

SUMMARY FINANCIAL STATEMENTS OF NATIONAL INFORMATION AND COMMUNICATION TECHNOLOGY COMPANY LIMITED

Year ended September 30, 2017

INDEPENDENT AUDITOR'S REPORT

to the Shareholders of National Information and Communication Technology Company Limited

OPINION

The summary financial statements, which comprise the summary statement of financial position as at September 30, 2017, the summary statement of profit or loss and other comprehensive income, summary statement of changes in shareholder's equity, summary statement of cash flows for the year then ended and related note are derived from the audited financial statements of the National Information and Communication Technology Limited (the 'Company') for the year ended September 30, 2017.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, on the basis described in Note 1.

SUMMARY FINANCIAL STATEMENTS

The summary financial statements do not contain all the disclosures required by International Financial Reporting Standards applied in the preparation of the audited financial statements of the Company. Reading the summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited financial statements and the auditor's report thereon.

THE AUDITED FINANCIAL STATEMENTS AND OUR REPORT THEREON

We expressed an unmodified audit opinion on the audited financial statements in our report dated December 21, 2017.

MANAGEMENT'S RESPONSIBILITY

FOR THE SUMMARY FINANCIAL STATEMENTS

Management is responsible for the preparation of the summary financial statements in accordance with the basis described in Note 1.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on whether the summary financial statements are consistent in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing ISA 810 (Revised), 'Engagements to Report on Summary Financial Statements.'

Deloitte & Touche

Derek Mohammed, (ICATT # 864)
 Port of Spain,
 Trinidad, West Indies
 December 21, 2017

Note 1: The summary financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary statement of financial position, summary statement of income and comprehensive income, summary statement of changes in shareholder's equity, and summary statement of cash flows. These summary financial statements are derived from the audited financial statements of National Information and Communication Technology Company Limited for the year ended September 30, 2017 prepared in accordance with International Financial Reporting Standards ("IFRS").

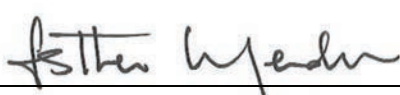
SUMMARY STATEMENT OF FINANCIAL POSITION

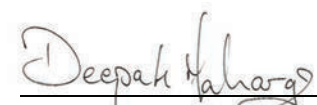
For the year ended September 30, 2017

(Expressed in Trinidad and Tobago dollars)

	As at September 30,	
	2017	2016
	\$	\$
Assets		
Non-current assets		
Property, plant and equipment	9,010,050	26,494,557
Total non-current assets	<u>9,010,050</u>	<u>26,494,557</u>
Current assets		
Accounts receivable	21,036,122	69,406,585
Taxation refundable	66,538	66,538
Cash and cash equivalents	124,249,114	133,459,415
Total current assets	<u>145,351,774</u>	<u>202,932,538</u>
Total assets	<u>154,361,824</u>	<u>229,427,095</u>
Equity and liabilities		
Equity		
Issued capital	5,393,923	22,293,923
Accumulated surplus	131,240,933	135,015,352
Total equity	<u>136,634,856</u>	<u>157,309,275</u>
Non-current liabilities		
Deferred tax	901,023	1,196,772
Total non-current liabilities	<u>901,023</u>	<u>1,196,772</u>
Current liabilities		
Deferred income	4,823,683	24,731,195
Taxation payable	1,878,092	2,504,676
Accounts payable	10,124,170	43,685,177
Total current liabilities	<u>16,825,945</u>	<u>70,921,048</u>
Total equity and liabilities	<u>154,361,824</u>	<u>229,427,095</u>

On December 19, 2017, the Board of Directors of National Information and Communication Technology Company Limited authorised these financial statements for issue.

