

### Chairman's Report

The challenges being faced by the country due to the declining economy has continued to negatively impact the fortunes of the Corporation. This has affected trade patterns, the demand for goods and services and consequently PLIPDECO's revenues.

Based on the preceding, for the Financial Year 2017, the Corporation recorded a Group Profit before tax, inclusive of Fair Value Gains of \$39M (\$275M, 2016). Excluding the impact of Fair Value Gains on the tenanted Estate premises, the Corporation experienced a profit of \$1.3M as compared to \$13.2M for 2016.

The Group's Total Assets increased by 0.5% to \$2.822B (\$2.808B in 2016). Current ratio

strengthened to 3.11:1 as compared to 3.08:1 in 2016. Earnings per Share (EPS) before Fair Value Gains stood at 2 cents (7 cents, 2016) while Earnings Before Interest, Taxes, Depreciation and Amortisation (EBITDA) and excluding Fair Value Gains were \$40M (2016: \$52M).


Group Revenue declined by \$12M (4.5%) in relation to 2016. This was due mainly to declines in throughput at the Port in both containerised cargo and general cargo. Containerised cargo saw a decline of 6,225 tonnes or 3.7% which when further dissected indicated decreases of 1.7% in exports, 0.2% in imports and 21.7% in transshipment. General cargo which declined by 70,338

tonnes or 23% experienced a 39% decrease in exports and a 23% decrease in imports.

Despite the stated economic challenges, the Corporation has continued to execute its planned equipment acquisitions, capital projects and upgrades with the intention of maintaining competitiveness, increasing productivity and overall efficiency. The cost management drive and revenue diversification which continued during 2017 has resulted in great strides and will be followed through in 2018. Most importantly and consistent with the execution of its strategic planning horizon, the Corporation is about to embark upon a substantial investment that forms a part of transforming itself into a logistics services

player. In recognition of the preceding, a dividend of three cents per share has been declared by the Board of Directors.

The Board and Management reaffirm their commitment in the quest for continued and sustainable growth and profitability of the Corporation. We take this opportunity to acknowledge and commend our major Stakeholders, Shareholders and Staff for their level of confidence and determination which contributed to PLIPDECO's achievements during 2017 and anticipate the same for 2018.

  
Ian R. H. Atherly  
Chairman

### Parent and Consolidated Statement of Financial Position

(Expressed in Trinidad and Tobago Dollars)

Parent As at 31 December		Group As at 31 December	
2016 \$'000	2017 \$'000	2017 \$'000	2016 \$'000
<b>Assets</b>			
<i>Non-current assets</i>			
761,667	760,811	760,811	761,667
1,832,312	1,869,233	1,869,233	1,832,312
--	2,645	2,645	--
16,254	16,143	16,143	16,254
320	320	--	--
1,292	1,317	1,317	1,292
<u>2,611,845</u>	<u>2,650,469</u>	<u>2,650,149</u>	<u>2,611,525</u>
<i>Current assets</i>			
16,411	17,073	17,073	16,411
33,668	32,038	32,923	34,551
--	--	739	739
144,553	121,041	121,057	144,745
194,632	170,152	171,792	196,446
<u>2,806,477</u>	<u>2,820,621</u>	<u>2,821,941</u>	<u>2,807,971</u>
<b>Total assets</b>			
<b>Equity and liabilities</b>			
<i>Equity attributable to owners of the parent</i>			
139,968	139,968	139,968	139,968
(32)	(32)	(32)	(32)
252,301	249,960	249,960	252,301
1,972,342	2,013,220	2,015,332	1,974,423
<u>2,364,579</u>	<u>2,403,116</u>	<u>2,405,228</u>	<u>2,366,660</u>
<i>Non-current liabilities</i>			
161,945	150,059	150,059	161,945
31,680	28,360	28,360	31,680
22,500	25,445	25,445	22,500
101,270	97,628	97,628	101,270
60,198	59,131	59,131	60,198
<u>377,593</u>	<u>360,623</u>	<u>360,623</u>	<u>377,593</u>
<i>Current liabilities</i>			
14,761	14,385	14,385	14,761
4,392	4,498	4,498	4,392
43,702	36,266	35,466	42,918
1,450	1,733	1,741	1,647
64,305	56,882	56,090	63,718
441,898	417,505	416,713	441,311
<u>2,806,477</u>	<u>2,820,621</u>	<u>2,821,941</u>	<u>2,807,971</u>
<b>Total liabilities</b>			
<b>Total equity and liabilities</b>			

