



CABLE BAHAMAS LTD.

2014 FOURTH QUARTER REPORT

P. O. Box CB 13050
 Nassau, N. P., The Bahamas
 tl: (242) 601 6780 / fx: (242) 601 8985
 em: investors@cablebahamas.com
 ws: www.cablebahamas.com

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As of Dec 31, 2014 | (Expressed in B\$000, unaudited)

	DEC 31, 2014	DEC 31, 2013
ASSETS		
CURRENT ASSETS:		
Cash	\$ 30,740	\$ 9,307
Accounts receivable, net	13,908	13,130
Prepaid expenses and deposits	3,221	2,754
Inventory	9,055	4,803
Other receivables	4,555	3,172
Total current assets	61,479	33,166
NON-CURRENT ASSETS:		
Investment	4,240	3,850
Property, plant and equipment	256,956	230,952
Deferred tax asset	15,120	8,749
Goodwill	33,573	33,573
Intangible assets	31,408	33,330
Total non-current assets	341,297	310,454
TOTAL	\$ 402,776	\$ 343,620
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Accounts payable & accrued liabilities	\$ 32,433	\$ 24,774
Deferred income	2,060	2,846
Dividends payable	1,886	610
Short term notes	-	14,273
Current portion of other liabilities	973	876
Current portion of long-term debt	11,614	3,066
Total current liabilities	48,966	46,445
NON-CURRENT LIABILITIES:		
Subscriber deposits	6,893	6,545
Other liabilities	3,146	3,575
Deferred tax liability	15,120	9,398
Long-term debt	93,002	101,345
Preferred shares	127,810	73,310
Total non-current liabilities	245,971	194,173
Total liabilities	294,937	240,618
EQUITY:		
Ordinary share capital	13,592	13,609
Retained earnings	94,247	89,393
Total equity	107,839	103,002
TOTAL	\$ 402,776	\$ 343,620

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the period ended Dec 31, 2014 with comparatives for Dec 31, 2013 | (Expressed in B\$000, unaudited)

	3 MONTHS ENDED		12 MONTHS ENDED	
	DEC 31 2014	DEC 31 2013	DEC 31 2014	DEC 31 2013
REVENUE	\$38,683	\$34,423	\$150,792	\$119,578
OPERATING EXPENSES	(24,695)	(19,279)	(95,148)	(69,218)
	13,988	15,144	55,644	50,360
Depreciation and amortization	(9,285)	(5,970)	(32,539)	(21,235)
OPERATING INCOME	4,703	9,174	23,105	29,125
Loss on joint venture	(110)	-	(110)	-
Acquisition related cost	-	434	-	(9,074)
Interest expense	(1,253)	(1,075)	(5,568)	(2,084)
Dividends on preferred shares	(1,943)	(1,227)	(6,696)	(4,677)
NET INCOME BEFORE DEFERRED TAX BENEFIT	\$1,397	\$7,306	\$10,731	\$13,290
Deferred tax benefit	648	823	648	823
NET INCOME AND COMPREHENSIVE INCOME	\$2,045	\$8,129	\$11,379	\$14,113
BASIC EARNINGS PER SHARE	\$0.15	\$0.60	\$0.84	\$1.04
DILUTED EARNINGS PER SHARE	\$0.15	\$0.56	\$0.84	\$0.97

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended Dec 31, 2014
 (Expressed in B\$000, unaudited)

	ORDINARY SHARE CAPITAL	RETAINED EARNINGS	TOTAL
Balance at December 31, 2013	\$13,609	\$89,393	\$103,002
Net income	-	11,379	11,379
Dividends paid on ordinary shares	-	(6,530)	(6,530)
Vested share based options	-	196	196
Shares repurchased and cancelled	(17)	(191)	(208)
Balance at December 31, 2014	\$13,592	\$94,247	\$107,839

CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended Dec 31, 2014 with comparatives for Dec 31, 2013 | (Expressed in B\$000, unaudited)

	12 MONTHS ENDED	
	DEC 31, 2014	DEC 31, 2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	\$ 11,379	\$ 14,113
Adjustments for:		
Depreciation and amortization	32,539	21,235
Interest expense	5,568	2,084
Dividends on preferred shares	6,696	4,677
Deferred tax benefit	(648)	(823)
Loss on joint venture	110	-
Amortization of IRU	(82)	(16)
Operating cash flow before working capital changes	55,562	41,270
Increase in accounts receivable, net	(2,161)	(1,718)
Increase in prepaid expenses and deposits	(467)	(365)
Increase in inventory	(4,252)	(142)
Increase (decrease) in accounts payable & accrued liabilities	7,659	(693)
Decrease in deferred income	(786)	(329)
Increase in subscriber deposits	348	159
Net cash from operating activities	55,903	38,182
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to investments	(500)	(300)
Additions to property, plant and equipment	(55,813)	(21,382)
Additions to intangible assets	(808)	-
Gain on valuation of property, plant and equipment	-	(6,781)
Gain on valuation of intangible assets	-	(11,570)
Gain on valuation of investment in joint venture	-	(2,220)
Acquisition of subsidiary (net of cash acquired)	-	(74,066)
Net cash used in investing activities	(57,121)	(116,319)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term debt (net)	63	64,617
(Repayment of) proceeds from short term notes	(14,273)	11,948
(Repayment of) proceeds from capital lease obligation (net)	(109)	24
Interest paid on long term debt	(5,568)	(1,787)
Preferred shares issuance (net)	54,500	13,310
Ordinary shares issuance	-	163
Dividends paid on preferred shares	(5,420)	(4,067)
Dividends paid on ordinary shares	(6,530)	(5,440)
Issuance of share based options	196	-
Shares repurchased and cancelled	(208)	-
Net cash from financing activities	22,651	78,768
NET INCREASE IN CASH	21,433	631
CASH, BEGINNING OF PERIOD	9,307	8,676
CASH, END OF PERIOD	\$30,740	\$9,307

NOTES TO CONSOLIDATED INTERIM FINANCIAL STATEMENTS

These consolidated interim condensed financial statements are prepared in accordance with IAS 34, Interim Financial Reporting. The accounting policies used in the preparation of these interim financial statements are consistent with those used in the annual financial statements for the year ended December 31, 2014.