



tTech Limited
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Report to Shareholders For the 3 months ended March 31, 2016

The Board of Directors of tTech Limited is pleased to submit the unaudited results for the quarter ended March 31, 2016.

Financial Performance:

In the first quarter the Company recorded revenues of \$47.1 million, an increase of 16.8% over the corresponding period in 2015 (\$40.3 million). The increase in revenue was largely due to the growth in our base of customers with long term contracts to provide managed services as well as increased contributions from our Consulting Division.

During the period expenses were \$41.0 million, an increase of 19.9% over 2015 (\$34.2 million). This increase in expenses was driven by an expanding workforce. The increase in our workforce was deliberate and has been happening steadily during 2015 as the Company ensures that it has the capacity to deliver as new customers and contracts are acquired. This increase also includes the growth in personnel associated with the Consulting Division which was launched last year.

Total comprehensive income for the quarter was \$6.4 million, an increase of 36.1% over 2015 (\$4.7 million). The increase in comprehensive income benefited from the listing of the company on the Junior Market of the Jamaica Stock Exchange as one of the benefits is relief from income tax for the first five years after listing.

Highlights:

Undoubtedly the highlight for the quarter was the listing of tTech on the Junior Market of the JSE on January 7, 2016. The Initial Public Offer in December 2015 resulted in the Company raising \$50.2 million. The offer was three times oversubscribed and closed within one minute of opening.

tTech was listed on January 7, 2016 and on that day became the first Jamaican Information Technology company to be listed on the Junior Market of the Jamaica Stock Exchange.

Subsequent to listing the Company has experienced strong demand for all of its services. In January a long term contract was signed with a retailer with a network of stores, island wide, to manage their network infrastructure, security services, email systems and provide service desk support for their users.

The Company's security team has been doing a significant amount of work educating the market, particularly at the Executive level, on how to manage Cybersecurity risk, one of the largest threats facing all organizations today.

Cloud services continues to grow steadily as more companies seek to reduce operating costs while increasing reliability of their IT systems by migrating to cloud based platforms such as Microsoft Office 365 and Azure, or to establish backup and disaster recovery sites in the cloud.

Voice solutions through which the Company provides cost effective, open source based PBX systems has a solid pipeline of prospects, and contracts which were finalized close to the end of the quarter will result in significant contributions in the second and third quarters.

The demand for the Company's Consulting services was strong and new contracts were signed both with existing customers and new customers during the quarter. The services provided include IT Strategy and Management, Disaster Recovery/Business Continuity Planning and IT Project Management. While this Division is still in a formative stage it is already making a positive contribution. A partnership agreement was signed with the InfoTech Research Group, the world's fastest growing information technology research and advisory company, which has a specific focus on the SME market. This partnership is expected to improve efficiency and the quality of the service delivery of this Division.

Summary:

The Company has had a good first quarter and the outlook for the future is positive as the growth is expected to continue for the remainder of the year.

Finally, we would like to thank our loyal customers, our team of dedicated professionals and our partners, as our existence and results are due to their continued support and efforts.

Edward Alexander
Chief Executive Officer

tTech Limited

Financial Statements

For the three months ended 31 March 2016

(Unaudited)

tTech Limited

FINANCIAL STATEMENTS

THREE MONTHS ENDED 31 MARCH 2016

(Unaudited)

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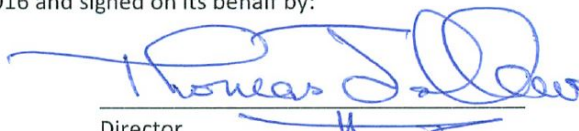
tTech Limited

COMPANY STATEMENT OF FINANCIAL POSITION
THREE MONTHS ENDED 31 MARCH 2016
(Unaudited)

