

# **tTech Limited**

Financial Statements

For the three months ended 31 March 2023

(Unaudited)

# tTech Limited

FINANCIAL STATEMENTS

THREE MONTHS ENDED 31 MARCH 2023

(Unaudited)

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**tTech Limited**

STATEMENT OF FINANCIAL POSITION  
THREE MONTHS ENDED 31 MARCH 2023  
(Unaudited)

Expressed in \$'000	Notes	As at 31-Mar-23	As at 31-Mar-22	Audited 31-Dec-22
<b>Current assets</b>				
Inventories		5,985	1,518	5,680
Contract assets	2c	21,892	20,846	20,695
Tax Recoverable		-	884	-
Accounts receivable		74,865	66,886	78,344
Other receivables	2d	13,487	15,774	12,951
Investments		29,206	28,410	29,044
Government securities purchased under resale agreements		85,862	91,215	72,791
Cash and bank balances	2e	44,580	43,849	30,823
		<u>275,877</u>	<u>269,382</u>	<u>250,328</u>
<b>Current liabilities</b>				
Accounts payable		54,009	47,431	41,335
Contract liabilities	2f	6,363	3,290	2,493
Taxation payable		532	-	-
Lease liability (current portion)		2,967	1,893	2,283
		<u>63,871</u>	<u>52,613</u>	<u>46,111</u>
Net current assets		<u>212,006</u>	<u>216,770</u>	<u>204,217</u>
<b>Non-current assets</b>				
Deferred tax asset		1,825	1,922	2,292
Property and equipment		11,322	11,917	12,742
Intangibles		537	356	596
Right-of-use asset		18,484	21,468	19,226
Investments		3,513	10,132	3,649
		<u>35,681</u>	<u>45,796</u>	<u>38,505</u>
<b>Non-current liabilities</b>				
Long-term lease liability		22,572	25,585	23,764
Net non-current assets		<u>13,109</u>	<u>20,210</u>	<u>14,741</u>
<b>Total net assets</b>		<u><b>225,115</b></u>	<u><b>236,980</b></u>	<u><b>218,958</b></u>
Financed by:				
<b>Shareholders' equity:</b>				
Share capital		51,727	51,727	51,727
Unappropriated profit		173,388	185,253	167,231
		<u><b>225,115</b></u>	<u><b>236,980</b></u>	<u><b>218,958</b></u>

Approved and authorised by the Board of Directors on May 12, 2023 and signed on its behalf by:



Director



Director

## tTech Limited

### STATEMENT OF COMPREHENSIVE INCOME THREE MONTHS ENDED 31 MARCH 2023 (Unaudited)

Expressed in \$'000	Notes	Qtr Ended 31-Mar-23	Qtr Ended 31-Mar-22	Audited Y/E 31-Dec-22
Revenue		118,371	97,986	374,221
Direct costs		(69,508)	(59,894)	(226,226) *
<b>Gross Profit</b>		48,862	38,092	147,995
Other income		228	10	(1,311)
Administrative expenses		(35,754)	(35,737)	(144,701) *
Other operating expenses		(5,556)	(7,471)	(26,676)
<b>Operating profit</b>		7,781	(5,106)	(24,693)
Finance income		697	605	2,690
Finance cost		(487)	(552)	(2,090)
<b>Profit before taxation</b>		7,991	(5,052)	(24,093)
Taxation	2g	(1,409)	854	1,224
<b>Net profit</b>		6,582	(4,198)	(22,869)
<b>Other comprehensive income</b>				
Unrealised (loss)/gain on investments		(424)	(649)	-
<b>Total comprehensive income</b>		6,157	(4,847)	(22,869)
Net profit/(loss) attributable to owners		6,157	(4,847)	(22,869)
<b>Earnings per share</b>	2h	<b>\$0.06</b>	<b>-\$0.05</b>	<b>-\$0.22</b>