 Director

 Director

SUMMARY STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME

For the year ended September 30, 2017

(Expressed in Trinidad and Tobago dollars)

	Year ended September 30,	
	2017	2016
	\$	\$
Revenue		
Subvention	39,635,500	48,681,500
Project management fees	416,228	14,451
Tender Fees	26,929	-
Project grant	-	1,702,252
Amortisation of deferred income	1,823,419	33,430,683
	<u>41,902,076</u>	<u>83,828,886</u>
Operating costs		
Operating cost	<u>(2,184,910)</u>	<u>(26,666,585)</u>
Operating surplus	<u>39,717,166</u>	<u>57,162,301</u>
Administrative expenses/other income		
Expenses	(42,229,099)	(53,102,131)
(Loss)/gain on foreign exchange translation	(6,421)	53,421
Other income	157,238	229,812
Finance cost		
Reimbursement of interest expense	-	231,668
Interest expense	-	(231,668)
Interest income	51	1,001
Total	<u>(42,078,231)</u>	<u>(52,817,897)</u>
(Loss)/surplus for the year before tax	(2,361,065)	4,344,404
Income tax expense	<u>(60,568)</u>	<u>(226,826)</u>
(Loss)/surplus for the year	(2,421,633)	4,117,578
Other comprehensive (loss)	<u>(1,352,786)</u>	<u>-</u>
Total comprehensive (loss)/income for the year	<u>(3,774,419)</u>	<u>4,117,578</u>

SUMMARY STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY

For the year ended September 30, 2017

(Expressed in Trinidad and Tobago dollars)

	Stated capital	Accumulated surplus	Shareholder's equity
	\$	\$	\$
For the year ended September 30, 2016			
Balance at October 1, 2015	5,393,923	130,897,774	136,291,697
Share application	16,900,000	-	16,900,000
Total comprehensive income for the year	-	4,117,578	4,117,578
Balance at September 30, 2016	<u>22,293,923</u>	<u>135,015,352</u>	<u>157,309,275</u>
For the year ended September 30, 2017			
Balance at October 1, 2016	22,293,923	135,015,352	157,309,275
Share application – vested assets rescinded	(16,900,000)	169,000	(16,731,000)
Prior year adjustment	-	(1,521,786)	(1,521,786)
Total comprehensive income for the year	-	(2,421,633)	(2,421,633)
Balance at September 30, 2017	<u>5,393,923</u>	<u>131,240,933</u>	<u>136,634,856</u>

SUMMARY STATEMENT OF CASH FLOWS

For the year ended September 30, 2017

(Expressed in Trinidad and Tobago dollars)

	Year ended September 30,	
	2017	2016
	\$	\$
Cash flows from operating activities		
(Loss)/surplus for the year	(2,361,065)	4,344,404
Adjustments for:		
Prior year adjustment	(1,521,786)	-
Depreciation	1,719,891	2,033,996
Impairment on trade receivables	-	864,371
Loss on sale of purchased assets	3,716	15,713
Gain on the disposal of donated assets	-	(14,798)
Donated assets	(93,838)	9,450
Provision for assets write off	-	3,873
Subvention income	(39,635,500)	(48,681,500)
Deferred income	(19,907,512)	3,272,958
Interest income	(51)	(1,001)
Interest expense	-	231,668
	<u>(61,796,145)</u>	<u>(37,920,866)</u>
Movements in working capital:		
Decrease/(Increase) in receivable	48,370,463	(10,726,965)
(Decrease)/Increase in accounts payable	<u>(33,561,007)</u>	<u>33,353,447</u>
Cash generated from operations	(46,986,689)	(15,294,384)
Income taxes paid	<u>(982,901)</u>	<u>(17,456,581)</u>
Net cash used in operating activities	<u>(47,969,590)</u>	<u>(32,750,965)</u>
Cash flows from investing activities:		
Interest received	51	1,001
Purchase of property, plant and equipment	(877,886)	(1,444,043)
Sale of property, plant and equipment	<u>1,624</u>	<u>18,605</u>
Net cash used in investing activities	<u>(876,211)</u>	<u>(1,424,437)</u>
Cash flows from financing activities:		
Subventions received	39,635,500	48,681,500
Interest paid	-	(231,668)
Principal payments on loans and borrowings	-	(16,190,371)
Net cash generated by financing activities	<u>39,635,500</u>	<u>32,259,461</u>
Net decrease in cash and cash equivalents	(9,210,301)	(1,915,940)
Cash and cash equivalents at beginning of year	<u>133,459,415</u>	<u>135,375,355</u>
Cash and cash equivalents at end of year	<u>124,249,114</u>	<u>133,459,415</u>