

# FINANCIAL STATEMENTS OF NATIONAL INFORMATION AND COMMUNICATION TECHNOLOGY COMPANY LIMITED

Year ended September 30, 2014

## INDEPENDENT AUDITORS' REPORT

to the Shareholders of National Information and Communication Technology Company Limited

### REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of National Information and Communication Technology Company Limited (the "Company"), which comprise the statement of financial position as at September 30, 2014, and the statement of profit or loss and other comprehensive income, statement of changes in shareholder's equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standards ("IFRS") and for such internal control as management determines necessary to enable the preparation of financial statements that are free from material misstatement, about whether due to fraud or error.

### AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### OPINION

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company as at September 30, 2014, and financial performance and cash flows for the year then ended in accordance with the IFRS.

**Deloitte & Touche**  
 Port of Spain  
 Trinidad  
 May 14, 2015

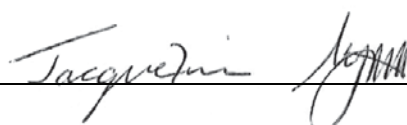
## STATEMENT OF FINANCIAL POSITION

For the year ended September 30

(Expressed in Trinidad and Tobago dollars)

	As at September 30, 2014 \$	As at September 30, 2013 \$ Restated	As at October 1, 2012 \$
<b>Assets</b>			
<b>Non-current Assets</b>			
Property, plant and equipment	5,606,707	5,425,554	4,766,176
Deferred Tax	-	-	10,624,484
<b>Total non-current Assets</b>	<b>5,606,707</b>	<b>5,425,554</b>	<b>15,390,660</b>
<b>Current Assets</b>			
Accounts receivable	93,582,964	118,543,903	130,180,300
Government subvention receivable	-	16,634,000	7,330,000
Cash and cash equivalents	131,624,531	36,225,303	72,383,158
<b>Total Current Assets</b>	<b>225,207,495</b>	<b>171,403,206</b>	<b>209,893,458</b>
<b>Total Assets</b>	<b>230,814,202</b>	<b>176,828,760</b>	<b>225,284,118</b>
<b>Shareholder's Equity and Liabilities</b>			
<b>Shareholder's Equity</b>			
Stated capital	5,393,913	5,000,000	5,000,000
Accumulated surplus/(deficit)	78,667,657	6,411,986	(43,096,903)
<b>Total equity</b>	<b>84,061,570</b>	<b>11,411,986</b>	<b>(38,096,903)</b>
<b>Non-current Liabilities</b>			
Loans and borrowings	24,285,557	32,380,741	48,571,114
Deferred tax	455,893	63,555	-
<b>Total non-current liabilities</b>	<b>24,741,450</b>	<b>32,444,296</b>	<b>48,571,114</b>
<b>Current Liabilities</b>			
Loans and borrowings	8,095,186	16,190,371	16,190,371
Deferred income	67,420,845	50,360,836	82,398,473
Taxation payable	26,929,400	2,920,319	61,724
Accounts payable	19,565,751	63,500,952	116,159,339
<b>Total Current Liabilities</b>	<b>122,011,182</b>	<b>132,972,478</b>	<b>214,809,907</b>
<b>Total Shareholder's Equity and Liabilities</b>	<b>230,814,202</b>	<b>176,828,760</b>	<b>225,284,118</b>

On May 14, 2015, the Board of Directors of National Information and Communication Technology Company Limited authorised these financial statements for issue.

 Director

 Director

**STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME**  
 For the year ended September 30

(Expressed in Trinidad and Tobago dollars)

	2014	Restated 2013
	\$	\$
<b>Revenue</b>		
Subvention	130,400,000	187,300,000
Project Management Fees	581,196	-
Symposium Income	-	1,545,645
Tender Fees	44,488	-
Project grant	11,879,795	2,630,000
Amortisation of deferred income	<u>60,778,765</u>	<u>32,037,639</u>
	203,684,244	223,513,284
<b>Operating Costs</b>	<b><u>(59,646,995)</u></b>	<b><u>(113,405,694)</u></b>
<b>Operating Surplus</b>	<b><u>144,037,249</u></b>	<b><u>110,107,590</u></b>
<b>Administrative Expenses/Other Income</b>		
Administrative Expenses	(47,463,396)	(47,228,454)
Gain on Foreign Exchange Translation	328,786	102,776
Other Income	195,241	64,466
<b>Finance Costs</b>		
Reimbursement of interest expense	1,335,697	1,722,522
Interest Expense	(1,335,697)	(1,722,522)
Interest Income	<u>235</u>	<u>8,029</u>
<b>Total</b>	<b><u>(46,939,134)</u></b>	<b><u>(47,053,183)</u></b>
Surplus for the year before provision for taxation	97,098,115	63,054,407
Income tax expense	<u>(24,842,444)</u>	<u>(13,545,518)</u>
<b>Surplus for the Year</b>	<b><u>72,255,671</u></b>	<b><u>(49,508,889)</u></b>
Other Comprehensive Income	-	-
<b>Total Comprehensive Income for the year</b>	<b><u>72,255,671</u></b>	<b><u>(49,508,889)</u></b>

**STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY**  
 For the year ended September 30

(Expressed in Trinidad and Tobago dollars)

	STATED CAPITAL	ACCUMULATED SURPLUS	SHAREHOLDER'S EQUITY
		\$	\$
		Restated	Restated
<b>Year Ended September 30, 2014</b>			
Balance at October 1, 2013	5,000,000	6,411,986	11,411,986
Vested assets	393,913	-	393,913
Total comprehensive income for the year	<u>-</u>	<u>72,255,671</u>	<u>72,255,671</u>
Balance at September 30, 2014	<b><u>5,393,913</u></b>	<b><u>78,667,657</u></b>	<b><u>84,061,570</u></b>
<b>Year ended September 30, 2013</b>			
Balance at October 1, 2012 (as previously reported)	5,000,000	(43,096,903)	(38,096,903)
The effect of prior year adjustment	<u>-</u>	<u>6,721,085</u>	<u>6,721,085</u>
Balance restated at October 1, 2012	5,000,000	(36,375,818)	(31,375,818)
Total comprehensive income for the year	<u>-</u>	<u>42,787,804</u>	<u>42,787,804</u>
Balance at September 30, 2013 as restated	<b><u>5,000,000</u></b>	<b><u>6,411,986</u></b>	<b><u>11,411,986</u></b>

**STATEMENT OF CASH FLOWS**  
 For the year ended September 30

(Expressed in Trinidad and Tobago dollars)

	2014	2013
	\$	\$
<b>Cash Flows from Operating Activities</b>		
Surplus of revenue over expenditure for the year before provision for taxation	97,098,115	63,054,407
<b>Adjustments for:</b>		
Depreciation	1,306,645	1,091,303
Loss on sale of asset	8,918	10,320
Subvention income	(130,400,000)	(177,996,000)
Deferred income	17,060,010	(32,037,639)
Interest income	(235)	(8,029)
Interest expense	1,335,697	1,722,522
Interest paid	<u>(1,335,697)</u>	<u>(1,722,522)</u>
<b>Loss before changes in operating assets/liabilities</b>	<b>(14,926,547)</b>	<b>(145,885,638)</b>
<b>(Increase) / Decrease in Operating Assets:</b>		
Decrease in Receivable	41,594,940	1,931,183
<b>Increase/(Decrease) in Operating Liabilities</b>		
Decrease in Accounts Payable	(43,936,955)	(52,257,171)
Taxation recovered/(paid) net	<u>(439,273)</u>	<u>1,113</u>
<b>Net cash used in operating activities</b>	<b><u>(17,707,836)</u></b>	<b><u>(196,210,513)</u></b>
<b>Cash Flows from Investing Activities</b>		
Interest received	235	8,029
Purchase of property, plant and equipment	(1,117,289)	(1,770,690)
Sale of property, plant and equipment	<u>14,487</u>	<u>9,690</u>
<b>Net cash used in investing activities</b>	<b><u>(1,102,567)</u></b>	<b><u>(1,752,971)</u></b>
<b>Cash Flows from Financing Activities</b>		
Subventions received	130,400,000	177,996,000
Principal payments on loans and borrowings	<u>(16,190,370)</u>	<u>(16,190,371)</u>
<b>Net cash from financing activities</b>	<b><u>114,209,630</u></b>	<b><u>161,805,629</u></b>
<b>Increase/(decrease) in cash and cash equivalents</b>	<b>95,399,228</b>	<b>(36,157,855)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b><u>36,225,303</u></b>	<b><u>72,383,158</u></b>
<b>Cash and cash equivalents at end of year</b>	<b><u>131,624,531</u></b>	<b><u>36,225,303</u></b>