\* Restated to conform to audited presentation

**tTech Limited**STATEMENT OF CHANGES IN EQUITY  
THREE MONTHS ENDED 31 MARCH 2023  
(Unaudited)

Expressed in \$'000	Share Capital	Unappropriated Profit	Total
Balance at 31 December 2021	51,727	190,100	241,827
Net loss being total comprehensive income		(4,847)	(4,847)
<b>Balance at 31 March 2022</b>	<u>51,727</u>	<u>185,253</u>	<u>236,980</u>
Balance at 31 December 2022	51,727	167,231	218,958
Net profit being total comprehensive income		6,157	6,157
<b>Balance at 31 March 2023</b>	<u>51,727</u>	<u>173,388</u>	<u>225,115</u>

**tTech Limited**

COMPANY STATEMENT OF CASH FLOWS  
THREE MONTHS ENDED 31 MARCH 2023  
(Unaudited)

Expressed in \$'000	YTD Ended 31-Mar-23	YTD Ended 31-Mar-22	Audited 31-Dec-22
<b>SOURCES/(USES) OF CASH</b>			
Cash Flows From operating activities			
Net profit/(loss) being total comprehensive income	6,157	(4,847)	(22,869)
Adjustments for:			
Allowance for expected credit losses	180	31	4,185
Depreciation - Right-of-use asset	742	767	3,009
Depreciation	1,743	1,507	5,739
Amortization	122	26	221
Dividend income	(15)	(15)	(87)
Foreign exchange (loss)/gain	288	623	2,448
Tax credit	-	-	(1,224)
Depreciation in fair value of equity investments	136	26	987
Interest Income	(697)	(605)	(2,690)
Interest expense - lease liability	487	552	2,090
Operating cash flows before movements in working capital	9,143	(1,934)	(8,191)
Accounts receivable	3,479	1,547	(14,097)
Other receivables	(536)	1,654	5,361
Contract assets	(1,197)	5,491	5,642
Inventories	(305)	-	(4,162)
Accounts payable	(12,674)	(6,584)	1,201
Contract liabilities	(3,870)	33	(830)
Deferred Tax	467	(854)	-
	(5,493)	(648)	(15,076)
Dividend received	15	15	87
Interest received	363	557	2,643
Interest paid - lease liability	(487)	(552)	(2,090)
	(5,602)	(627)	(14,436)
Taxation paid	(411)	-	(714)
Net cash flows provided by operating activities	(6,013)	(627)	(15,150)
<b>Cash flows from investing activities</b>			
Additions to property and equipment	(323)	(477)	(5,534)
Additions to intangibles	(63)	(78)	(513)
Securities purchased	15,486	(3,505)	-
Investments	(26)	101	6,699
Cash provided by/(used in) investing activities	15,074	(3,960)	652
<b>Cash flows from financing activities</b>			
Payment of lease liability - principal portion	(1,192)	(355)	(1,852)
Cash used in/(provided by) financing activities	(1,192)	(355)	(1,852)

Increase/(decrease) in cash and cash equivalents	7,869	(4,942)	(16,350)
Effect of exchange rate on cash and cash equivalents	237	(587)	(2,457)
Cash and cash equivalents at beginning of the year	103,614	122,421	122,421
<b>Net cash and cash equivalents at end of the period</b>	<b>111,719</b>	<b>116,892</b>	<b>103,614</b>
Comprised of:			
Cash and bank balances	44,580	43,849	30,823
Short term investments	67,139	73,043	72,791
<b>Net cash and cash equivalents at end of the period</b>	<b>111,719</b>	<b>116,892</b>	<b>103,614</b>

## tTech Limited

### NOTES TO THE FINANCIAL STATEMENTS THREE MONTHS ENDED 31 MARCH 2023 (Unaudited)

#### 1. GENERAL INFORMATION

tTech Limited ("Company") is a limited liability company, which was incorporated under the Companies Act and is domiciled in Jamaica with registered office located at 69 1/2 Harbour Street, Kingston.

The principal activity of the Company is that of information technology service providers and consultants.

On January 7, 2016, the Company's ordinary shares were listed on the Junior Market of the Jamaica Stock Exchange.

