Guardian MEDIA LIMITED

UNAUDITED RESULTS FOR THE SIX MONTHS ENDED 30 JUNE, 2021

Trinidad & Tobago Guardian | TBC Radio Network | Aakash Vani 106.5 FM | 95.1 Remix | 91.5 Vibe | Sangeet 106.1 | Slam 100.5 | Sky 99.5 FM | Mix 90.1 FM | CNC3 | The Big Board Company

CHAIRMAN'S STATEMENT

The second quarter's revenue challenges which we predicted after the end of the first quarter of 2021 materialized. The Guardian Media team, responded to the pressure with innovative strategies in marketing, sales, and content development despite the difficulties that persist in extracting advertising revenue from the marketplace. Agility and innovation are key to our continuing commitment to serving the nation and keeping people informed.

For the quarter ended 30 June 2021 your Company generated revenues of $21.4 million which trailed first quarter revenues of $22.3 million by $0.9 million or 4%. We recorded a loss of $2.3 million in the second quarter following a loss of $2 million in the first quarter.

The decline in quarterly results was driven by the fallout of advertising revenues from customers which remained closed through the curfew and state of emergency measures in place nationwide.

Year-to-date revenues of $43.8M are down by $3.1 million or 6.6% over the $46.9 million reported for the same period in the prior year. This is noteworthy performance despite the prolonged COVID-19 restrictions, and their impact on advertising revenue. The current year-to-date loss of $4.4 million is $1.1 million less than the loss of $5.5 million over the corresponding period in 2020. Our cost saving initiatives have come to fruition and continue to improve our bottom line performance. Expenses continue to be managed tightly and are lower by 7% in 2021 over 2020.

I am pleased to note that notwithstanding these results, our balance sheet metrics remain healthy. We continue to manage our capital with the prudence required to ensure that we endure these challenging economic circumstances.

Given the loss position and the continuing uncertainties around the pandemic, your Directors have not recommended an interim dividend payment in respect of the six months ended 30 June 2021. 6% Preference Shareholders will receive an interim dividend of 3%.

We are optimistic that increased availability of vaccinations and the relative ease in acquiring same, will encourage more and more of our citizenry to insulate themselves from the rampant devastation, which is all pervasive, as we strive for herd immunity. We salute our employees for their selflessness, courage and resilience and thank our shareholders, customers and advertising partners for their loyalty and unconditional support.

Peter Clarke
Chairman

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	$'000 Unaudited Qrt ended 30-Jun-21	$'000 Unaudited Qrt ended 30-Jun-20	$'000 Unaudited 6 mths ended 30-Jun-21	$'000 Unaudited 6 mths ended 30-Jun-20	$'000 Audited Year Ended 31-Dec-20
Third party revenue	21,415	18,614	43,791	46,936	110,634
(Loss)/profit from operating activities	(2,622)	(8,333)	(4,660)	(6,206)	8,009
Finance costs	(160)	(212)	(345)	(469)	(1,010)
(Loss)/profit before taxation	(2,782)	(8,545)	(5,005)	(6,675)	6,999
Taxation credit/(charge)	456	1,753	611	1,144	(2,306)
Net (loss)/profit for the period	(2,326)	(6,792)	(4,394)	(5,531)	4,693
Other comprehensive (loss)/income net of taxation	-	(14)	-	110	(11,147)
Total comprehensive loss for the period	(2,326)	(6,806)	(4,394)	(5,421)	(6,454)
Basic (loss)/earnings per share	(0.06)	(0.17)	(0.11)	(0.14)	0.12
Dividends paid per share	-	-	-	-	-

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	$'000 Unaudited Balance as at 30-Jun-21	$'000 Unaudited Balance as at 30-Jun-20	$'000 Audited Balance as at 31-Dec-20
ASSETS			
Fixed assets	74,369	86,388	78,250
Other long term assets	118,851	140,867	120,145
	193,220	227,255	198,395
Current assets	116,030	97,287	121,115
Total Assets	309,250	324,542	319,510
EQUITY AND LIABILITIES			
Stated capital	27,288	27,288	27,288
Reserves	211,860	219,770	218,693
Total equity	239,148	247,058	245,981
Non-current liabilities	47,239	56,140	48,666
Current liabilities	22,863	21,344	24,863
Total Equity and Liabilities	309,250	324,542	319,510

