all of the profits generated by BOSLIL in the future.

Proven Wealth (Cayman) Limited formerly International Financial Planning Limited (IFP)

Proven Wealth (Cayman) Limited is a licensed independent investment advisor with offices in Cayman, Bermuda, and the British Virgin Islands that cater to a variety of investors ranging from medium to high net-worth individuals.

The company has been undergoing restructuring to expand its product offerings and attract new clientele. This restructuring exercise is anticipated to produce an improved performance as the

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

company seeks to hire and retain additional human capital that can focus on the new product lines while increasing the output for the existing business. The Company reported a Net Loss for the Period ended September 30, 2022, this was primarily due to a reduction in fees and commissions reflecting the residual impact of COVID-19-induced shifts.

Heritage Education Funds International Inc.

Proven Group Limited acquired Heritage Education Funds International Inc (“Heritage”) one year ago in September 2021. This business specializes in administering and managing Education Savings Plans (ESPs) for clients in the Bahamas, Bermuda, Jamaica, and the British Virgin Islands. It has enrolled over 50,000 children in its Heritage International Plan since its inception in 1983 and manages approximately US\$128 million in assets under management.

Heritage recorded a Net Profit before tax of US\$0.11 million for the period ended September 30, 2022, primarily derived from fee and commission income produced by its core activities. Heritage generated gross fees and commission income of US\$1.4 million. The Company continues to make steady progress on the path to transitioning its middle and back-office functions from its previous owners. We anticipate an increase in bottom-line results during the second half of the year once the transitional services agreement comes to an end during the 3rd quarter.

PROVEN Bank (Cayman) Limited formerly Fidelity Bank (Cayman) Limited

PGL acquired Fidelity Bank (Cayman) Limited (FBC) on February 1, 2022. Subsequent to the acquisition the entity was renamed Proven Bank (Cayman) Limited (PBC). PBC operates two (2) branches in Grand Cayman, providing services to residents and non-residents; offering financial solutions such as deposit accounts (savings, chequing, and term); loans (consumer/personal, mortgage/real estate); credit cards; foreign exchange services; internet and telephone banking.

For the period ended September 30, 2022, the bank reported a net loss position, mainly as a result of an increase in IFRS 9 provisions along with some one-off integration and professional fee costs. The provisions were accompanied by substantial growth in the PBC Loan Book, which will eventually lead to increased interest margins in the second half of the financial year.

Total assets were at US\$295.1 million, made up primarily of loan receivables, investments, and cash and bank balances. PBC shareholder’s equity stood at US\$29.0 million.

2. REAL ESTATE

PROVEN Properties Limited (PPL)

This Pillar comprises all Real Estate Investments including the Development Sales and Recurrent Income model. This Pillar continues to make positive strides towards achieving its targeted weighting of capital allocation into the rent/lease recurring revenue model. The Pillar had an excellent second quarter as it was able to book a large percentage of sales from its Bræmar Development. The portfolio of real estate holdings includes five (5) rental income properties and nine (9) development projects at various stages of the development cycle.

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FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