### Parent and Consolidated Statement of Profit or Loss and Other Comprehensive Income

(Expressed in Trinidad and Tobago Dollars)

Parent Year ended 31 December		Group Year ended 31 December	
2016 \$'000	2017 \$'000	2017 \$'000	2016 \$'000
268,843	256,774	256,774	268,843
(92,367)	(87,728)	(86,635)	(91,400)
176,476	169,046	170,139	177,443
<b>Gross profit</b>			
261,610	37,695	37,695	261,610
(94,828)	(93,895)	(94,511)	(95,414)
(67,948)	(73,260)	(73,260)	(67,948)
275,310	39,586	40,063	275,691
5,994	2,200	2,200	5,994
(6,825)	(3,248)	(3,250)	(6,827)
274,479	38,538	39,013	274,858
(10,047)	(34)	(478)	(10,439)
264,432	38,504	38,535	264,419
<b>Profit before taxation</b>			
<b>Taxation charge</b>			
<b>Profit for the year</b>			
<b>Other comprehensive income</b>			
<b>Items that may be subsequently reclassified to profit or loss</b>			
(10)	25	25	(10)
<b>Items that will not be reclassified to profit or loss</b>			
Remeasurements of:			
--	215	215	--
127,961	--	--	127,961
5,723	2,355	2,355	5,723
1,411	(184)	(184)	1,411
<u>399,517</u>	<u>40,915</u>	<u>40,946</u>	<u>399,504</u>
<u>667¢</u>	<u>97¢</u>	<u>97¢</u>	<u>667¢</u>
<b>Total comprehensive income for the year</b>			
<b>Earnings per share</b>			
<b>Basic earnings per share</b>			

On 22 March 2018, the Board of Directors of Point Lisas Industrial Port Development Corporation Limited authorised these parent and consolidated financial statements for issue.

 Director  Director



# Point Lisas Industrial Port Development Corporation Limited

## Extracts from the Parent and Consolidated Financial Statements

For the year ended 31 December 2017 (Expressed in Trinidad and Tobago Dollars)



### Parent and Consolidated Statement of Changes in Equity

(Expressed in Trinidad and Tobago Dollars)