Expressed in whole \$	Notes	As at 31 Mar 16	As at 31 Mar 15	Audited 31 Dec 15
Current assets				
Cash and cash equivalents	2d	43,233,943	26,213,800	36,212,658
Accounts receivable		27,395,011	18,878,643	26,435,629
Other receivables		12,015,007	13,139,197	62,660,271
Short term investments		69,806,326	28,146,907	31,169,099
		<u>152,450,287</u>	<u>86,378,547</u>	<u>156,477,657</u>
Current liabilities				
Bank overdraft		-	-	107,412
Accounts payable		29,561,218	25,412,070	38,049,653
Taxation payable		2,289,021	3,138,445	4,672,341
Deferred taxation		1,119,899	-	1,119,900
		<u>32,970,138</u>	<u>28,550,515</u>	<u>43,949,306</u>
Net current assets		<u>119,480,149</u>	<u>57,828,032</u>	<u>112,528,351</u>
Non-current assets				
Property, plant and equipment		14,377,666	11,886,788	14,037,199
Investments		2,005,761	1,323,601	2,005,761
		<u>16,383,427</u>	<u>13,210,389</u>	<u>16,042,960</u>
		<u>135,863,576</u>	<u>71,038,421</u>	<u>128,571,311</u>
Financed by:				
Shareholders' equity:				
Share capital		51,727,063	8,584,407	51,727,063
Unappropriated profit		84,136,513	62,454,014	76,844,248
		<u>135,863,576</u>	<u>71,038,421</u>	<u>128,571,311</u>

Approved by the Board of Directors on May 10, 2016 and signed on its behalf by:


Director


Director

tTech Limited

COMPANY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

THREE MONTHS ENDED 31 MARCH 2016

(Unaudited)

Expressed in whole \$	Notes	Qtr Ended 31 Mar 16	Qtr Ended 31 Mar 15	Audited Y/E 31 Dec 15
Operating revenue		47,142,298	40,359,344	177,975,567
Operating expenses		40,842,011	34,214,798	152,131,548
Profit before net finance costs, and taxation		6,300,287	6,144,546	25,844,019
Other income		103,513	13,694	911,398
Net interest income and finance (costs)		294,563	140,913	462,148
Profit before taxation		6,698,363	6,299,153	27,217,565
Taxation		-	(1,576,547)	(5,830,686)
Net profit		6,698,363	4,722,606	21,386,879
Other comprehensive income				
Unrealised gain/(loss) on investments		593,899	7,036	3,452,581
Total comprehensive income		7,292,262	4,729,642	24,839,460
Earnings per share	2e	\$0.06	\$0.06	\$0.27

tTech Limited

STATEMENT OF CHANGES IN SHAREHOLDER'S EQUITY

THREE MONTHS ENDED 31 MARCH 2016

(Unaudited)

Expressed in whole \$	Share Capital	Dividends	Retained Earnings	Other Comprehensive Income	Total
Balance at 31 December 2014	8,584,407	(2,453,248)	58,249,789	1,927,831	66,308,779
Net income			4,722,606		4,722,606
Other comprehensive income				7,036	7,036
Balance at 31 March 2015	8,584,407	(2,453,248)	62,972,395	1,934,867	71,038,421
Balance at 31 December 2015	51,727,063	(8,114,267)	81,505,934	3,452,581	128,571,311
Net income			6,698,363		6,698,363
Other comprehensive income				593,899	593,899
Balance at 31 March 2016	51,727,063	(8,114,267)	88,204,297	4,046,480	135,863,573

tTech Limited

COMPANY STATEMENT OF CASH FLOWS
THREE MONTHS ENDED 31 MARCH 2016
(Unaudited)