Residential Development	Location	Description	Status/Projected Completion Date
The César	21 Millsborough Avenue, Kingston 6	6 Villas & 9 Apartments	Completed
VIA at Bræmar	19-21 Bræmar Avenue, Kingston 5	99 Apartments (51 Studios, 30 One Bedrooms, 18 Two Bedrooms)	Completed
The Lagoons (40% stake)	Omega Drive, Grand Cayman	13 Townhouses (9 Two Bedrooms, 4 Three Bedrooms)	November 2022
AVISTA at Bloomfield	Bloomfield, Mandeville	78 Apartments (40 Studios, 20 One Bedroom, 18 Two Bedrooms)	March 2023
Sol Harbour	Milford Road, St. Ann	156 Apartments (144 Studios, 12 Two Bedrooms)	December 2025
Pimento Grove (49% stake)	Cardiff Hall, St. Ann	206 Residential Units (85 Villas, 73 Townhomes, 48 Condominiums)	December 2025
Commercial Development	Location	Description	Status/Projected Completion Date
Kingston Gateway Warehouse Complex (50% stake)	221-223 Marcus Garvey Drive	100,000 SF of warehouse space	October 2023
9 West Avenue Commercial Complex	9 West Avenue, Kingston 8	45,000 SF of commercial space	March 2024
Gladstone Commercial (60% stake)	Gladstone Drive, Kingston 5	41,872 SF of commercial space	December 2022
Bloomfield Commercial	Bloomfield, Mandeville	100,000 SF of commercial space	December 2023
Aashgo Warehouses (67% stake)	Ashgo Street, Grand Cayman	5,510 SF of warehouse space	February 2023
RENT/LEASE	Location	Description	Status/Projected Completion Date
Real NPW	Newport West, Kingston 13	29,680 SF of commercial space	100% Occupancy
Real Portmore Pine 1	Portmore Pines Plaza, Greater Portmore	26,908 SF of commercial space	100% Occupancy
Real Portmore Pines 2 (51% stake)	Portmore Pines Plaza, Greater Portmore	51,689 SF of commercial space	100% Occupancy
Chelsea Lands	12 Chelsea Avenue, Kingston 5	0.47 acres of land for parking	100% Occupancy
Rum Point Condominiums	Rum Point Grand Cayman	2 residential condominiums (4,470 SF)	100% Occupancy

PPL reported Profit Attributable to Equity Holders of US\$3.2 million for the period ended September 30, 2022, almost four times that which was reported for the period ended September 30, 2021,



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UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

which resulted from proceeds from the completion of two (2) major developments. During the second quarter PPL added two properties to its portfolio: Aashgo Warehouse and Rum Point Condominiums. Revenue in this business segment is recognized only upon project completion. The company is making a strategic shift to increase the proportion of recurrent rental income in its business model which should help in smoothing out its cashflows in-between project completions. Total assets at September 30, 2022 were at US\$67.1 million which represents a 27% increase when compared to US\$53.0 million reported at September 30, 2021.

PPL continues to closely monitor emerging trends and forward-looking indicators in relation to the industry and will adjust to successfully navigate the emerging uncertainties impacting the Sector.

3. PORTFOLIO HOLDINGS

This Pillar comprises the portfolio of all other assets not included in the first two Pillars which includes investments in associated companies whether financial or real sector, majority-owned investments in real sector companies, tradable securities, and any other opportunistic investments. The Pillar includes Access Financial Services Limited, Proven Holdings Limited; the Company that holds JMMB Shares, and Roberts Manufacturing Company Limited.

Access Financial Services Limited (AFSL)

AFS, an associate company, contributed a total of US\$0.21 million for the six months ended September 30, 2022. On July 29th AFSL became the first microcredit company to be licensed under the Micro Credit Act by the Bank of Jamaica. During the quarter the company also launched new customer-facing Technology which is the first in a series of transformations which is aimed at improving its customer experience and positioning the entity to further scale its business while improving its operating efficiency.

Proven Holdings Limited (JMMB Group Limited)

For the period ended September 30, 2022, JMMB, an associate company, contributed US\$4.5 million, a 33% decline compared to US\$6.8 million recorded in the similar period ended September 30, 2021. JMMB's performance in the quarter was impacted by adverse market conditions however ongoing repositioning of its portfolio is anticipated to result in a rebound over the upcoming quarters.

Roberts Manufacturing Company Limited (RMCO)

RMCO registered a Gross Revenue of US\$9.6 million for the period ended September 30, 2022. This positive revenue result was however accompanied by a significant spike in input costs during the period. These temporary imbalances are continuously being assessed along with relevant supply chain developments to ensure the maintenance of sustainable top and bottom-line growth. Subsequent to September 30, 2022, the Government of Barbados approved a price subsidy to offset the impact of elevated grain prices in the amount of BDS \$2,000,000 to cover the period October 2022 to February 2023. This was in an effort to avert a direct increase to consumers, as the government seeks to cushion the cost-of-living concerns amongst its citizenry.

The Company's Total Assets amounted to US\$24 million at September 30, 2022, which is mainly comprised of inventories and fixed assets. Total equity stood at US\$15.9 million as at September 30, 2022.