	Stated capital \$'000	Revaluation reserves \$'000	Investment revaluation reserves \$'000	Unallocated ESOP shares \$'000	Retained earnings \$'000	Shareholders' equity \$'000
<b>Parent</b>						
<b>Year ended 31 December 2017</b>						
<b>Balance as at 1 January 2017</b>	139,968	251,947	354	(32)	1,972,342	2,364,579
Transfer of revaluation reserve to retained earnings	--	(2,581)	--	--	2,581	--
<b>Comprehensive income</b>						
- Profit for the year	--	--	--	--	38,504	38,504
<b>Other comprehensive income</b>						
- Change in value of available-for-sale financial assets	--	--	25	--	--	25
- Remeasurements of retirement benefit obligation	--	--	--	--	2,355	2,355
- Remeasurements of casual employee retirement benefit	--	--	--	--	(184)	(184)
- Gain on revaluation of property, plant and equipment (PPE)	--	215	--	--	--	215
<b>Transactions with owners</b>						
- Dividends	--	--	--	--	(2,378)	(2,378)
<b>Balance as at 31 December 2017</b>	<u>139,968</u>	<u>249,581</u>	<u>379</u>	<u>(32)</u>	<u>2,013,220</u>	<u>2,403,116</u>
<b>Year ended 31 December 2016</b>						
<b>Balance as at 1 January 2016</b>	139,968	121,197	364	(32)	1,709,582	1,971,079
Transfer of revaluation reserve to retained earnings	--	2,789	--	--	(2,789)	--
Change in tax rate and other adjustments	--	--	--	--	(2,054)	(2,054)
<b>Comprehensive income</b>						
- Profit for the year	--	--	--	--	264,432	264,432
<b>Other comprehensive income</b>						
- Change in value of available-for-sale financial assets	--	--	(10)	--	--	(10)
- Gain on revaluation of land, buildings and own site improvements	--	127,961	--	--	--	127,961
- Remeasurements of retirement benefit obligation	--	--	--	--	5,723	5,723
- Remeasurements of casual employee retirement benefit	--	--	--	--	1,411	1,411
<b>Transactions with owners</b>						
- Dividends	--	--	--	--	(3,963)	(3,963)
<b>Balance as at 31 December 2016</b>	<u>139,968</u>	<u>251,947</u>	<u>354</u>	<u>(32)</u>	<u>1,972,342</u>	<u>2,364,579</u>
<b>Group</b>						
<b>Year ended 31 December 2017</b>						
<b>Balance as at 1 January 2017</b>	139,968	251,947	354	(32)	1,974,423	2,366,660
Transfer of revaluation reserve to retained earnings	--	(2,581)	--	--	2,581	--
<b>Comprehensive income</b>						
- Profit for the year	--	--	--	--	38,535	38,535
<b>Other comprehensive income</b>						
- Change in value of available-for-sale financial assets	--	--	25	--	--	25
- Remeasurements of retirement benefit obligation	--	--	--	--	2,355	2,355
- Remeasurements of casual employee retirement benefit	--	--	--	--	(184)	(184)
- Gain on revaluation of property, plant and equipment (PPE)	--	215	--	--	--	215
<b>Transactions with owners</b>						
- Dividends	--	--	--	--	(2,378)	(2,378)
<b>Balance as at 31 December 2017</b>	<u>139,968</u>	<u>249,581</u>	<u>379</u>	<u>(32)</u>	<u>2,015,332</u>	<u>2,405,228</u>
<b>Year ended 31 December 2016</b>						
<b>Balance as at 1 January 2016</b>	139,968	121,197	364	(32)	1,711,676	1,973,173
Transfer of revaluation reserve to retained earnings	--	2,789	--	--	(2,789)	--
Change in tax rate and other adjustments	--	--	--	--	(2,054)	(2,054)
<b>Comprehensive income</b>						
- Profit for the year	--	--	--	--	264,419	264,419
<b>Other comprehensive income</b>						
- Change in value of available-for-sale financial assets	--	--	(10)	--	--	(10)
- Gain on revaluation of land, buildings and own site improvements	--	127,961	--	--	--	127,961
- Remeasurements of retirement benefit obligation	--	--	--	--	5,723	5,723
- Remeasurements of casual employee retirement benefit	--	--	--	--	1,411	1,411
<b>Transactions with owners</b>						
- Dividends	--	--	--	--	(3,963)	(3,963)
<b>Balance as at 31 December 2016</b>	<u>139,968</u>	<u>251,947</u>	<u>354</u>	<u>(32)</u>	<u>1,974,423</u>	<u>2,366,660</u>

### Parent and Consolidated Statement of Cash Flows

(Expressed in Trinidad and Tobago Dollars)

	Parent Year ended 31 December		Group Year ended 31 December	
	2016 \$'000	2017 \$'000	2017 \$'000	2016 \$'000
<b>Cash generated from operating activities</b>	42,938	32,431	32,888	42,526
<b>Returns on investments and servicing of finance</b>				
Interest paid	(5,834)	(2,771)	(2,771)	(5,836)
	37,104	29,660	30,117	36,690
Income tax paid	(5,048)	(4,212)	(4,845)	(5,264)
<b>Net cash generated from operating activities</b>	<u>32,056</u>	<u>25,448</u>	<u>25,272</u>	<u>31,426</u>
<b>Cash flows from investing activities</b>				
Purchases of property, plant and equipment	(44,200)	(35,122)	(35,122)	(44,200)
Proceeds from sale of property, plant and equipment	17	162	162	17
Proceeds from held to maturity assets	40,194	--	--	40,194
Interest received	5,081	588	588	5,081
<b>Net cash (used in)/generated from investing activities</b>	<u>1,092</u>	<u>(34,372)</u>	<u>(34,372)</u>	<u>1,092</u>
<b>Cash flows from financing activities</b>				
Repayment of floating rate bonds	(55,195)	--	--	(55,195)
Repayment of long and medium-term borrowings	(9,823)	(13,323)	(13,323)	(9,823)
Proceeds from long and medium-term borrowings	113,620	1,061	1,061	113,620
Dividends paid	(3,963)	(2,378)	(2,378)	(3,963)
<b>Net cash (used in)/generated from financing activities</b>	<u>44,639</u>	<u>(14,640)</u>	<u>(14,640)</u>	<u>44,639</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	77,787	(23,564)	(23,740)	77,157
<b>Cash and cash equivalents at beginning of year</b>	66,579	144,553	144,745	67,401
Effects of exchange rate changes on cash and cash equivalents	187	52	52	187
<b>Cash and cash equivalents at end of year</b>	<u>144,553</u>	<u>121,041</u>	<u>121,057</u>	<u>144,745</u>