

**tTech Limited**

Financial Statements  
For the six months ended 30 June 2023  
(Unaudited)

# tTech Limited

FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 2023

(Unaudited)

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**tTech Limited**

## STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2023

(Unaudited)

Expressed in \$'000	Notes	As at 30-Jun-23	As at 30-Jun-22	Audited 31-Dec-22
<b>Current assets</b>				
Inventories	2c	3,544	2,041	5,680
Contract assets		27,166	22,774	20,695
Tax Recoverable		-	1,190	-
Accounts receivable	2d	90,622	60,311	78,344
Other receivables		16,154	16,222	12,951
Investments		29,435	29,578	29,044
Government securities purchased under resale agreements	2e	102,119	94,603	72,791
Cash and bank balances		17,665	41,934	30,823
		<u>286,705</u>	<u>268,653</u>	<u>250,328</u>
<b>Current liabilities</b>				
Accounts payable		54,726	47,949	41,335
Contract liabilities	2f	9,135	4,069	2,493
Taxation payable		328	-	-
Lease liability (current portion)		2,617	1,887	2,283
		<u>66,806</u>	<u>53,905</u>	<u>46,111</u>
<b>Net current assets</b>		<u>219,900</u>	<u>214,747</u>	<u>204,217</u>
<b>Non-current assets</b>				
Deferred tax		1,515	2,292	2,292
Property and equipment		11,174	12,313	12,742
Intangibles		412	368	596
Right-of-use asset		17,736	20,710	19,226
Investments		3,322	4,395	3,649
		<u>34,159</u>	<u>40,078</u>	<u>38,505</u>
<b>Non-current liabilities</b>				
Long-term lease liability		22,319	25,145	23,764
<b>Net non-current assets</b>		<u>11,841</u>	<u>14,933</u>	<u>14,741</u>
<b>Total net assets</b>		<u><b>231,740</b></u>	<u><b>229,680</b></u>	<u><b>218,958</b></u>
Financed by:				
<b>Shareholders' equity:</b>				
Share capital		51,727	51,727	51,727
Unappropriated profit		180,013	177,953	167,231
		<u><b>231,740</b></u>	<u><b>229,680</b></u>	<u><b>218,958</b></u>

Approved and authorised by the Board of Directors on August 09, 2023 and signed on its behalf by:


  
 Director


  
 Director

## tTech Limited

### STATEMENT OF COMPREHENSIVE INCOME

SIX MONTHS ENDED 30 JUNE 2023

(Unaudited)

Expressed in \$'000	Notes	Qtr Ended 30-Jun-23	Qtr Ended 30-Jun-22	YTD 30-Jun-23	YTD 30-Jun-22	Audited Y/E 31-Dec-22
Revenue		117,923	87,301	236,293	185,287	374,221
Direct costs		(63,633)	(65,299)	(133,142)	(125,193)	(226,226) *
<b>Gross Profit</b>		54,290	22,002	103,151	60,094	147,995
Other income		212	1,024	440	1,034	(1,311)
Administrative expenses		(44,422)	(19,269)	(80,176)	(55,006)	(144,701)
Other operating expenses		(4,028)	(9,328)	(9,583)	(16,798)	(26,676)
<b>Operating profit/(loss)</b>		6,053	(5,570)	13,832	(10,675)	(24,693)
Finance income		975	607	1,672	1,212	2,690
Finance cost		(485)	(534)	(972)	(1,086)	(2,090)
<b>Profit/(Loss) before taxation</b>		6,542	(5,497)	14,532	(10,549)	(24,093)
Taxation	2g	(1,314)	1,224	(2,723)	1,224	1,224
<b>Net profit</b>		5,229	(4,273)	11,810	(9,325)	(22,869)
<b>Other comprehensive income</b>						
Unrealised gain/(loss) on investments		1,396	(2,172)	972	(2,821)	-
<b>Total comprehensive income/(loss)</b>		6,625	(6,445)	12,782	(12,146)	(22,869)
Net profit/(loss) attributable to owners		6,625	(6,445)	12,782	(12,146)	(22,869)
<b>Earnings per share</b>	2h	<b>\$0.06</b>	<b>-\$0.06</b>	<b>\$0.12</b>	<b>-\$0.11</b>	<b>-\$0.22</b>

