ENDEAVOUR HOLDINGS LIMITED
Chairman's Report

I am pleased to report on the financial performance of Endeavour Holdings Limited (EHL) for the half year ended 31 October 2021.

During the period Trinidad & Tobago was hit by the second wave of Covid-19 infections resulting in another lockdown of non-essential services along with a state of emergency restricting night-time movements between the hours of 9 p.m. to 5 a.m. This continues to impact the financial performance of the Company.

Profit after tax decreased from $12.0M in October 2020 to $10.9M in October 2021 primarily as a result of reduced net rental income from $24.3M in 2020 to $21.0M in 2021. Substantial discounts were granted in both periods as the country was on lockdown $9.2M (2020) and $8.8M (2021). The loss of a major tenant at Price Plaza in October 2020 also affected the revenue from contracts with customers.

Rental expenses have been adjusted to include rental discounts that are also included in revenue. Continued efforts to reduce costs, coupled with lower rental discounts in 2021 have resulted in a small reduction in rental expenses.

Administrative expenses have increased marginally in 2021 whilst Operating expenses have decreased by $1.0M due to lower provisions for bad debts as at October 2021.

The Company's corporation tax rate is now 0% due to amendments under the Finance Act 2020 for listed SMEs, as a result, current taxation is $358K in 2021 as compared with $1.04M in 2020.

Non-current assets decreased by $26.0M mainly due to the write-down of investment properties ($26.4M) at year-end April 2021.

The decrease of $7.3M in Current assets consisted of decreases in receivables of $1.1M and $6.4M in cash due to payment of the bond installment.

There was a decrease of $11.4M in Current liabilities primarily due to the reversal of property tax accruals of $8.0M and reduced in taxation payable of $2.9M because of the new 0% percent tax rate for SMEs.

The on-going pandemic continues in ebbs and flows and has negatively impacted the continuity of local business. However, the current trend of actions taken by the Government suggests that the remaining closed sectors of the economy may be re-opened in the coming months. A full re-opening of the local economy will enable our tenants to resume their normal operations and Management therefore remains optimistic, based on the current trends, that there is indeed a light at the end of the tunnel.

John Aboud
Chairman
December 9, 2021

Endeavour Holdings Limited
Statement of Financial Position
(Expressed in Trinidad and Tobago Dollars)

	UNAUDITED As At 31 October 2021 $	UNAUDITED As At 31 October 2020 $	AUDITED As At 30 April 2021 $
Assets			
Non-Current Assets			
Investment Properties	811,200,000	837,600,000	811,200,000
Property, plant and equipment	1,050,258	1,013,040	873,210
	812,250,258	838,613,040	812,073,210
Current Assets			
Trade and other receivables	12,844,600	13,920,408	12,950,362
Taxation recoverable	189,565	-	19,377
Cash and cash equivalents	37,964,041	44,410,579	40,697,560
	50,998,206	58,330,987	53,667,299
Total Assets	863,248,464	896,944,027	865,740,509
Equity and Liabilities			
Equity attributable to equity holders of the company			
Share capital	43,058,438	43,058,438	43,058,438
Maintenance reserve fund	4,878,874	4,501,696	4,690,285
Retained earnings	512,550,709	509,348,531	501,672,442
Total Equity	560,488,021	556,908,665	549,421,165
Non-Current Liabilities			
Deferred income tax liability	53,391,688	51,235,482	52,370,327
Borrowings	213,991,276	241,999,584	228,039,417
	267,382,964	293,235,066	280,409,744
Current Liabilities			
Due to related parties	475,747	467,110	439,971
Borrowings	28,461,538	28,461,538	28,461,538
Trade and other payables	6,320,749	14,848,979	7,008,091
Taxation payable	119,445	3,022,669	-
	35,377,479	46,800,296	35,909,600
Total Equity and Liabilities	863,248,464	896,944,027	865,740,509

Director

Director

Date: December 9, 2021

Endeavour Holdings Limited
Statement of Comprehensive Income
(Expressed in Trinidad and Tobago Dollars)

	UNAUDITED	UNAUDITED	AUDITED
	6 Months Ended 31 October 2021 $	6 Months Ended 31 October 2020 $	Year Ended 30 April 2021 $
Revenue from contracts with customers	39,758,816	43,683,711	84,705,123
Rental Expenses	(18,697,141)	(19,425,517)	(30,629,388)
Net Rental Income	21,061,675	24,258,194	54,075,735
Other Income			
Fair value adjustment on investment properties	-	-	(26,400,000)
Other income	96,048	265,196	424,737
	96,048	265,196	(25,975,263)
Expenses			
Administrative	(835,723)	(743,098)	(1,853,663)
Operating	(255,283)	(1,214,861)	(2,327,400)
	(1,091,006)	(1,957,959)	(4,181,063)
Operating Profit	20,066,717	22,565,431	23,919,409
Finance costs	(7,808,755)	(8,357,809)	(16,525,608)
Profit before income tax	12,257,962	14,207,621	7,393,801
Taxation			
Current	(358,334)	(1,038,068)	(765,492)
Deferred taxation	(1,021,361)	(1,134,845)	(2,269,690)
	(1,379,695)	(2,172,913)	(3,035,182)
Profit for the period	10,878,267	12,034,708	4,358,619
Other comprehensive income	-	-	-
Total comprehensive income	10,878,267	12,034,708	4,358,619
Earnings per share			
Basic earnings per share including fair value adjustment on investment properties	$ 0.33	$ 0.37	$ 0.13
Basic earnings per share excluding fair value adjustment on investment properties	$ 0.33	$ 0.37	$ 0.94

