



**Wigton Windfarm Limited
Unaudited Financial Statements
For Quarter Ended 30 September 2020**

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INTERIM REPORT TO SHAREHOLDERS

The Directors are pleased to present the unaudited financial results for the second quarter ended September 30, 2020 of the financial year ending March 2021, which have been prepared in accordance with International Financial Reporting Standards (IFRS).

SECOND QUARTER HIGHLIGHTS – JULY TO SEPTEMBER 2020 - FINANCIAL YEAR ENDING MARCH 2021

Description	Quarter 2 - July to September 2020	Quarter 2 - July to September 2019	Change %
	kWh	kWh	
Production	36,752,168	40,697,054	(9.7)
Availability	95.9%	92%	4.2
	\$	\$	
Total Revenue	652,594,454	682,527,526	(4.4)
Total Expenses	448,600,451	452,135,987	0.8
Net Profit After Tax	155,035,442	175,097,569	(11.5)
Gross Profit Margin	66.5%	69.0%	(3.6)
Earnings Per Share	0.014	0.016	(12.5)

YEAR TO DATE HIGHLIGHTS – APRIL TO SEPTEMBER 2020

Description	Year to date April to September 2020	Year to date April to September 2019	Change %
	kWh	kWh	
Production	83,260,045	96,028,373	(13.3)
Availability	96.6%	92%	5.0
	\$	\$	
Total Revenue	1,472,264,738	1,583,376,000	(7.0)
Total Expenses	1,016,514,925	1,041,876,000	2.4
Net Profit After Tax	455,749,813	541,500,000	(15.8)
Gross Profit Margin	69.7%	73.5%	(5.2)
Earnings Per Share	0.041	0.049	(16.3)

YEAR TO DATE FINANCIAL PERFORMANCE

For the six months ended September 30, 2020, Wigton Windfarm Limited (Wigton) closed the period with a 15.8% decrease in Net Profit when compared with the same period last year. Net Profit amounted to \$455.7 million versus \$541.5 million.

With 11 billion stock units issued, the Net Profit equates to Earnings Per Share (EPS) of \$0.041, which reflects a decrease of \$0.008 over the corresponding period.

The average plant availability rate was approximately 96.6%, ahead of the target of 93% which led to total production output of 83,260,045 kWh. This availability rate was higher than the previous year's 92% for a similar period. The two main factors that affected our production were wind speed and plant

availability, with wind speed being the most critical element impacting output. The wind speed for the period under review was lower than the comparative period in 2020.

Total revenue for the period was \$1.5 billion representing a 7% decrease when compared to the SPLY, which was \$1.6 billion. The change was largely due to the decrease in sales of electricity which resulted from lower production in the current reporting period.

Total expenses were \$1.02 billion, which is 2.4% or \$25 million less than the \$1.04 billion incurred in the SPLY.

Description	Quarter 2 - July to September 2020	Quarter 2 - July to September 2019	Change %
	\$'000	\$'000	
Non-current Assets	7,279,394	7,808,356	(6.8)
Current Assets	<u>3,879,997</u>	<u>2,522,870</u>	53.8
Total Assets	<u>11,159,391</u>	<u>10,331,226</u>	8.0
Non-current liabilities	6,285,762	6,596,781	4.7
Current liabilities	988,284	<u>298,937</u>	(230.3)
Sub-total	7,274,046	6,895,718	(5.5)
Equity	<u>3,885,345</u>	<u>3,435,508</u>	13.1
Total liabilities	<u>11,159,391</u>	<u>10,331,226</u>	(8.0)

Wigton closed the period with total assets of \$11.2 billion, an increase of 8% when compared to \$10.3 billion as at 30 September 2019. This was mainly due to the increase in the value of current assets to \$3.9 billion, which is 53.8% higher than the previous year's current assets which were \$2.5 billion. Cash and cash equivalents increased by \$1.2 billion or 49.9% over the SPLY.

Total liabilities were \$7.3 billion, an increase of \$377 million or 5.5% higher than the previous year at \$6.9 billion. The change occurred because of the impact of the implementation of the new standard for lease liability to comply with IAS 16, and an increase in deferred tax liability.

Shareholders' equity at period end was \$3.9 billion or 13.1% above the SPLY equity of \$3.4 billion.

DIVIDEND

On June 2, 2020, the Board of Directors declared an interim dividend of J\$0.0025 per stock unit, which amounted to \$27.5 million. The dividend was paid on August 13, 2020.