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

Un-Audited Consolidated Statement of Financial Position SEPTEMBER 30, 2022

	SEPTEMBER 2022 US\$	SEPTEMBER 2021 US\$	MARCH 2022 US\$
ASSETS			
Cash and cash equivalents	170,800,922	158,530,602	286,147,481
Resale agreements	11,177,342	15,214,632	8,237,024
Investment securities	363,983,106	248,569,546	335,191,767
Investment in Associates	127,061,335	153,055,351	140,512,170
Loans Receivable	239,664,645	33,912,053	207,376,497
Other Receivables	41,059,119	25,508,434	25,139,482
Related Company	799,193	705,187	275,431
Property Development In Progress	16,157,576	20,362,971	27,837,751
Property Held For Development	7,361,520	10,385,582	10,540,393
Inventory	6,765,236	7,829,957	7,973,217
Investment Property	20,547,493	11,115,865	14,841,082
Intangible Assets	44,963,332	45,046,358	46,370,313
Property, plant and equipment	30,771,393	10,814,627	31,359,275
Total Assets	<u>1,081,112,212</u>	<u>741,051,165</u>	<u>1,141,801,883</u>
LIABILITIES			
Client liabilities	120,633,544	78,588,338	67,763,257
Related company	(667,780)	2,773,381	661,763
Notes Payable	193,359,922	149,256,510	210,768,485
Preference shares	1,000	1,000	1,000
Other liabilities	30,786,772	26,210,811	34,052,193
Due to Customers	589,217,897	301,129,721	661,492,905
Total Liabilities	<u>933,331,355</u>	<u>557,959,761</u>	<u>974,739,603</u>
SHARE HOLDERS' EQUITY			
Share capital	115,753,819	115,753,819	115,753,819
Investment revaluation reserve	(39,915,415)	7,893,981	(21,970,724)
Foreign exchange translation	3,629,177	3,061,299	5,729,335
Retained earnings	43,999,427	40,436,565	43,125,577
Total Shareholders' Equity	<u>123,467,008</u>	<u>167,145,664</u>	<u>142,638,007</u>
Minority Interest	<u>24,313,849</u>	<u>15,945,741</u>	<u>24,424,273</u>
Total Shareholders' Equity and Liabilities	<u>1,081,112,212</u>	<u>741,051,165</u>	<u>1,141,801,883</u>

Approved for Issue by the Board of Directors and signed on its behalf by



Director



Director



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UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

Un-Audited Consolidated Statement of Income for the period ended September 30, 2022

	Quarter ended September 2022	Quarter ended September 2021	Period ended September 2022	Period ended September 2021	Audit March 2022
	US\$	US\$	US\$	US\$	US\$
INCOME					
Interest Income	8,186,350	2,775,119	14,246,765	5,406,931	12,639,027
Interest expense	(4,374,311)	(1,714,181)	(7,713,042)	(3,398,404)	(7,557,860)
Net interest income	3,812,039	1,060,938	6,533,723	2,008,527	5,081,168
Other income					
Gains on securities trading	58,302	384,324	(104,703)	1,553,732	2,249,486
Dividend Income	22,877	29,009	65,128	88,034	204,118
Pension Management Income	803,645	827,051	1,650,052	1,677,624	3,339,431
Fees & Commissions	2,682,586	2,102,977	5,952,311	4,110,228	9,559,718
Net Gross Profit on Manufacturing Operations	3,751,670	4,847,452	9,608,898	5,045,209	15,793,403
Foreign exchange translation gains/(losses)	(90,510)	303,382	110,186	562,080	830,450
Other Income	2,153,482	1,595,705	4,502,750	2,605,953	4,068,737
	9,382,052	10,089,900	21,784,622	15,642,860	36,045,343
NET REVENUE	13,194,091	11,150,838	28,318,345	17,651,387	41,126,511
OPERATING EXPENSES					
Depreciation and Ammortization of Intangibles	1,552,044	697,576	2,815,147	1,362,987	3,371,778
IFRS 9 Provisioning	869,341	15,120	1,029,743	113,332	428,532
Administrative and General Expenses	13,718,677	8,106,931	26,825,912	14,142,125	38,471,158
	16,140,062	8,819,627	30,670,802	15,618,444	42,271,468
OPERATING PROFIT	(2,945,971)	2,331,211	(2,352,457)	2,032,943	(1,144,957)
Preference dividend	475,091	(1,057,413)	373,636	(1,201,301)	(2,555,999)
Share of Results of Associates	2,127,369	4,675,323	4,755,832	7,110,967	15,784,024
Gain/(Loss) on Purchase of Subsidiary	-	-	-	-	4,563,000
	2,602,460	3,617,910	5,129,468	5,909,666	17,791,025
Profit before income tax	(343,511)	5,949,121	2,777,011	7,942,609	16,646,068
Income tax	(249,154)	(312,672)	(1,178,189)	(593,050)	(1,165,498)
NET PROFIT	(592,665)	5,636,449	1,598,822	7,349,559	15,480,569
Less income attributable to non-controlling interest	558,807	(1,210,633)	110,424	(1,364,072)	(2,943,197)
Profit attributable to owners of the company	(33,858)	4,425,816	1,709,246	5,985,487	12,537,372
EARNINGS PER STOCK UNIT - US cents	- 0.00	0.58	0.23	0.79	1.65