#### 2. ACCOUNTING POLICIES

##### (a) Statements of Compliance

These interim financial statements for the period ended 31 March 2023, have been prepared in accordance with IAS34, 'Interim Financial Reporting'. These interim financial statements should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2022.

The accounting policies followed in these interim financial statements are consistent with those used in the audited financial statements for the year ended 31 December 2022, which have been prepared in accordance with International Financial Reporting Standards (IFRS) and comply with the provisions of the Jamaican Companies Act.

##### (b) Tax Status

The Company was listed on the Junior Market of the Jamaica Stock Exchange on 7 January 2016 and under the Income Tax Act (Jamaica Stock Exchange Junior Market) Remission Notice, 2010, 100% of income taxes will be remitted by the Minister of Finance during the first five years of listing on Junior Market (Phase one) of the Jamaica Stock Exchange and 50% of income taxes will be remitted by the Minister of Finance during the second five years of listing on the Junior Market (Phase two) of the Jamaica Stock Exchange.

##### (c) Contract assets

Contract assets include short-term procurement of goods for customers prior to implementation and delivery of equipment and services.

##### (d) Other receivables

Other receivables include withholding tax, pre-payments and deposits.

##### (e) Cash & Bank Balances

Cash & cash equivalents includes investments with settlement dates of 90 days or less.

	<u>31-Mar-23</u>	<u>31-Mar-22</u>
Reverse repurchase agreements - classified as cash and cash equivalents	67,139	73,043
Reverse repurchase agreements - other	<u>18,723</u>	<u>18,172</u>
Securities purchased	<u><u>85,862</u></u>	<u><u>91,215</u></u>



**tTech Limited**

NOTES TO THE FINANCIAL STATEMENTS (Cont'n)  
 THREE MONTHS ENDED 31 MARCH 2023  
 (Unaudited)

## (f) Contract liabilities

Contract liabilities include short-term customer advances received to deliver equipment and to render services. This amount was reclassified from other payables as a result of the adoption of IFRS 15.

## (g) Taxation

tTech Limited has entered Phase two of the Junior Market incentive scheme where 50% of income taxes will be remitted by the Minister of Finance during the second five years of listing on the Junior Market of the Jamaica Stock Exchange.

## (h) Earnings per Share

Earnings per stock unit have been calculated by dividing the 'Net Profit' by the total number of weighted average stock units at the end of the respective period 106,000,000 (2022 - 106,000,000).

## 3. SHAREHOLDERS' INFORMATION AT MARCH 31, 2023

## (a) Top 10 Shareholders

Edward Alexander/Charmaine Alexander/Renee Alexander/ Jordanne Alexander	46,712,834
Enqueue Inc.	13,298,816
Auctus Holdings Inc.	12,720,550
Hugh O'Brian Allen	8,367,479
Mayberry Jamaican Equities Limited	6,421,966
GraceKennedy (2009) Pension Plan	1,604,893
Marcelle Smart	1,002,759
Zachary Henry	894,016
Douglas Orane	881,448
Ja. Credit Union Pension Fund	806,448

## (b) Shareholding of Directors and Connected Parties

Edward Alexander (Charmaine Alexander/Renee Alexander/ Jordanne Alexander)	46,712,834
Norman Abraham Chen (Enqueue Inc.)	13,298,816
Gordon Christopher Reckord (Auctus Holdings Inc.)	12,720,550
Hugh O'Brian Allen	8,367,479
Uriah Philip Alexander	267,965
Joan-Marie Powell	32,000
Tracy-Ann Spence	-

## (c) Shareholding of Senior Managers and Connected Parties

Edward Alexander (Charmaine Alexander/Renee Alexander/ Jordanne Alexander)	46,712,834
Norman Abraham Chen (Enqueue Inc.)	13,298,816
Hugh O'Brian Allen	8,367,479
Hortense Althea Gregory-Nelson (Janelle Nelson)	734,523
Gillian Thorpe-Murray	240,909
Lesley Cousins (Wade Brown)	50,000
Moneshe Hutchinson	600
Marsha Bucknor	-