

Point Lisas Industrial Port Development Corporation Limited

Unaudited Condensed Consolidated Interim Financial Information

30 June 2015

(Expressed in Trinidad and Tobago Dollars)

Point Lisas Industrial Port Development Corporation Limited

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Report on Review of Condensed Consolidated Interim Financial Information

To the Shareholders and Board of Directors of
Point Lisas Industrial Port Development Corporation Limited

Introduction

We have reviewed the accompanying condensed consolidated interim statement of financial position of Point Lisas Industrial Port Development Corporation Limited and its subsidiary (the 'Group') as of 30 June 2015 and the related condensed consolidated interim statements of comprehensive income, changes in equity and cash flows for the six-month period then ended and notes, comprising a summary of significant accounting policies and other explanatory notes. Management is responsible for the preparation and presentation of this condensed consolidated interim financial information in accordance with International Accounting Standard 34, 'Interim Financial Reporting' as issued by the IASB. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, 'Review of interim financial information performed by the independent auditor of the entity'. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial information is not prepared, in all material respects, in accordance with International Accounting Standards 34.

28 July 2015
Port of Spain
Trinidad, West Indies

Point Lisas Industrial Port Development Corporation Limited

Condensed Consolidated Interim Statement of Financial Position

(Expressed in Trinidad and Tobago Dollars)

	Notes	Unaudited 30 June 2015 \$'000	2014 \$'000 Restated	Audited 31 December 2014 \$'000 Restated
Assets				
<i>Non-current assets</i>				
Property, plant and equipment	6	535,118	543,172	544,242
Investment properties	7	1,617,011	1,556,894	1,569,633
Other non-current assets		--	92	--
Long-term investments		35,700	44,390	41,243
Available-for-sale financial assets		921	901	955
Deferred income tax assets		<u>13,950</u>	<u>11,241</u>	<u>13,145</u>
		<u>2,202,700</u>	<u>2,156,690</u>	<u>2,169,218</u>
<i>Current assets</i>		<u>115,675</u>	<u>104,823</u>	<u>93,136</u>
Total assets		<u>2,318,375</u>	<u>2,261,513</u>	<u>2,262,354</u>
Equity and liabilities				
<i>Equity attributable to owners of the Parent</i>				
Stated capital		139,968	139,968	139,968
Unallocated ESOP shares		(32)	(32)	(32)
Investment revaluation reserve		355	335	389
Revaluation reserves		122,458	124,664	123,718
Retained earnings		<u>1,690,697</u>	<u>1,628,373</u>	<u>1,635,653</u>
		<u>1,953,446</u>	<u>1,893,308</u>	<u>1,899,696</u>
<i>Non-current liabilities</i>				
Floating rate bonds 2012 - 2016		55,195	55,195	55,195
Long and medium-term liabilities		68,270	56,198	71,027
Retirement benefit obligation	8.1	34,519	28,439	33,815
Casual employee retirement benefit obligation	8.2	21,277	17,642	18,763
Deferred income tax liabilities		76,315	78,553	77,273
Deferred lease rental income		<u>61,803</u>	<u>62,878</u>	<u>62,340</u>
		<u>317,379</u>	<u>298,905</u>	<u>318,413</u>
<i>Current liabilities</i>		<u>47,550</u>	<u>69,300</u>	<u>44,245</u>
Total liabilities		<u>364,929</u>	<u>368,205</u>	<u>362,658</u>
Total equity and liabilities		<u>2,318,375</u>	<u>2,261,513</u>	<u>2,262,354</u>

The notes on pages 6 to 18 are an integral part of this condensed consolidated interim financial information.

Comparative information in these consolidated financial statements have been restated for the correction of prior period errors (see Note 15).

