

IOST COMPANY LTD AND ITS SUBSIDIARIES

UNAUDITED CONDENSED FINANCIAL STATEMENTS AS AT 30 SEPTEMBER 2019

1. UNAUDITED CONDENSED STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2019

	The Group		
	Unaudited 30 Sept 2019 USD'000	Unaudited 30 Sept 2018 USD'000	Audited 31 Dec 2018 USD'000
ASSETS			
Plant and equipment	96,175	100,070	99,064
Non-current assets		525	
Current assets	96,175	100,595	99,064
Total Assets	20,819	8,706	12,414
	116,994	109,302	111,477
EQUITY AND LIABILITIES			
Equity and reserves			
Share capital	25,685	25,685	25,685
Retained earnings	2,252	2,149	2,027
Perpetual bond	15,900	24,600	24,600
Total Equity	43,838	52,434	52,312
Non-current liabilities	65,091	48,726	47,779
Current liabilities	8,065	8,142	11,386
Total equity and liabilities	116,994	109,302	111,477

2. UNAUDITED CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

	The Group				
	Unaudited Quarter ended 30-Sep-19 USD'000	Unaudited Quarter ended 30-Sep-18 USD'000	Unaudited nine months ended 30-Sep-19 USD'000	Unaudited nine months ended 30-Sep-18 USD'000	Audited for the year ended 31-Dec-18 USD'000
Revenue	2,539	2,239	7,271	6,684	8,937
Expenses	(32)	23	(126)	(102)	(147)
Earnings before interest, taxes, depreciation and amortisation	2,507	2,262	7,145	6,583	8,790
Depreciation	(947)	(1,027)	(2,938)	(3,097)	(4,104)
Operating profit / (loss)	1,560	1,235	4,207	3,485	4,686
Finance (costs)/income	(1,166)	(869)	(2,968)	(2,705)	(3,659)
Profit / (loss) before tax	394	366	1,239	780	1,027
Income tax expense					
Profit / (loss) for the period	394	366	1,239	780	1,027
Other Comprehensive income					
Interest to bond holders	(318)	(369)	(1,014)	(1,107)	(1,476)
Total comprehensive loss	76	(3)	226	(327)	(449)
Earning per share (USD)	0.02	0.01	0.05	0.03	0.04

3. UNAUDITED CONDENSED STATEMENTS OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

	Share Capital USD'000	Perpetual Bond USD'000	Retained Earnings USD'000	Total USD'000
The Group				
Balance at 1 January 2018	25,685	24,600	2,475	52,761
Profit for the year			1,027	1,027
Interest to bond holders			(1,476)	(1,476)
Balance at 31 December 2018	25,685	24,600	2,027	52,312
Balance at 1 January 2019	25,685	24,600	2,027	52,312
Profit for the period			1,239	1,239
Buy-back of perpetual bond		(8,700)		(8,700)
Interest to bond holders			(1,014)	(1,014)
Balance at 30 September 2019	25,685	15,900	2,252	43,838

4. UNAUDITED CONDENSED CASH FLOW STATEMENTS FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2019

	The Group		
	Unaudited nine months ended 30-Sep-19 USD'000	Unaudited nine months ended 30-Sep-18 USD'000	Audited Year ended 31-Dec-18 USD'000
Net cash generated from / (used in) operating activities	(1,137)	7,100	5,332
Net cash used in investing activities		(525)	
Net cash (used in) / generated from financing activities	4,583	(6,517)	(8,672)
Net increase / (decrease) in cash and cash equivalents	3,446	59	(3,340)
Cash and cash equivalents at beginning of period / year	(6,315)	(2,975)	(2,975)
Cash and cash equivalents at period / year end	(2,869)	(2,917)	(6,315)
Cash and cash equivalents consist of:			
Cash in hand and at bank	77	5	18
Bank overdraft	(2,945)	(2,921)	(6,333)
	(2,869)	(2,917)	(6,315)

COMMENTS

1. BACKGROUND

IOST Company Ltd (the "Company") was incorporated on the 26th of August 2013 as a private global business category 1 company and was converted into a public company on the 17th of April 2019. The main activity of the Company is that of investment holding and it holds, through global business category 2 companies, shipping vessels, involved in tuna fishing. The Company had previously issued notes (the "Notes") under a defined programme for a total amount of approximately EUR 18,75 Million (in a mix of EUR, MUR and USD) and the Notes were listed on the SEM on the 28th of May 2019.

2. RESULTS

The revenue generated from rental of fishing ships are in accordance with the bareboat contracts for the nine months ended 30 September 2019. The profit before tax increased compared to the same period of last year, mainly from foreign exchanges gain of reevaluation on loan and borrows in foreign currency and decrease of depreciation on vessels.

3. DIRECT AND INDIRECT INTERESTS

The Statement of direct and indirect interests of the officers pursuant to rule 8(2)(m) of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 is available upon request.

4. OTHER

The Unaudited Abridged Group Interim Financial Statements for the quarter ended September 30, 2019 have been prepared in accordance with International Financial Reporting Standards and on a basis consistent with that of the latest audited annual financial statements for the period ended 31 December 2018. The Board of Directors of IOST Company Ltd accepts full responsibility for the accuracy of the information contained in this report issued pursuant to Listing Rule 12.20 of the SEM, rule 8 of the Securities (Disclosure Obligations of Reporting Issuers) Rules 2007 and Section 88 of the Securities Act 2005.

Copies of this report are available free of charge to the public at the registered office of the Company at IFS Court, Bank Street, TwentyEight Cybercity, Ebene 72201, Republic of Mauritius and on the following website: www.sapmer.com

BY ORDER OF THE BOARD

Akshar Maherally
Director
12th November 2019