Peter Clarke
Chairman

Brandon Khan
Managing Director

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	$'000 Stated Capital	$'000 Treasury Shares	$'000 Other Reserves	$'000 Retained Earnings	$'000 Total
Balance at 1 January, 2021	27,288	(1,554)	415	219,832	245,981
Net loss for the period	-	-	-	(4,394)	(4,394)
Other comprehensive loss	-	-	(186)	-	(186)
Other transfers and movements	-	(18)	-	(191)	(209)
Dividends	-	-	-	(2,044)	(2,044)
Balance at 30 June, 2021 (Unaudited)	27,288	(1,572)	229	213,203	239,148
Balance at 1 January, 2020	27,288	(1,554)	270	226,504	252,508
Net profit for the year	-	-	-	4,693	4,693
Other comprehensive income/ (loss)	-	-	145	(11,292)	(11,147)
Dividends	-	-	-	(73)	(73)
Balance at 31 December, 2020 (Audited)	27,288	(1,554)	415	219,832	245,981

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

	$'000 Unaudited 6 Months Ended 30-Jun-21	$'000 Unaudited 6 Months Ended 30-Jun-20	$'000 Audited Year Ended 31-Dec-20
Cash flows from operating activities			
(Loss)/profit before taxation	(5,005)	(6,675)	6,999
Adjustment for items not affecting working capital	6,957	8,504	16,682
Operating income before working capital changes	1,952	1,829	23,681
Net change in working capital	3,743	(1,003)	(2,349)
Cash generated from operations	5,695	826	21,332
Interest received	331	366	738
Interest paid	(345)	(387)	(1,010)
Taxation refund	-	-	712
Taxation paid	(1,250)	(466)	(1,078)
Net cash generated from operating activities	4,431	339	20,694
Net cash used in investing activities	(9,488)	(1,113)	(8,744)
Net cash used in financing activities	(3,413)	(994)	(3,408)
Net (decrease)/increase in cash and cash equivalents	(8,470)	(1,768)	8,542
Cash and cash equivalents at the beginning of the period/year	34,257	43,965	25,715
Cash and cash equivalents at the end of the period/year	25,787	42,197	34,257

NOTES TO THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE, 2021

The accompanying notes form an integral part of these summary consolidated financial statements.

Note 1. Basis of preparation:
The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows.

Note 2. Significant accounting policies:
These summary consolidated financial statements have been prepared in accordance with the accounting policies set out in "Note 2" of the 31 December 2020 audited consolidated financial statements consistently applied from period to period. The Group has adopted all the new and revised accounting standards and interpretations that are mandatory for annual accounting periods on or after 1 January 2021 and which are relevant to the Group's operations.

Note 3. Stated Currency:
Rounded to the nearest thousand Trinidad & Tobago Dollars.

Note 4. Segment information:
The Group's segments are organized and managed separately according to the nature of these services provided by each segment. The reportable segments are the Print and Multi-Media segments.The Print segment is mainly involved in newspaper circulation and other printing services for other publishers. The Multi-Media segment provides broadcasting services through its seven (7) radio stations, the live television station and other business lines.

	Print Segment			Multi-media Segment			Total		
	Unaudited 6 Months Ended		Audited Year Ended	Unaudited 6 Months Ended		Audited Year Ended	Unaudited 6 Months Ended		Audited Year Ended
	2021	2020	2020	2021	2020	2020	2021	2020	2020
Revenue	21,659	24,614	53,720	22,132	22,322	56,914	43,791	46,936	110,634
Income/(loss) before taxation	1,650	(3,526)	169	(6,655)	(3,149)	6,830	(5,005)	(6,675)	6,999
Assets	158,438	167,658	164,221	150,812	156,884	155,289	309,250	324,542	319,510
Liabilities	31,546	34,868	33,088	38,556	42,616	40,441	70,102	77,484	73,529
Depreciation and amortization	4,193	4,002	10,222	2,908	3,700	5,312	7,101	7,702	15,534
Capital expenditure	28	133	471	1,087	469	535	1,115	602	1,006

ansa McAL GROUP OF COMPANIES