Point Lisas Industrial Port Development Corporation Limited

Condensed Consolidated Interim Statement of Comprehensive Income – Unaudited

(Expressed in Trinidad and Tobago Dollars)

	Note	Three months ended		Six months ended	
		30 June 2015 \$'000	30 June 2014 \$'000 Restated	30 June 2015 \$'000	30 June 2014 \$'000 Restated
Revenue		69,988	69,797	143,966	131,643
Direct costs		<u>(22,701)</u>	<u>(20,636)</u>	<u>(44,394)</u>	<u>(37,383)</u>
Gross profit		47,287	49,161	99,572	94,260
Unrealised fair value (loss)/gain on investment properties		(8,045)	62,135	47,765	95,705
Administrative expenses		(26,194)	(19,869)	(47,278)	(40,972)
Other operating expenses		(20,557)	(20,012)	(36,353)	(40,545)
Other income		<u>195</u>	<u>230</u>	<u>385</u>	<u>489</u>
Operating profit		(7,314)	71,645	64,091	108,937
Investment income		1,195	1,226	2,372	2,434
Finance costs-net		<u>(1,612)</u>	<u>(1,896)</u>	<u>(3,072)</u>	<u>(3,484)</u>
(Loss)/profit before taxation		(7,731)	70,975	63,391	107,887
Taxation		<u>222</u>	<u>(2,986)</u>	<u>(3,663)</u>	<u>(3,781)</u>
Profit for the period		(7,509)	67,989	59,728	104,106
Other comprehensive income					
Items that may be subsequently reclassified to profit or loss					
Change in value of available-for-sale financial assets		<u>10</u>	<u>--</u>	<u>(34)</u>	<u>(136)</u>
Total comprehensive (loss)/income for the period		<u>(7,499)</u>	<u>67,989</u>	<u>59,694</u>	<u>103,970</u>
Earnings per share	11			<u>151¢</u>	<u>263¢</u>

The notes on pages 6 to 18 are an integral part of this condensed consolidated interim financial information.

Point Lisas Industrial Port Development Corporation Limited

Condensed Consolidated Interim Statement of Changes in Equity - Unaudited

(Expressed in Trinidad and Tobago Dollars)

	Note	Stated capital \$'000	Revaluation reserves \$'000	Investment revaluation reserves \$'000	Unallocated ESOP shares \$'000	Retained earnings \$'000	Shareholders' equity \$'000
Six months ended 30 June 2015							
Balance as at 1 January 2015 - Restated	15	139,968	123,718	389	(32)	1,635,653	1,899,696
Transfer of revaluation reserve to retained earnings		--	(1,260)	--	--	1,260	--
<u>Comprehensive income</u>							
- Profit for the year		--	--	--	--	59,728	59,728
<u>Other comprehensive income</u>							
- Change in value of available-for-sale financial assets		--	--	(34)	--	--	(34)
Transactions with owners - Dividends		--	--	--	--	(5,944)	(5,944)
Balance as at 30 June 2015		<u>139,968</u>	<u>122,458</u>	<u>355</u>	<u>(32)</u>	<u>1,690,697</u>	<u>1,953,446</u>
Six months ended 30 June 2014							
Balance as at 1 January 2014 - Restated	15	139,968	126,296	471	(32)	1,528,579	1,795,282
Transfer of revaluation reserve to retained earnings		--	(1,632)	--	--	1,632	--
<u>Comprehensive income</u>							
- Profit for the year		--	--	--	--	104,106	104,106
<u>Other comprehensive income</u>							
- Change in value of available-for-sale financial assets		--	--	(136)	--	--	(136)
Transactions with owners - Dividends		--	--	--	--	(5,944)	(5,944)
Balance as at 30 June 2014 - Restated	15	<u>139,968</u>	<u>124,664</u>	<u>335</u>	<u>(32)</u>	<u>1,628,373</u>	<u>1,893,308</u>

The notes on pages 6 to 18 are an integral part of this condensed consolidated interim financial information.

Point Lisas Industrial Port Development Corporation Limited

Condensed Consolidated Interim Statement of Cash Flows - Unaudited (Expressed in Trinidad and Tobago Dollars)