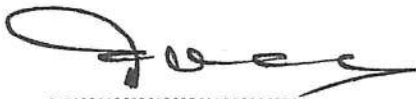
OUTLOOK: 2020 AND BEYOND

Wigton's major objective for the 2020-2021 financial year is business expansion, via new opportunities in the local and regional markets. While the onset of the Covid-19 pandemic has slowed the general pace of activities in most economies and affected movement across borders, the Company continues to carry out the necessary preparatory work to be in a position to act quickly on viable propositions when markets reopen.

While discussions on new opportunities are at early stages, initial engagements have brought encouraging results. Consequently, in spite of the challenges presented by the impact of the pandemic on the economic environment, Wigton is cautiously optimistic about progressing its business objectives in the current fiscal year and beyond.

CORPORATE SOCIAL RESPONSIBILITY

Wigton has developed a solid reputation as a good corporate citizen. Our charity has largely focused on key areas that impact social development including education, national security and community development. Continuing our practice of charity beginning at home, the donation to Rose Hill Primary and Infant School marked a continuation of our on-going relationship with that institution which dates back to 2004. In April 2020 our latest improvement project, the construction of a netball court, was completed. With School scheduled to reopen imminently, Wigton assisted the School in ensuring it is compliant with the protocols of the Ministry of Health COVID -19 virus guidelines.