Endeavour Holdings Limited
Cashflow Statement
(Expressed in Trinidad and Tobago Dollars)

	UNAUDITED 6 Months Ended 31 October 2021 $	UNAUDITED 6 Months Ended 31 October 2020 $	AUDITED YEAR ENDED 30 April 2021 $
Cash flows from operating activities			
Profit before income tax	12,257,962	14,207,621	7,393,801
Adjustments for:			
Fair value adjustment on investment properties	-	-	26,400,000
Finance costs	7,808,755	8,357,809	16,525,608
Loss on disposal of asset	-	-	7,776
Depreciation	42,445	37,565	211,555
Operating profit before working capital changes	20,109,162	22,602,995	50,538,740
Decrease in trade and other receivables	105,762	3,530,589	4,500,635
(Decrease)/increase in trade and other payables	(1,924,699)	654,029	(8,453,327)
Increase/(decrease) in due to related party	35,776	(372,969)	(400,108)
Net cash generated from operations	18,326,001	26,414,644	46,185,940
Interest paid	(6,388,766)	(9,389,847)	(16,029,138)
Tax paid	(409,081)	(4,083,390)	(6,852,858)
Net cash inflow generated from operating activities	11,528,154	12,941,407	23,303,944
Cashflow from investing activities			
Purchase of property, plant and equipment	(219,494)	(249,436)	(291,370)
Cashflow from financing activities			
Repayments of borrowings	(14,230,768)	-	(14,222,211)
Transfer to maintenance reserve fund	188,589	188,589	377,178
Net cash flows (used in)/provided by financing activities	(14,042,179)	188,589	(13,845,033)
(Decrease)/increase in cash and cash equivalents	(2,733,519)	12,880,560	9,167,541
Cash and cash equivalents at beginning of the period	40,697,560	31,530,019	31,530,019
Cash and cash equivalents at end of the period	37,964,041	44,410,579	40,697,560

Endeavour Holdings Limited
Statement of Changes in Equity
(Expressed in Trinidad and Tobago Dollars)

	Share Capital $	Maintenance Reserves $	Retained Earnings $	Total Equity $
Period ended 31 July 2020				
Balance At 1 May 2020	43,058,438	4,313,107	497,313,823	544,685,368
Total comprehensive Income for the period				
Profit for the period	-	-	12,034,708	12,034,708
Transfer to maintenance reserve	-	188,589	-	188,589
Transactions with owners in their capacity as owners				
Dividends for the period	-	-	-	-
Other comprehensive income for the period	-	-	-	-
Balance At 31 October 2020	43,058,438	4,501,696	509,348,531	556,908,665
Year ended 30 April 2021				
Balance At 1 May 2020	43,058,438	4,313,107	497,313,823	544,685,368
Total comprehensive Income for the year				
Profit for the year	-	-	4,358,619	4,358,619
Transfer to maintenance reserve		377,178		377,178
Transactions with owners in their capacity as owners				
Dividends for the period	-	-	-	-
Other comprehensive income for the period	-	-	-	-
Balance At 30 April 2021	43,058,438	4,690,285	501,672,442	549,421,165
Period ended 31 July 2021				
Balance At 1 May 2021	43,058,438	4,690,285	501,672,442	549,421,165
Total comprehensive Income for the period				
Profit for the period	-	-	10,878,267	10,878,267
Transfer to maintenance reserve	-	188,589		188,589
Transactions with owners in their capacity as owners				
Dividends for the period	-	-	-	-
Other comprehensive income for the period	-	-	-	-
Balance At 31 October 2021	43,058,438	4,878,874	512,550,709	560,488,021

Endeavour Holdings Limited

Notes to the summary financial statements for the six months ended 31 October 2021

The accompanying notes are an integral part of these financial statements.

1) Basis of Accounting

These summary financial statements have been prepared by Management in accordance with International Financial Reporting Standards.

2) Significant Accounting Policies

The principal accounting policies used in the preparation of these summary financial statements are consistent with those used in the preparation and disclosed in the audited financial statements for the year ended 30 April 2021.