	Six months ended 30 June		Audited 31 December
	2015 \$'000	2014 \$'000 Restated	2014 \$'000 Restated
Cash flows from operating activities			
Profit before taxation	63,391	107,887	116,588
Depreciation	16,522	16,597	33,338
Unrealised fair value gains on investment properties	(47,765)	(95,705)	(108,830)
Loss on disposal of property, plant and equipment	--	283	114
(Decrease)/increase in deferred lease rental income	(1,586)	(1,287)	287
Net interest expense	700	736	1,972
Decrease in inventory	456	1,534	1,146
(Increase)/decrease in receivables and prepayments	(6,363)	3,230	4,498
(Increase) in current portion of long term investment	(5,032)	--	--
Increase/(decrease) in payables and accruals	6,242	(740)	(16,031)
Net movement in retirement benefit obligation	704	1,513	455
Net movement in casual employee retirement benefit obligation	2,514	1,120	2,305
Decrease in other non-current assets	--	62	154
Interest paid	(3,072)	(3,170)	(6,844)
Interest received	2,372	2,434	4,872
Income tax refundable	--	--	(90)
Income tax paid	(1,886)	(1,114)	(2,268)
Net cash generated from operating activities	<u>27,197</u>	<u>33,380</u>	<u>31,666</u>
Cash flows from investing activities			
Additions to property, plant and equipment	(7,398)	(3,719)	(21,719)
Proceeds from sale of property, plant and equipment	--	--	358
Increase/(decrease) in long-term investments	<u>5,543</u>	<u>(2,236)</u>	<u>911</u>
Net cash used in investing activities	<u>(1,855)</u>	<u>(5,955)</u>	<u>(20,450)</u>
Cash flows from financing activity			
Proceeds from new loan	--	5,177	80,583
Dividend paid	(5,944)	(5,944)	(5,944)
Repayment of long and medium-term liabilities	(2,767)	(14,215)	(89,340)
Net cash used in financing activities	<u>(8,711)</u>	<u>(14,982)</u>	<u>(14,701)</u>
Net increase/(decrease) in cash and cash equivalents	16,631	12,443	(3,485)
Cash and cash equivalents, beginning of period	<u>51,748</u>	<u>55,233</u>	<u>55,233</u>
Cash and cash equivalents, end of period	<u>68,379</u>	<u>67,676</u>	<u>51,748</u>
Cash and cash equivalents			
Cash at bank and on hand	29,330	28,743	15,825
Short-term deposits	39,049	38,933	40,954
Bank overdraft	--	--	(5,031)
	<u>68,379</u>	<u>67,676</u>	<u>51,748</u>

The notes on pages 6 to 18 are an integral part of this condensed consolidated interim financial information.

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

1 General information

The Corporation was incorporated on 16 September 1966 under the laws of the Republic of Trinidad and Tobago and has a primary listing on the Trinidad and Tobago Stock Exchange. Its registered office is located at PLIPDECO House, Orinoco Drive, Point Lisas Industrial Estate, Point Lisas, Couva, Trinidad, West Indies. The Corporation Sole (Government of the Republic of Trinidad and Tobago) is owner of 51% of the issued share capital.

Point Lisas Terminals Limited, a wholly owned subsidiary, was incorporated in the Republic of Trinidad and Tobago in 1981 and is involved in the supply of labour to the parent company for its cargo handling operations at the port.

This condensed consolidated interim financial information was approved for issue by the Board of Directors on 28 July 2015.

This condensed consolidated interim financial information was reviewed, not audited.

2 Basis of preparation

This condensed consolidated interim financial information for the six months ended 30 June 2015 have been prepared in accordance with International Accounting Standard 34, 'Interim Financial Reporting'. The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2014, which have been prepared in accordance with International Financial Reporting Standards (IFRS).

3 Accounting policies

The accounting policies adopted are consistent with those of the consolidated financial statements for the year ended 31 December 2014.

The following are new and amended standards adopted by the Group.

i. *New and amended standards adopted by the Group*

The Amendments to IAS 19, Annual improvements 2010-2012 cycle and the Annual improvements for 2011-2013 cycle, effective for the first time for the financial year beginning after 1 July 2014, have been considered and do not have a material impact on the Group.

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

3 Accounting policies (continued)

ii. *New standards and interpretations not yet adopted*

New standards and amendments to standards and interpretations are effective for annual periods beginning after 1 January 2015, and have not been applied in preparing the interim financial information. The Group assessment of the impact of the new standard and interpretations is set out below.

- i. IFRS 9, 'Financial instruments', addressed the classification, measurement and recognition of financial assets and financial liabilities. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity's own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch. This had no impact on the condensed consolidated interim financial information.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

4 Estimates

The preparation of condensed consolidated interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2014, with the exception of changes in estimates that are required in determining the provision for income taxes.

5 Financial risk management and financial instruments

a. *Financial risk factors*

The Group's activities expose it to a variety of financial risks: market risk (including currency risk, fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk.