Un-Audited Consolidated Statement of Comprehensive Income for the period ended September 30, 2022

	Quarter ended September 2022	Quarter ended September 2021	Period ended September 2022	Period ended September 2021	Period ended March 2022
	US\$	US\$	US\$	US\$	US\$
NET PROFIT	(592,665)	5,636,449	1,598,822	7,349,559	15,480,569
OTHER COMPREHENSIVE INCOME					
Items that are or may be reclassified to profit or loss:					
Unrealised Gain on investments securities	(1,095,094)	(1,445,179)	(17,944,691)	1,026,650	(27,904,286)
Foreign exchange translation reserve	(716,766)	(144,799)	(2,100,158)	278,260	928,284
Total Comprehensive income	(2,404,525)	4,046,471	(18,446,027)	8,654,469	(11,495,432)

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

Un-Audited Consolidated Statement of Changes in Equity SEPTEMBER 30, 2022

	Share capital	Minority Interest	Investment Revaluation reserve	Foreign exchange translation	Retained earnings	Total
	US\$	US\$	US\$	US\$	US\$	US\$
Balance at April 1, 2022	115,753,819	24,424,273	(21,970,724)	5,729,335	43,125,576	167,062,279
Total Comprehensive Income for the period		(110,424)	(17,944,691)	(2,100,158)	1,709,246	(18,446,026)
Acquisition of Subsidiary		-	-	-	-	-
Dividends to equity holders		-			(835,394)	(835,394)
Balance at September 30, 2022	<u>115,753,819</u>	<u>24,313,849</u>	<u>(39,915,415)</u>	<u>3,629,177</u>	<u>43,999,429</u>	<u>147,780,860</u>

Un-Audited Consolidated Statement of Changes in Equity SEPTEMBER 30, 2021

	Share capital	Minority Interest	Investment Revaluation reserve	Foreign exchange translation	Retained earnings	Total
	US\$	US\$	US\$	US\$	US\$	US\$
Balance at April 1, 2021	115,753,819	7,744,047	6,867,331	2,783,039	36,277,363	169,425,599
Total Comprehensive (Loss)/Income for the period	-	1,364,072	1,026,650	278,260	5,985,487	8,654,469
Issue of Shares		-				-
Acquisition of Subsidiary	-	7,137,622	-	-	-	7,137,622
Dividends to equity holders	-	(300,000)	-	-	(1,826,285)	(2,126,285)
Balance at September 30, 2021	<u>115,753,819</u>	<u>15,945,741</u>	<u>7,893,981</u>	<u>3,061,299</u>	<u>40,436,565</u>	<u>183,091,405</u>

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

Un-Audited Consolidated Statement of Cash Flows for the period ended September 30, 2022