Oliver W. Holmes
Chairman

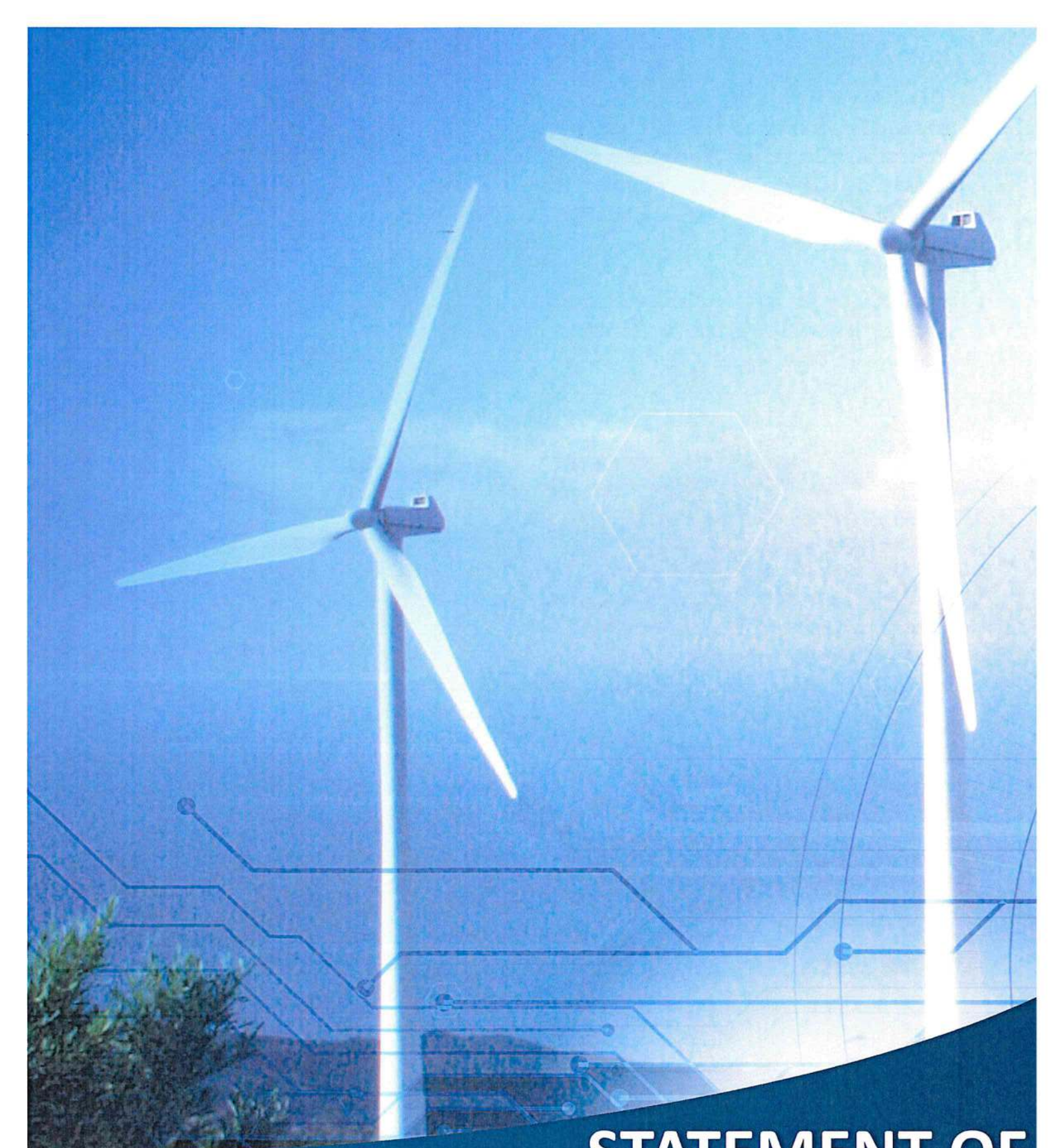


Earl Barrett
Managing Director



STATEMENT OF COMPREHENSIVE INCOME

	Unaudited Quarter Ended 30 September 2020 \$'000	Unaudited Quarter Ended 30 September 2019 \$'000	Unaudited Six Months Ended 30 September 2020 \$'000	Unaudited Six Months Ended 30 September 2019 \$'000	Audited Financial Statement 31 March 2020 \$'000
Sales	612,849	632,341	1,363,741	1,465,161	2,416,753
Cost of sales	<u>(205,128)</u>	<u>(195,819)</u>	<u>(412,818)</u>	<u>(387,815)</u>	<u>(763,852)</u>
Gross Profit	407,721	436,522	950,923	1,077,346	1,652,901
Other income	39,746	50,186	108,524	118,215	220,889
General administrative Expenses	<u>(109,607)</u>	<u>(102,030)</u>	<u>(201,797)</u>	<u>(181,342)</u>	<u>(478,577)</u>
Operating Profit	337,860	384,678	857,650	1,014,219	1,395,213
Finance expense	<u>(133,866)</u>	<u>(154,286)</u>	<u>(257,979)</u>	<u>(301,719)</u>	<u>(526,643)</u>
Profit before Taxation	203,994	230,392	599,671	712,500	868,570
Taxation	<u>(48,959)</u>	<u>(55,294)</u>	<u>(143,921)</u>	<u>(171,000)</u>	<u>(205,822)</u>
Net Profit	<u>155,035</u>	<u>175,098</u>	<u>455,750</u>	<u>541,500</u>	<u>662,748</u>
Earning per shares/stock unit for profit attributable to the equity holders of the Company during the year					
	<u>\$0.014</u>	<u>\$0.016</u>	<u>\$0.041</u>	<u>\$0.049</u>	<u>\$0.060</u>
Units of shares	<u>11,000,000,000</u>	<u>11,000,000,000</u>	<u>11,000,000,000</u>	<u>11,000,000,000</u>	<u>11,000,000,000</u>



STATEMENT OF FINANCIAL POSITION

		September 2020 \$'000 Unaudited	March 2020 \$'000 Audited	September 2019 \$'000 Unaudited
Non-Current Assets				
Property, plant and equipment		7,121,910	7,434,593	7,725,654
Rights-of-use asset		157,484	165,032	-
Pension plan asset		-	-	82,702
		<u>7,279,394</u>	<u>7,599,625</u>	<u>7,808,356</u>
Current Assets				
Inventories		7,234	6,930	-
Accounts receivable		283,867	289,392	123,278
Taxation recoverable		70,182	22,244	52,439
Cash and cash equivalents	5	3,518,714	2,679,744	2,347,153
		<u>3,879,997</u>	<u>2,998,310</u>	<u>2,522,870</u>
Current Liabilities				
Due to parent company		-	19,459	-
Accounts payable		240,084	82,105	123,426
Taxation payable		-	-	156,604
Current portion of lease liability		15,248	15,248	-
Current portion of long term liabilities		732,952	730,258	18,907
		<u>988,284</u>	<u>847,070</u>	<u>298,937</u>
Net Current Assets		<u>2,891,713</u>	<u>2,151,240</u>	<u>2,223,933</u>
		<u>10,171,107</u>	<u>9,750,865</u>	<u>10,032,289</u>
Equity				
Share capital		202,598	202,598	202,598
Retained earnings		3,682,747	3,254,497	3,232,910
		<u>3,885,345</u>	<u>3,457,095</u>	<u>3,435,508</u>
Non-Current Liabilities				
Capital grants		72,830	82,917	93,005
Lease liabilities		151,351	158,899	-
Long term liabilities	6	5,569,613	5,559,986	6,260,358
Post-employment benefit obligation		25,357	25,357	26,925
Pension plan liabilities		5,279	5,279	-
Deferred tax liabilities		461,332	461,332	216,493
		<u>6,285,762</u>	<u>6,293,770</u>	<u>6,596,781</u>
		<u>10,171,107</u>	<u>9,750,865</u>	<u>10,032,289</u>