The condensed consolidated interim financial information do not include all financial risk management information and disclosures required in the annual financial statements; they should be read in conjunction with the Group's annual financial statements as at 31 December 2014. There have been no changes in any risk management policies since the year end.

b. *Liquidity risk*

Compared to year end, there was no material change in the contractual undiscounted cash outflows for financial liabilities.

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

5 Financial risk management and financial instruments (continued)

c. *Fair value estimation*

The following financial instruments are carried at fair value.

i. Available-for-sale financial assets (Level 1)

The different levels have been defined as follows:

- i. Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- ii. Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is derived from prices) (Level 2).
- iii. Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

There were no transfers between levels during the period.

d. *Fair value of financial assets and liabilities measured at amortised cost*

The fair value of the following financial assets and liabilities approximate their carrying amount:

- i. Trade and other receivables
- ii. Cash and cash equivalents (excluding bank overdrafts)
- iii. Trade and other payables
- iv. Borrowings

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

6	Property, plant and equipment		
	Six months ended 30 June 2015		\$'000
	Opening net book amount as at 1 January 2015 – Restated (Note 15)		544,242
	Additions		7,398
	Depreciation		<u>(16,522)</u>
	Closing net book amount as at 30 June 2015		<u>535,118</u>
	Six months ended 30 June 2014		
	Opening net book amount as at 1 January 2014		546,528
	Additions		3,719
	Reclassification from investment properties (Note 7)		9,805
	Disposals		(283)
	Depreciation		<u>(16,597)</u>
	Closing net book amount as at 30 June 2014 – Restated (Note 15)		<u>543,172</u>
7	Investment properties		
		Unaudited 30 June 2015 \$'000	Unaudited 30 June 2014 \$'000 Restated (Note 15)
			Audited 31 December 2014 \$'000 Restated (Note 15)
	At the beginning of year	1,519,090	1,410,260
	Reclassification to property, plant and equipment (Note 6)	--	(9,805)
	Unrealised fair value gains	<u>47,765</u>	<u>108,830</u>
	30 year leases	1,557,050	1,496,160
	96 years and longer leases	<u>59,961</u>	<u>60,734</u>
	At the end of period	<u>1,617,011</u>	<u>1,569,633</u>

Thirty year leases are stated at fair value. The Group's investment properties were valued at 30 June 2015 by independent professionally qualified valuers, Raymond & Pierre Chartered Valuation Surveyors, who hold a recognised relevant professional qualification and have recent experience in the locations and segments of the investment properties valued. For all investment properties, their current use equates to the highest and best use. The valuation is based upon Open Market Value which comprises both the Investment Method and Direct Capital Comparison Method. The Group's Finance department reviews the valuations performed by the independent valuers for financial reporting purposes. This department reports directly to the Vice President of Business Services. Discussions of valuations processes and results are held between the Vice President of Business Services, the Estate department, the Finance department and the independent valuers at least once every quarter, in line with the Group's quarterly reporting dates.

At each quarter the Finance department:

- verifies all major inputs to the Independent valuation report;
- assesses property valuation movements when compared to the prior period valuation report;
- hold discussions with the independent valuer.

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

7 Investment properties (continued)

Under the Investment Method, the estimated net rental income from a property by a year's purchase (multiplier) is calculated to arrive at a capital value for the property. The net income is derived from an estimated gross income less outgoings i.e. rates, insurance, repairs and management allowance. The present value is obtained by discounting at the risk free rate of 5%. The valuation also assumes that all tenants will have renewal clauses in their leases which will extend the lease for the additional 30 years.

Under the Direct Capital Comparison Method, sales of comparable properties are analysed to determine a value for the property under consideration.

The following table analyses the non-financial assets carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

Fair value measurements using

	Quoted prices In active markets for identical assets (level 1) \$'000	Significant other observable inputs (level 2) \$'000	Significant unobservable inputs (level 3) \$'000
As at 30 June 2015			
Recurring fair value measurements			
- Investment Properties	--	1,557,050	--
As at 30 June 2014 - Restated			
Recurring fair value measurements			
- Investment Properties	--	1,496,160	--

The valuation surveyors used the Open Market Value Method to determine the values of Investment Properties. Level 2 fair values have been derived using the Open Market Value Method. Evidence of arm's length open market transactions of similar lands were analysed and the results applied to the subject lands after taking into consideration appropriate adjustments for location, size and other relevant factors. The most significant input into this valuation approach is future rental cash inflows based on the actual location and quality of the properties and supported by the terms of any existing leases.