	Period Ended September 2022	Period ended September 2021	Period ended March 2022
	US\$	US\$	US\$
CASH FLOWS FROM OPERATING ACTIVITIES:			
Profit attributable to owners of the company	1,709,246	5,985,487	12,537,374
Depreciation and Amortization	2,808,169	1,362,987	3,371,778
Income Tax Charge	1,178,189	593,050	1,165,498
Operating cashflow before movements in working capital	<u>5,695,604</u>	<u>7,941,524</u>	<u>17,074,650</u>
Changes in operating assets and liabilities			
Receivables	49,945,105	(9,093,431)	(26,212,461)
Inventory	1,207,981	(7,829,957)	(7,973,217)
Loans	(32,288,148)	(1,950,075)	(175,414,519)
Client Liabilities	(74,729,339)	6,594,470	373,420,114
Payables	39,057,124	11,498,132	18,470,332
Investments	(46,736,030)	17,748,077	(98,738,849)
Related company	(1,853,305)	520,562	(1,161,300)
Net cash from operating activities	<u>(59,701,008)</u>	<u>25,429,302</u>	<u>99,464,752</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Investments in associates	13,450,835	(6,881,671)	5,661,510
Purchase of property ,plant and equipment	(837,005)	(7,224,983)	(28,911,948)
Purchase/Disposal of intangible asset	23,698	(25,544,573)	(27,735,002)
Purchase of Investment Properties	(2,527,538)	(172,059)	(4,052,087)
Net cash from investing activities	<u>10,109,990</u>	<u>(39,823,286)</u>	<u>(55,037,526)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:			
Notes payable	(62,709,564)	14,411,609	75,923,584
Redemption of Preference Shares			
Minority Interest	(110,424)	8,201,694	17,149,144
Dividend Paid	(835,394)	(1,826,285)	(6,158,078)
Foreign Exchange Translation	(2,100,158)	278,260	2,946,296
Net cash from financing activities	<u>(65,755,541)</u>	<u>21,065,279</u>	<u>89,860,947</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(115,346,559)	6,671,294	134,288,173
Cash and cash equivalents at beginning of period	286,147,481	151,859,308	151,859,308
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>170,800,922</u></u>	<u><u>158,530,602</u></u>	<u><u>286,147,481</u></u>

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

NOTES TO FINANCIAL STATEMENTS: SEPTEMBER 2022

1. IDENTIFICATION

PROVEN Group Limited, formerly, Proven Investments Limited (“the Company”) is incorporated in Saint Lucia under the International Business Companies Act. The Company is domiciled in Saint Lucia, with registered office at 20 Micoud Street, Castries, Saint Lucia.

The primary activities of the Company are the holding of tradable securities for investment purposes and holding other investments.

SUBSIDIARIES	Country of Incorporation	Nature of Business	Percentage ownership	
			2022	2021
PROVEN Wealth Limited	Jamaica	Fund management, investment advisory services, and money market and equity trading	100	100
PROVEN REIT Limited	Jamaica	Management Services	100	100
PROVEN Properties Limited	Saint Lucia	Real estate investment	100	100
Asset Management Company Limited	Jamaica	Hire purchase financing	100	100
International Financial Planning Jamaica Limited	Jamaica	Funds management	100	100
BOSLIL Bank Limited	Saint Lucia	Banking	75	75
Proven Wealth (Cayman) Limited (formerly International Financial Planning (Cayman) Limited)	Cayman Islands	Fund management	100	100
PROVEN Holding Limited	Jamaica	Investment advisory services	100	100
Roberts Manufacturing Company Limited	Barbados	Manufacturing	50.5	50.5
Heritage International Education Fund	Canada	Funds management	100	-
Proven Bank (Cayman) Limited (formerly Fidelity Bank Limited)	Cayman	Retail Banking Services	100	-
ASSOCIATE COMPANIES				
JMMB Group Limited	Jamaica	Investment advisory, Banking, Market and equity	20	20
Access Financial Services Limited	Jamaica	Retail lending	24.72	24.72

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

Interim Financial Reporting

The condensed consolidated interim financial statements for the six months ended September 30, 2022, have been prepared in accordance with IAS 34, 'Interim financial reporting'. The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended March 31, 2022, which have been prepared in accordance with International Financial Reporting Standards (IFRS).

Significant accounting policies

3. BASIS OF CONSOLIDATION:

The consolidated financial statements combine the financial position, results of operations and cash flows of the Company and its subsidiaries (note 1), subject to the eliminations described at note 3(b).

