

APD LIMITED
Unaudited Interim Financial Statements

**As at December 31, 2024 and
the six months ended December 31, 2024**

APD LIMITED
(Incorporated under the laws of the Commonwealth of The Bahamas)

Unaudited Interim Statement of Financial Position
As of December 31, 2024 and June 30, 2024
(Amounts expressed in Bahamian dollars)

	December 31, 2024 \$	June 30, 2024 \$
ASSETS		
Current assets		
Cash and cash equivalents	9,965,249	17,768,774
Accounts receivable	3,392,632	4,776,348
Tax receivable	1,355,982	698,522
Deposits, prepayments and other assets	667,286	1,351,206
Spare parts inventory	682,053	687,521
Investments	320,111	211,908
Total current assets	16,383,313	25,494,279
Non-current assets		
Property, plant and equipment	80,525,798	81,581,620
Right-of-use asset	50,360,170	50,685,075
Investments	9,396,330	3,201,138
Total non-current assets	140,282,298	135,467,833
Total assets	156,665,611	160,962,112
LIABILITIES AND EQUITY		
Current liabilities		
Accounts payable	535,305	237,185
Due to related parties	1,446,472	2,196,231
Accrued expenses and other liabilities	1,894,442	1,901,372
Current portion of lease liability	83,400	81,565
Current portion of long term debt	2,057,067	3,085,600
Total current liabilities	6,016,686	7,501,953
Non-current liabilities		
Long term debt	21,599,200	22,627,733
Lease liability	53,796,604	53,839,222
Deposits held	300,063	276,863
Total non-current liabilities	75,695,867	76,743,818
Total liabilities	81,712,553	84,245,771
Equity		
Share capital	49,969	49,969
Share premium	49,192,308	49,192,308
Retained earnings	25,710,781	27,474,064
Total equity	74,953,058	76,716,341
Total liabilities and equity	156,665,611	160,962,112

APD LIMITED

Unaudited Interim Statement of Comprehensive Income
For the six months ended December 31, 2024 and 2023
(Amounts expressed in Bahamian dollars)

	December 2024	December 2023
	\$	\$
Revenue		
Landing fees	8,135,991	7,891,696
Terminal handling fees	2,653,349	2,645,353
Stevedoring fees	1,915,739	1,770,330
Security	1,517,106	1,488,420
Storage fees	1,700,025	884,001
Gate fees	1,284,113	1,232,543
Subleases	961,578	752,794
Reefer line	872,300	642,750
Hazmat fees	213,400	183,550
Dockage	178,663	201,218
Line handling fees	46,550	48,900
Other income	163,772	155,854
Total revenue	19,642,586	17,897,409
Expenses		
Salaries, employee benefits, and training	3,126,768	2,366,310
Terminal handling costs	2,769,703	2,511,526
Government fees & Taxes	540,052	543,675
Repairs and maintenance	589,121	717,772
Utilities	562,297	637,131
Government lease	568,318	510,334
Security	185,626	197,996
Legal and other professional fees	286,587	435,856
Insurance	228,983	199,247
Other operating expenses	273,335	165,262
Office supplies, postage and delivery	93,931	52,540
Company meetings and events	93,966	82,312
Loss on disposal of property, plant & equipment	1,626	3,943
Total expenses	9,320,313	8,423,904
Earnings before interest, depreciation and amortisation	10,322,273	9,473,505

APD LIMITED

Unaudited Interim Statement of Comprehensive Income (Continued)
For the six months ended December 31, 2024 and 2023
(Amounts expressed in Bahamian dollars)

	December 2024 \$	December 2023 \$
Depreciation - property, plant and equipment	1,581,444	1,542,260
Depreciation - right-of-use-asset	<u>324,905</u>	<u>314,616</u>
Total depreciation and amortisation	<u>1,906,349</u>	<u>1,856,876</u>
Earnings before interest	<u>8,415,924</u>	<u>7,616,629</u>
Finance costs		
Interest expense	387,943	417,906
Interest on lease liability	1,213,218	1,178,397
Interest income	<u>(166,555)</u>	<u>(244,941)</u>
Total finance costs, net	<u>1,434,606</u>	<u>1,351,362</u>
Total earnings for the year attributable to the equity shareholders	<u>6,981,318</u>	<u>6,265,267</u>
Net income and total comprehensive income	<u><u>6,981,318</u></u>	<u><u>6,265,267</u></u>
Basic and diluted earnings per share	<u><u>1.40</u></u>	<u><u>1.25</u></u>

APD LIMITED

Unaudited Interim Statement of Changes in Equity
For the six months ended December 31, 2024 and 2023
(Amounts expressed in Bahamian dollars)

	Share capital \$	Share premium \$	Retained earnings \$	Total \$
Balance at July 1, 2023	49,969	49,192,308	24,058,455	73,300,732
Total comprehensive income for the year	-	-	6,265,267	6,265,267
Dividend paid for the period	-	-	(8,494,767)	(8,494,767)
Balance at December 31, 2023	<u>49,969</u>	<u>49,192,308</u>	<u>21,828,955</u>	<u>71,071,232</u>
Balance at July 1, 2024	49,969	49,192,308	27,474,064	76,716,341
Total comprehensive income for the year	-	-	6,981,318	6,981,318
Dividend paid for the period	-	-	(8,744,601)	(8,744,601)
Balance at December 31, 2024	<u><u>49,969</u></u>	<u><u>49,192,308</u></u>	<u><u>25,710,781</u></u>	<u><u>74,953,058</u></u>

APD LIMITED

Unaudited Interim Statement of Cash Flows
For the six months ended December 31, 2024 and 2023
(Amounts expressed in Bahamian dollars)