The following amounts have been recognised in the condensed consolidated interim statement of comprehensive income:

	Unaudited 30 June	
	2015 \$'000	2014 \$'000
		Restated
Rental income	38,245	39,502
Costs arising from investment properties	<u>906</u>	<u>846</u>

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

8.1 Retirement benefit obligation

The figures in the table below have been pro-rated from the projected actuarial valuation for 2015.

The amounts recognised within administrative expenses in the condensed consolidated interim statement of comprehensive income are as follows:

	Unaudited 30 June	
	2015 \$'000	2014 \$'000
Current service costs	5,819	5,167
Net interest on defined benefit liability	672	540
Administrative expense allowance	<u>262</u>	<u>237</u>
Pension expense	<u>6,753</u>	<u>5,944</u>

The amounts recognised in the condensed consolidated interim statement of financial position were as follows:

	Unaudited 30 June 2015 \$'000	Unaudited 30 June 2014 \$'000	Audited 31 December 2014 \$'000
Present value of defined benefit obligation	191,146	161,255	173,534
Fair value of assets	<u>(156,627)</u>	<u>(132,816)</u>	<u>(139,719)</u>
Defined benefit obligation	<u>34,519</u>	<u>28,439</u>	<u>33,815</u>

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

8.2 Casual employee retirement benefit obligation

The figures in the table below have been pro-rated from projected actuarial valuation for 2015.

The amounts recognised within administrative expenses in the condensed consolidated interim statement of comprehensive income are as follows:

	Unaudited 30 June 2015 \$'000	2014 \$'000 Restated (Note 15)
Current service costs	1,106	1,062
Net interest on defined benefit liability	<u>338</u>	<u>58</u>
Pension expense	<u>1,444</u>	<u>1,120</u>

The amounts recognised in the condensed consolidated interim statement of financial position were as follows:

	Unaudited 30 June 2015 \$'000	Unaudited 30 June 2014 \$'000 Restated (Note 15)	Audited 31 December 2014 \$'000
Present value of defined benefit obligation	<u>21,277</u>	<u>17,642</u>	<u>18,763</u>

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

9 Borrowings

	Unaudited 30 June 2015 \$'000	Unaudited 30 June 2014 \$'000	Audited 31 December 2014 \$'000
Non-current	123,465	111,393	126,222
Current	<u>4,433</u>	<u>18,991</u>	<u>4,443</u>
	<u>127,898</u>	<u>130,384</u>	<u>130,665</u>

Movements in borrowings are analysed as follows:

	\$'000
Six months ended 30 June 2015	
Opening amount as at 1 January 2015	130,665
Loan proceeds	--
Repayment of borrowings	<u>(2,767)</u>
Closing amount as at 30 June 2015	<u>127,898</u>
Six months ended 30 June 2014	
Opening amount as at 1 January 2014	139,422
Loan proceeds	5,177
Repayment of borrowings	<u>(14,215)</u>
Closing amount as at 30 June 2014	<u>130,384</u>

10 Income taxes

Income tax expense is recognised based on management's estimate of the annual income tax expected for the full financial year. The annual tax rate used for the year to the 31 December 2014 is 25%. The estimated tax rate for the six months ended 30 June 2015 was 25%.

11 Earnings per share

Basic earnings per share is calculated by dividing the profit for the year attributable to the ordinary shareholders of the parent company by the weighted average number of ordinary shares in issue during the year.

	Unaudited 30 June 2015	2014 Restated
Basic earnings per share:		
- excluding fair value gains	30¢	21¢
- including fair value gains	<u>151¢</u>	<u>263¢</u>
Basic earnings per share – as previously reported:		
- excluding fair value gains		29¢
- including fair value gains		<u>327¢</u>

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

12 Segment information

The Group is organised and managed on the basis of two segments, port operations and estate operations. These are the reportable segments of the Group as they form the basis used by the President and management team, as the chief operating decision makers, for assessing performance and allocating reserves. These reported segments are closely integrated as the viability of one segment depends on the continued operations of the other. As such, the operation comprise one cash generating unit, which is taxed as one unit and for which other expenses do not relate entirely to one segment.