3(a). Subsidiaries:

Subsidiaries are all entities controlled by the Group. Control exists when the Group has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, potential voting rights that presently are exercisable, or exercisable after conversion of convertible instruments, are taken into account. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

3(b). Transactions eliminated on consolidation:

Intra-Group balances and any unrealised gains and losses and income and expenses arising from intra-group transactions are eliminated in preparing the consolidated financial statements. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment of the Group's interest.

4. CLASSIFICATION OF FINANCIAL ASSETS:

Fair value through other comprehensive income:

Financial assets that are held for collection of contractual cash flows and for selling the assets, where the assets' cash flows represent solely payments of principal and interest, and that are not designated at FVTPL are carried at fair value through other comprehensive income. On initial recognition of an equity investment that is not held for trading, the Group may irrevocably elect, on an investment-by-investment basis, to present subsequent changes in the investment's fair value in OCI.

Investments at fair value through profit or loss:

The Group carries some investment securities at fair value through profit or loss if they are held for trading or designated as such upon initial recognition. Financial instruments are designated at fair value through profit or loss if the Group manages such investments and makes purchase and sale decisions based on their fair value. Upon initial recognition, attributable transaction costs are recognised in profit or loss when incurred. Financial instruments at fair value through profit or loss are measured at fair value and changes therein are recognised in profit or loss.

UNAUDITED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2022

Loans and receivables:

Loans and receivables are non-derivative financial assets with fixed or determinable payments, that are not quoted in an active market, and that the Group does not intend to sell immediately or in the near term. Loans and receivables are measured at amortized cost using the effective interest method, except when the Group chooses to designate the loans and receivables at fair value through profit or loss.

5. RESALE AGREEMENTS

The company purchases government and corporate securities and agrees to resell them at a specified date at a specified price. On making payment the company takes delivery of the securities from the vendor although title is not transferred unless the company does not resell the securities on the specified date or other conditions are not honoured. Resale agreements result in credit exposure, in that the counterparty to the transaction may be unable to fulfil its contractual obligations.

6. INTEREST INCOME:

Interest income is recognised in profit or loss for all interest-earning instruments on the accrual basis using the effective interest method. The effective interest rate is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial asset to its carrying amount. The effective interest rate is established on initial recognition of the financial asset and is not revised subsequently. Interest income includes coupons earned on fixed income investments, accretion of discount on treasury bills and other discounted instruments, and amortisation of premium on instruments bought at a premium.

7. INTEREST EXPENSE:

Interest expense is recognised in profit or loss on the accrual basis using the effective interest method. The effective interest rate is the rate that exactly discounts the estimated future cash payments through the expected life of the financial liability to its carrying amount. The effective interest rate is established on initial recognition of the financial liability and is not revised subsequently. Interest expense includes coupons paid on fixed rate liabilities and accretion of discount or amortization of premium on instruments issued at other than par.

8. SHARE CAPITAL:

The Group classifies capital instruments as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instrument. In the case of its preference share capital, it is classified as:

- (i) equity if it is non-redeemable, or redeemable only at the Group's option, and any dividends are discretionary; in such a case, dividends thereon are recognised as distributions within equity;
- (ii) liability if it is redeemable on a specific date or at the option of the stockholders, or if dividends are not discretionary; in such a case dividend thereon are recognised as interest in profit or loss.

The Group's preference shares bear contractual entitlements to dividends that are cumulative, and not at the discretion of the directors. Accordingly, they are presented as a financial liability. Incremental costs directly attributable to the issue of an equity instrument are deducted from the initial measurement of the equity instruments.

9. EARNINGS PER STOCK UNIT

PROVEN Group Limited's Earning per Stock Unit "EPS" is computed by dividing the profit attributable to stockholders of the parent of US\$1,709,246 by the weighted average number of ordinary stock units in issue during the reporting period numbering 759,432,000 shares

PROVEN GROUP

We would like to take this opportunity to thank all of our stakeholders for your support and trust.

Our continued success is as a result of the dedication of our Directors, Management and Staff and we thank them for their loyalty and commitment.



Director



Director