**tTech Limited**

## STATEMENT OF CHANGES IN EQUITY

SIX MONTHS ENDED 30 JUNE 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	-	(12,146)	(12,146)
<b>Balance at 30 June 2022</b>	<b>51,727</b>	<b>177,954</b>	<b>229,681</b>
Balance at 31 December 2022	51,727	167,231	218,958
Net profit being total comprehensive income	-	12,782	12,782
<b>Balance at 30 June 2023</b>	<b>51,727</b>	<b>180,013</b>	<b>231,740</b>

**tTech Limited**

## COMPANY STATEMENT OF CASH FLOWS

SIX MONTHS ENDED 30 JUNE 2023

(Unaudited)

Expressed in \$'000	YTD Ended 30-Jun-23	YTD Ended 30-Jun-22	Audited 31-Dec-22
<b>SOURCES/(USES) OF CASH</b>			
Cash Flows From operating activities			
Net profit being total comprehensive income	12,782	(12,146)	(22,869)
Adjustments for:			
Allowance for expected credit losses	222	162	4,185
Depreciation - Right-of-use asset	1,491	1,525	3,009
Depreciation	3,449	3,053	5,739
Amortization	247	64	221
Dividend income	(3)	(35)	(87)
Foreign exchange (gain)/loss	(1,299)	2,580	2,448
Tax credit	-	-	(1,224)
Depreciation in fair value of equity investments	327	241	987
Interest Income	(1,672)	(1,212)	(2,690)
Interest expense - lease liability	972	1,086	2,090
Operating cash flows before movements in working capital	16,515	(4,682)	(8,191)
Inventories	2,136	(523)	(4,162)
Contract assets	(6,471)	3,563	5,642
Accounts receivable	(12,278)	8,122	(14,097)
Other receivables	(3,203)	1,206	5,361
Accounts payable	13,289	7,100	1,201
Contract liabilities	6,642	746	(830)
Deferred tax	1,188	(1,223)	-
	17,818	14,309	(15,076)
Dividend received	3	35	87
Interest received	995	1,164	2,643
Interest paid - lease liability	(972)	(1,086)	(2,090)
	17,844	14,422	(14,436)
Taxation paid	(411)	(136)	(714)
Net cash flows provided by operating activities	17,433	14,286	(15,150)
<b>Cash flows from investing activities</b>			
Additions to property, plant and equipment	(1,881)	(2,430)	(5,534)
Additions to intangibles	(63)	(116)	(513)
Securities purchased	(28,967)	(6,893)	-
Investments	(64)	(19,114)	6,699
Cash (used in)/provided by investing activities	(30,975)	(28,554)	652
<b>Cash flows from financing activities</b>			
Payment of lease liability - principal portion	(1,568)	(1,525)	(1,852)
Dividends paid	(0)	-	-
Cash (used in)/provided by financing activities	(1,568)	(1,525)	(1,852)
Decrease in cash and cash equivalents	(15,110)	(15,793)	(16,350)
Effect of exchange rate on cash and cash equivalents	280	(1,291)	(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>88,784</b>	<b>105,337</b>	<b>103,614</b>
Comprised of:			
Cash and bank balances	17,665	41,934	30,823
Short term investments	71,119	63,403	72,791
<b>Net cash and cash equivalents at end of the period</b>	<b>88,784</b>	<b>105,337</b>	<b>103,614</b>

**tTech Limited**

## NOTES TO THE FINANCIAL STATEMENTS

SIX MONTHS ENDED 30 JUNE 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. NOTES TO FINANCIAL STATEMENTS

## (a) Statements of Compliance

These interim financial statements for the period ended 30 June 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, prepayments and deposits.

## (e) Government securities

Government securities includes investments with settlement dates of 90 days or less included as part of cash and cash equivalents at end of period.

	30-Jun-23	30-Jun-22
Reverse repurchase agreements - classified as cash and cash equivalents	71,119	63,403
Reverse repurchase agreements - other	31,000	31,201
Securities	<u>102,119</u>	<u>94,604</u>



**tTech Limited**

## NOTES TO THE FINANCIAL STATEMENTS (Cont'n)

SIX MONTHS ENDED 30 JUNE 2023

(Unaudited)

## (f) Contract liabilities

Contract liabilities include short-term customer advances received to deliver equipment and to render services.

## (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 JUNE 30, 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	894,018
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	-