	Port and Related Activities \$'000	Estate \$'000	Other \$'000	Total \$'000
Unaudited six months ended 30 June 2015				
Revenue	105,079	38,245	642	143,966
Gross profit	60,685	38,245	642	99,572
Unrealised fair value gains on investment properties	--	47,765	--	47,765
Depreciation	(13,855)	(906)	(1,761)	(16,522)
Other expenses - net	(34,567)	(1,904)	(27,881)	(64,352)
Finance costs - net	(1,784)	(1,149)	(139)	(3,072)
Profit before taxation				<u>63,391</u>
Unaudited six months ended 30 June 2014 -Restated				
Revenue	91,539	39,502	602	131,643
Gross profit	54,156	39,502	602	94,260
Unrealised fair value gains on investment properties	--	95,705	--	95,705
Depreciation	(13,986)	(846)	(1,765)	(16,597)
Other expenses - net	(36,689)	(1,475)	(23,833)	(61,997)
Finance costs - net	(2,012)	(1,142)	(330)	(3,484)
Profit before taxation				<u>107,887</u>

Included under Port are Cargo Handling, Marine, Container Examination Station and Warehouse operations. The revenue reported to the chief operating decision makers is measured in a manner consistent with that in the condensed consolidated statement of comprehensive income.

Total segment assets

30 June 2015	466,764	1,698,398	24,355	2,189,517
30 June 2014 - Restated	481,049	1,626,823	26,171	2,134,043
31 December 2014 - Restated	472,681	1,648,999	25,418	2,147,098

Total assets are measured in a manner consistent with that of the financial statements. These assets are allocated based on the operations of the segment.

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

12 Segment information (continued)

Total segment assets (continued)

Reportable segments' assets are reconciled to total assets as follows:

	Unaudited 30 June 2015 \$'000	Unaudited 30 June 2014 \$'000 Restated	Audited 31 December 2014 \$'000 Restated
Total segment assets	2,189,517	2,134,043	2,147,098
Cash at bank and on hand	68,379	67,676	56,779
Long term investments	35,700	44,390	41,243
Current portion of long term investments	5,032	--	--
Deferred income tax asset	13,950	11,241	13,145
Other assets	<u>5,797</u>	<u>4,163</u>	<u>4,089</u>
Total assets as per statement of financial position	<u>2,318,375</u>	<u>2,261,513</u>	<u>2,262,354</u>

Total segment assets include additions to property, plant and equipment as follows:

	Port and Related Activities \$'000	Estate \$'000	Other \$'000	Total \$'000
- 30 June 2015	392	297	6,709	7,398
- 30 June 2014	2,164	390	1,165	3,719
- 31 December 2014	<u>15,848</u>	<u>2,892</u>	<u>2,979</u>	<u>21,719</u>

Total liabilities are centrally managed and are not allocated by segments.

There are no differences from the last annual financial statements in the basis of segmentation or in the basis of measurement of segment profit or loss.

13 Transactions with related parties

	Unaudited 30 June 2015 \$'000	2014 \$'000
Labour (Note 1)	27,339	21,569
Key management compensation	<u>1,321</u>	<u>1,162</u>

14 Contingent liabilities

- i. Customs bonds 2,316 3,066
- ii. The Corporation is a party to various legal actions. In the opinion of the directors, after taking appropriate legal advice, the outcome of such actions will not result in any significant additional liabilities and therefore no provision has been made in this condensed consolidated interim financial information.

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

15 Restatement of comparative information

The Group has adjusted comparative information as follows

a) *Casual employee retirement benefit obligation*

In 2013, the Corporation negotiated with the major employee union, Seamen and Waterfront Trade Union (SWWTU), for a retirement benefit for casual employees. In January 2013, written communication regarding the replacement of the Universal Retirement Plan with a new plan was given to employees. Several payments were also made in that year, arising in a constructive obligation which was not quantified at the end of 2013 nor for the comparative periods during 2014. This correction was reflected in the financial statements for the year ended 31 December 2014.

