

INTERIM CONDENSED FINANCIAL STATEMENTS  
(UNAUDITED)

Bahamas Waste Limited  
Three Months Ended March 31, 2022

Bahamas Waste Limited

Interim Condensed Financial Statements (Unaudited)

Three Months Ended March 31, 2022

**Contents**

Interim Statement of Financial Position (Unaudited).....	2
Interim Condensed Financial Statements (Unaudited)	
Interim Condensed Statement of Comprehensive Income (Unaudited) .....	3
Interim Condensed Statement of Changes in Shareholders' Equity (Unaudited).....	4
Interim Condensed Statements of Cash Flows (Unaudited).....	5
Notes to Interim Condensed Financial Statements (Unaudited).....	6

## Bahamas Waste Limited

### Interim Statement of Financial Position (Unaudited) (Expressed in Bahamian Dollars)

	<b>March 31</b>	<b>December 31</b>
	<b>2022</b>	<b>2021</b>
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 5,201,838	\$ 4,764,581
Accounts receivable, net	2,063,411	2,257,974
Inventories	942,884	956,155
Prepaid expenses and other receivables	576,857	175,947
Total current assets	<b>8,784,990</b>	<b>8,154,673</b>
<b>Non-current assets</b>		
Loan Receivable	-	-
Investment in associates	19,452	25,982
Property, plant, and equipment, net	4,836,646	4,884,731
Total non-current assets	<b>4,836,646</b>	<b>4,910,713</b>
Total assets	<b>\$ 13,641,088</b>	<b>\$ 13,065,386</b>
<b>Liabilities and shareholders' equity</b>		
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 729,323	\$ 687,063
Total current liabilities	<b>729,323</b>	<b>687,063</b>
<b>Non-current liabilities</b>		
Security deposits	744,033	740,873
Total liabilities	<b>1,473,356</b>	<b>1,427,935</b>
<b>Shareholders' equity</b>		
Share capital and contributed surplus	2,794,113	2,794,113
Treasury shares	(796,582)	(796,582)
Retained earnings	10,170,201	9,639,919
Total shareholders' equity	<b>12,167,732</b>	<b>11,637,450</b>
Total liabilities and shareholders' equity	<b>\$ 13,641,088</b>	<b>\$ 13,065,386</b>

#### **Commitments and contingencies (Note 6)**

*See accompanying notes to interim condensed financial statements (unaudited).*

## Bahamas Waste Limited

### Interim Condensed Statement of Comprehensive Income (Unaudited) (Expressed in Bahamian Dollars)

	Three Months Ended March 31	
	2022	2021
Sales and services rendered	\$ 3,026,601	\$ 2,719,210
Cost of sales and direct expenses	<u>(1,723,305)</u>	<u>(1,560,321)</u>
Gross profit	<u>1,303,296</u>	<u>1,158,889</u>
<b>Expenses</b>		
Operating	758,748	523,537
Bank charges	<u>14,266</u>	<u>11,949</u>
Total operating expenses	<u>773,014</u>	<u>535,486</u>
Net income being comprehensive income for the period	<u>\$ 530,282</u>	<u>\$ 623,403</u>
Earnings per share (Note 4)	<u>\$ 0.13</u>	<u>\$ 0.16</u>

See accompanying notes to interim condensed financial statements (unaudited).

## Bahamas Waste Limited

### Interim Statement of Changes in Shareholders' Equity (Unaudited) (Expressed in Bahamian Dollars)

	<b>Number of Shares Issued</b>	<b>Share Capital</b>	<b>Contributed Surplus</b>	<b>Treasury Shares</b>	<b>Retained Earnings</b>	<b>Total</b>
Balance at December 31, 2020	4,200,000	\$ 42,000	\$ 2,752,113	\$ (706,800)	\$ 8,712,102	\$ 10,799,415
Purchase of treasury shares	-	-	-	-	-	-
Net income being comprehensive income for the period	-	-	-	-	623,403	623,403
Balance at March 31, 2021	<b>4,200,000</b>	<b>\$ 42,000</b>	<b>\$ 2,752,113</b>	<b>\$ (706,800)</b>	<b>\$ 9,335,505</b>	<b>\$ 11,422,818</b>

	<b>Number of Shares Issued</b>	<b>Share Capital</b>	<b>Contributed Surplus</b>	<b>Treasury Shares</b>	<b>Retained Earnings</b>	<b>Total</b>
Balance at December 31, 2021	4,200,000	\$ 42,000	\$ 2,752,113	\$ (796,582)	\$ 9,639,919	\$ 11,637,450
Purchase of treasury shares	-	-	-	-	-	-
Net income being comprehensive income for the period	-	-	-	-	530,282	530,282
Balance at March 31, 2022	<b>4,200,000</b>	<b>\$ 42,000</b>	<b>\$ 2,752,113</b>	<b>\$ (796,582)</b>	<b>\$ 10,170,201</b>	<b>\$ 12,677,732</b>