Expressed in whole \$	Qtr Ended 31 Mar 16	Qtr Ended 31 Mar 15	Audited Y/E 31 Dec 15
SOURCES/(USES) OF CASH			
Cash Flows From Operating Activities			
Comprehensive income for the period	7,292,262	4,729,642	24,839,460
Adjustments for:			
Depreciation	803,565	697,941	2,874,377
	8,095,827	5,427,583	27,713,837
Changes in working capital components:			
Receivables	(959,382)	(1,914,938)	(9,471,924)
Other receivables	50,645,264	(1,220,351)	(50,741,426)
Directors Account	-	(3,251,316)	(3,251,316)
Accounts Payables	(8,488,431)	4,720,038	17,299,055
Tax payable	(2,383,320)	(544,277)	989,619
Deferred tax	(1)	-	1,119,900
Net cash (used in)/provided by operating activities	46,909,957	3,216,739	(16,342,254)
Cashflows Used For Investing Activities			
Investments	0	(13,694)	(695,854)
Additions to property, plant and equipment	(1,144,032)	(142,155)	(4,469,002)
Net cash used in investing activities	(1,144,032)	(155,849)	(5,164,856)
Cashflows From Financing Activities			
Share capital	-	-	43,142,657
Dividends paid	-	-	(5,661,019)
Net cash provided by financing activities	-	-	37,481,638
Increase in cash and cash equivalents	45,765,925	3,060,890	15,974,528
Cash and cash equivalents at beginning of the year	67,274,345	51,299,817	51,299,817
Cash and cash equivalents at end of the period	113,040,270	54,360,707	67,274,345
Comprised of:			
Cash and bank balances	43,233,943	26,213,800	36,212,658
Short term investments	69,806,326	28,146,907	31,169,099
Bank overdraft	-	-	(107,412)
Net cash and cash equivalents at end of the period	113,040,269	54,360,707	67,274,345

tTech Limited

NOTES TO THE FINANCIAL STATEMENTS THREE MONTHS ENDED 31 MARCH 2016 (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.

The Company increased the number of the authorized ordinary shares (Shares) from 1,000 to 106,000,000 on November 11th, 2015 and on that date the 274 Shares, then in issue, were split to 80,348,000 Shares. The Company made an Initial Public Offering (IPO) under which 25,652,000 additional Shares were issued on December 28, 2015. 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 2016, 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 2015.

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 2015, which have been prepared in accordance with International Financial Reporting Standards (IFRS) and comply with the provisions of the Jamaican Companies Act.

(b) Reporting Currency

These financial statements are presented in Jamaican dollars unless otherwise indicated.

(c) Tax Status

Under the Income Tax Act (Jamaica Stock Junior Market Remission Notice 2010), 100% of the Company's income tax liability is relieved for 5 years (2016 to 2020), provided the Company remains on the Stock Exchange for a total of 15 years.

(d) Cash & Cash Equivalents

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

(e) 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 (2015 - 80,348,000).

tTech Limited

NOTES TO THE FINANCIAL STATEMENTS THREE MONTHS ENDED 31 MARCH 2016 (Unaudited)

3. SHAREHOLDERS' INFORMATION AT MARCH 31, 2016

(a) Top 10 Shareholders

EDWARD CHARLES / CHARMAINE DAWN ALEXANDER	41,284,834
ENQUEUE INC.	15,391,566
AUCTUS HOLDINGS INC	15,263,795
HUGH O'BRIAN ALLEN	8,806,028
MARCELLE SMART	2,370,399
GRACEKENNEDY (2009) PENSION PLAN	1,604,893
GK INVESTMENTS LIMITED	1,100,000
DOUGLAS ORANE	881,448
CREDIT UNION FUND MANAGEMENT CO. LTD.	806,448
RAVERS LIMITED	806,448
NCB CAPITAL MARKETS LIMITED A/C 2231	806,448
JA. CREDIT UNION PENSION FUND	806,448
NCB CAPITAL MARKETS X TRADING A/C	806,448

(b) Shareholding of Directors and Connected Parties

Edward Charles Alexander	41,284,834
Norman Abraham Chen (Enqueue Inc.)	15,391,566
Gordon Christopher Reckord (Actus Holdings Inc.)	15,263,795
Hugh O'Brian Allen	8,806,028
Uriah Philip Alexander	267,965
Thomas J. Chin	100,000
Gregory Craig Henry	NIL

(c) Shareholding of Senior Managers and Connected Parties

Edward Charles Alexander	41,284,834
Norman Abraham Chen (Enqueue Inc.)	15,391,566
Gordon Christopher Reckord (Actus Holdings Inc.)	15,263,795
Hugh O'Brian Allen	8,806,028
Marcelle Smart	2,370,399
Hortense Althea Gregory-Nelson (Janelle Nelson)	734,523