The effect of this change on the statement of financial position as of 31 December 2013 and its impact through to 30 June 2014 along with the statement of comprehensive income for the period ended 30 June 2014 is summarised in the following tables.

b) *Investment property*

In June 2014, the valuation of investment property also included the fair value of a lease computed using revised rental rates which had to be reversed. This resulted in an overstatement of the reported valuation of the investment property and the associated gain on revaluation of \$22,430,000. Revenue of \$2,762,000 also had to be reversed from the previously reported results. These corrections were reflected in the financial statements for the year ended 31 December 2014.

The effect on the interim period and the effect on the statement of financial position as of 30 June 2014 and the statement of comprehensive income for the period ended 30 June 2014 is summarised in the following tables.

c) *Reclassification from investment property to property, plant and equipment*

At the end of March 2014, the investment property valuation inaccurately included the fair value of a surrendered lease. The correction of this error resulted in the reclassification of the associated property from investment property to owner occupied property (i.e. property, plant and equipment) at a value of \$9,805,000 for all subsequent reporting periods. The fair value gain/(loss) reported in the statement of comprehensive income for 31 March 2014 and the subsequent periods was misstated by the revaluation of this property.

The effect on the interim period and the effect on the statement of financial position as of 30 June 2014 and the statement of comprehensive income for the period ended 30 June 2014 is summarised in the following tables.

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

15 Restatement of comparative information (continued)

Consolidated statement of financial position 30 June 2014	Casual employee retirement benefit \$'000	Deferred income tax asset \$'000	Investment properties \$'000	Current assets \$'000	Provision for taxation \$'000	Property plant and equipment \$'000	Retained earnings \$'000
As previously reported - 2013	--	6,731	1,471,381	97,763	296	546,528	(1,540,970)
Impact of under accrual of casual employee retirement benefit (a)	(16,522)	4,131	--	--	--	--	12,391
Restated 31 December 2013	(16,522)	10,862	1,471,381	97,763	296	546,528	(1,528,579)
As previously reported - 30 June 2014	--	7,110	1,589,129	107,585	4,023	533,367	(1,666,385)
Impact of under accrual of casual employee retirement benefit -2013 (a)	(16,522)	4,131	--	--	--	--	12,391
Impact of under accrual of casual employee retirement benefit -30 June 2014 (a)	(1,120)	--	--	--	--	--	1,120
Impact of recalculation of value of investment property (b)	--	--	(22,445)	(2,762)	691	--	24,516
Reclassification of surrendered lease (c)	--	--	(9,805)	--	--	9,805	--
Restatement of surrendered lease - June 2014 (c)	--	--	15	--	--	--	(15)
Restated 30 June 2014	(17,642)	11,241	1,556,894	104,823	4,714	543,172	(1,628,373)
As previously reported - 31 December 2014	(18,763)	13,145	1,579,393	93,136	1,362	534,437	(1,635,608)
Reclassification of surrendered lease (c)	--	--	(9,805)	--	--	9,805	--
Restatement of surrendered lease - Dec 2014 (c)	--	--	45	--	--	--	(45)
Restated 31 December 2014	(18,763)	13,145	1,569,633	93,136	1,362	544,242	(1,635,653)

Point Lisas Industrial Port Development Corporation Limited

Notes To The Condensed Consolidated Interim Financial Information (Continued) 30 June 2015

(Expressed in Trinidad and Tobago Dollars)

15 Restatement of comparative information (continued)

Consolidated statement of comprehensive income 30 June 2014	Direct costs \$'000	Fair value gains \$'000	Revenue \$'000	Taxation \$'000	Profit for the year \$'000	Total comprehensive income for the year \$'000
As previously reported - 30 June 2014	(36,263)	118,135	134,405	4,844	129,727	129,591
Impact of under accrual of casual employee retirement benefit (a)	(1,120)	--	--	--	(1,120)	(1,120)
Impact of recalculation of value of investment property (b)	--	(22,430)	(2,762)	(691)	(24,501)	(24,501)
Restated 30 June 2014	(37,383)	95,705	131,643	4,153	104,106	103,970

Please refer to Note 11 for details of the impact of adjustment above on earnings per share for the 6 months ended 30 June 2014.

16 Capital commitments

	2015 \$'000	2014 \$'000
Authorised and contracted for and not provided for in the financial statements	<u>38,342</u>	<u>--</u>

17 Subsequent events

There were no material events subsequent to the statement of financial position date that would adversely affect the results of the interim financial information presented or required disclosures.