*See accompanying notes to interim condensed financial statements (unaudited)*

# Bahamas Waste Limited

## Interim Statements of Cash Flows (Unaudited) (Expressed in Bahamian Dollars)

	<b>Three Months Ended</b>	
	<b>March 31</b>	
	<b>2022</b>	<b>2021</b>
<b>Operating activities</b>		
Net income being comprehensive income for the period	\$ 530,282	\$ 623,403
Adjustments for items not involving use of cash:		
Depreciation	259,162	303,503
Bad debt expense	(45,386)	(262,209)
Share in loss from investment in associates	-	-
Gain on disposal of fixed assets	-	-
	<u>664,</u>	<u>664,697</u>
Change in non-cash working capital items:		
Decrease (increase) in accounts receivable	225,365	225,365
Increase in inventories	(36,504)	(36,504)
Increase in prepaid expenses and other receivables	(299,734)	(299,734)
Decrease in loans receivable	-	-
Increase (decrease) in accounts payable and accrued liabilities	123,402	(123,402)
Increase in security deposits	4,103	4,103
Net cash flow provided by operating activities	<u>681,329</u>	<u>681,329</u>
<b>Investing activities</b>		
Purchases of property, plant, and equipment	(30,217)	(30,217)
Proceeds from sale of fixed assets	-	-
Net cash flow used in investing activities	<u>(30,217)</u>	<u>(30,217)</u>
<b>Financing activities</b>		
Purchases of treasury stock	-	-
Net cash flow used in financing activities	<u>-</u>	<u>-</u>
Net change in cash	651,112	651,112
Cash, at beginning of the period	3,579,680	3,579,680
Cash, at end of the period	<u>\$ 4,230,792</u>	<u>\$ 4,230,792</u>

*See accompanying notes to interim condensed financial statements (unaudited).*

# Bahamas Waste Limited

## Notes to Interim Condensed Financial Statements (Unaudited) (Expressed in Bahamian Dollars)

March 31, 2022

### **1. Corporate Information**

Bahamas Waste Limited (the Company) was incorporated under the laws of the Commonwealth of The Bahamas on August 18, 1987. It is engaged in the business of solid and medical waste collection and disposal, including the sale, installation, rental, and maintenance of waste compactors and containers. The Company has publicly traded shares which are registered on the Bahamas International Stock Exchange (BISX).

The quarter ends of the Company fall on March 31, June 30, and September 30, with the year-end of the Company being December 31. The latest audited accounts of the Company were prepared as at December 31, 2021, and the year then ended, in its reporting currency Bahamian Dollars.

The interim condensed financial statements (unaudited) for March 31, 2022 were authorized for issue by the directors on May 11, 2022.

### **2. Summary of Significant Accounting Policies**

#### **Basis of Preparation**

These interim condensed financial statements (unaudited) for March 31, 2022 have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

The interim condensed financial statements (unaudited) do not include all of the information and Company's disclosures required in the annual financial statements, and should be read in conjunction with the December 31, 2021, audited financial statements.

The accounting policies adopted in the preparation of the interim condensed financial statements (unaudited) are consistent with those followed in the preparation of the Company's annual financial statements for the year ended December 31, 2021.

## Bahamas Waste Limited

### Notes to Interim Condensed Financial Statements (Unaudited) (continued) (Expressed in Bahamian Dollars)

#### 3. Earnings Per Share

Earnings per share of \$0.13 (March 2021 – \$0.16) were calculated based on the shares outstanding at the end of the period, which approximated average shares outstanding during the period.

	<u>2022</u>	<u>2021</u>
Shares outstanding at end of period	<b>3,971,610</b>	3,971,610

#### 4. Related-Party Transactions and Balances

During the quarter, the Company entered into transactions with related parties. All transactions and balances were conducted at arm's length. There were no significant obligations to the related parties for the three months ended March 31, 2022 and 2021.

#### 5. Treasury Stock

On November 3, 2021, the Board of Directors renewed the authorization for the purchase of up to 10% (420,000) of the Company's outstanding common shares over the 36-month period ending October 31, 2024. During the three months ended March 31, 2022, there were no common share repurchased (March 2021: None).

#### 6. Commitments and Contingencies

The Company guarantees its compactors sales for a 60-day period from the date of purchase. The Company is reimbursed by the manufacturer for any claims paid under such guarantees.