	December 2024 \$	December 2023
Cash flows from operating activities		
Net income for the year	6,981,318	6,265,267
Adjustments for:		
Depreciation - property, plant and equipment	1,581,444	1,542,260
Depreciation - right-of-use-asset	324,905	314,616
Amortisation of bond discount	(199,285)	(53,125)
Unrealized Gain on investments	-	(126,140)
Loss on disposal of property, plant & equipment	1,626	3,943
Interest income	(166,555)	(244,941)
Interest on lease liability	1,213,218	1,178,397
Loan interest expense	387,943	417,906
Operating profit before changes in working capital	10,124,614	9,298,183
Decrease / (increase) in accounts receivable	1,383,716	(614,290)
Decrease in deposit, prepayments & other assets	683,920	799,957
Decrease / (increase) in spare parts inventory	5,468	(3,321)
Increase in tax receivable	(657,460)	(185,159)
Increase in deposits held	23,200	2,200
Increase / (decrease) in accounts payable	298,120	(174,131)
Decrease in due to related parties	(749,759)	(28,820)
Increase in accrued expense and other liabilities	388,438	677,900
Net cash provided by operating activities	11,500,257	9,772,519
Cash flows from investing activities		
Acquisition of property, plant and equipment	(527,245)	(607,185)
Purchase of investments	(6,104,112)	(444,898)
Net cash used in investing activities	(6,631,357)	(1,052,083)
Cash flows from financing activities		
Principal payments on lease liability	(40,783)	(37,851)
Principal payments on long term debt	(2,057,067)	-
Interest expense paid	(783,311)	(417,906)
Interest income received	166,555	244,941
Interest expense paid on lease liability	(1,213,218)	(1,178,397)
Dividends paid to ordinary shareholders	(8,744,601)	(8,494,767)
Net cash used in financing activities	(12,672,425)	(9,883,980)
(Decrease) in cash and cash equivalents	(7,803,525)	(1,163,544)
Cash and cash equivalents, beginning of year	17,768,774	16,194,347
Cash and cash equivalents, end of year	9,965,249	15,030,803

APD LIMITED

Condensed Notes to the Unaudited Interim Financial Statements December 31, 2024

1. General information

APD Limited (the Company) was incorporated on February 24, 2009, under the Companies Act, 1992 of the Commonwealth of The Bahamas (The Bahamas). The Company is 40% owned by The Treasurer of The Bahamas, 40% owned by Arawak Cay Port Development Holdings Limited (ACPDHL) and 20% owned by the general public, hereinafter collectively referred to as the Shareholders. ACPDHL is owned by a consortium of private companies operating in The Bahamas.

The Company is a public company, which was listed on the Bahamas International Securities Exchange effective April 11, 2012. The Company's registered office is located at Ocean Centre, Montagu Foreshore, East Bay Street, New Providence, The Bahamas.

On May 10, 2010, the Company and the Government of The Bahamas (the Government) entered into a Memorandum of Understanding (MOU), whereby the Government initiated the relocation of the freight, cargo and port handling activities from downtown Bay Street on the island of New Providence to Arawak Cay, New Providence, and the Company agreed to design, develop, construct, manage, operate and maintain a new commercial port at Arawak Cay to be known as Nassau Container Port (the Port) and an inland terminal on Gladstone Road, to be known as Gladstone Freight Terminal (the Depot) (Note 13).

In accordance with the MOU, 20% of the Company's ordinary shares were offered for sale to the general public through an Initial Public Offering (IPO) held in February 2012. At the conclusion of the IPO, the Government and ACPDHL each owned 40% and the general public owned 20% of the ordinary share capital of the Company.

The Port and Depot facilities were developed on 56.55 acres of land on Arawak Cay, New Providence (the Port Land) and 15 acres of land at Gladstone Road, New Providence (the Depot Land). On June 21, 2011, the Minister responsible for the Lands and Survey, acting on behalf of the Government leased the Port Land and Depot Land and licensed 27.88 acres of seabed for use of the Company for 45 years which became effective May 1, 2012 and August 13, 2012, respectively, when the Port and Depot facilities were substantially completed.

The Company commenced operations on the date of substantial completion of the Port facility on May 1, 2012. Operations of the Port include a break bulk, a bulk and a container terminal that has 1,167 linear feet of berthing. The container terminal will have the capability of handling at least 75,000 Twenty-foot Equivalent Units (TEUs) annually. The Depot is comprised of 100,000 square feet and 10,000 square feet of warehouse and administrative office space respectively, and serves as a deconsolidation and distribution centre.

These condensed interim financial statements have not been audited.

2. Basis of preparation

These unaudited interim financial statements for the six months ended December 31, 2024 have been prepared in accordance with International Accounting Standard (IAS) 34, 'Interim financial reporting'. The condensed interim financial information should be read in conjunction with the annual financial statements for the year ended June 30, 2024, which have been prepared in accordance with the International Financial Reporting Standards (IFRSs).

APD LIMITED**Condensed Notes to the Unaudited Interim Financial Statements
December 31, 2024****3. Accounting policies**

The accounting policies applied, methods of computation and presentation are consistent with those of the annual financial statements for the year ended June 30, 2024.

4. Estimates

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended June 30, 2024.

5. Financial risk management**5.1 Financial risk factors**

The Company's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk.

These condensed financial statements do not include all the financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with the Company's annual financial statements as at June 30, 2024. There have been no changes in the Company's risk management policies since June 30, 2024.

5.2 Liquidity risk

Compared to year end there was no material change in the contractual undiscounted cash flows for the financial liabilities.

6. Seasonality of operations

Due to the nature of the Company's operations, seasonal trends are not applicable.