STATEMENT OF CHANGES IN EQUITY

	Number of Shares '000	Share Capital \$'000	Retained Earnings \$'000	Total Equity \$'000
Balance at 1 April 2019	11,000,000	202,598	2,691,410	2,894,008
Net profit	-	-	541,500	541,500
Balance at 30 September 2019	11,000,000	202,598	3,232,910	3,435,508

	Number of Shares '000	Share Capital \$'000	Retained Earnings \$'000	Total Equity \$'000
Balance at 1 April 2020	11,000,000	202,598	3,254,497	3,457,095
Net profit	-	-	455,750	455,750
	11,000,000	202,598	3,710,247	3,912,845
Transactions with Owners:				
Dividends paid			(27,500)	(27,500)
Balance at 31 September 2020	11,000,000	202,598	3,682,747	3,885,345



STATEMENT OF CASH FLOWS

	Unaudited September 2020 \$'000	Audited March 2020 \$'000	Unaudited September 2019 \$'000
SOURCES OF CASH:			
Operating Activities			
Net profit	455,750	662,748	541,500
Items not affecting cash:			
Depreciation	337,353	669,755	333,908
Gain on sale of property, plant and equipment		(1,698)	
Interest income	(46,887)	(52,660)	(23,005)
Interest expense	247,924	507,388	257,146
Pension plan asset	-	83,154	-
Post-employee benefit obligation	-	4,955	-
Taxation	143,921	205,822	171,000
Amortisation of upfront fees	9,628	19,255	-
Amortisation of right of use	5,502	11,004	-
Amortisation of grant	(10,088)	(20,173)	(10,087)
Exchange (gain)/loss on foreign balances	(51,550)	(34,661)	(40,551)
	<u>1,091,553</u>	<u>2,054,889</u>	<u>1,229,911</u>
Change in operating assets and liabilities:			
Inventory	(304)	(6,930)	-
Accounts receivable	(5,526)	(154,577)	226,206
Accounts payable	90,581	(37,393)	(34,785)
	<u>1,176,304</u>	<u>1,855,989</u>	<u>1,421,332</u>
Tax paid	(3,950)	(23,039)	-
Cash provided by/ (used in) operating activities	<u>1,172,354</u>	<u>1,832,950</u>	<u>1,421,332</u>
Financing Activities			
Lease paid during the year	(9,523)	(15,248)	-
Interest paid	(245,150)	(496,314)	(253,732)
Dividends paid	(27,500)	-	-
Cash used in financing activities	<u>(282,173)</u>	<u>(511,562)</u>	<u>(253,732)</u>
Investing Activities			
Purchase of property, plant and equipment	(164,483)	(108,251)	(63,225)
Proceed from sale of property, plant, and equipment	-	2,690	-
Interest received	61,722	52,660	23,005
Cash used in investing activities	<u>(102,761)</u>	<u>(52,901)</u>	<u>(40,220)</u>
(Decrease)/increase in cash and cash equivalents	787,420	1,268,487	1,127,380
Exchange gains on cash and cash equivalents	51,550	34,658	33,792
Cash and cash equivalents at beginning of year	2,679,744	1,376,599	1,185,981
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	<u>3,518,714</u>	<u>2,679,744</u>	<u>2,347,153</u>

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NOTES TO THE FINANCIAL STATEMENTS

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1. IDENTIFICATION AND ACTIVITIES

Wigton Windfarm Limited (the Company) is incorporated and domiciled in Jamaica. The Company was incorporated on April 12, 2000. It was formerly a wholly owned subsidiary of the Petroleum Corporation of Jamaica. On 22 May 2019, the Company became a publicly listed entity on the Jamaica Stock Exchange's Main Market. The principal activity of the Company is the generation and sale of electricity from wind technology, with its registered office located at 36 Trafalgar Road, Kingston 10.

Beginning in January 2020, global financial markets have experienced and may continue to experience significant volatility resulting from the spread of a novel coronavirus known as COVID-19. The outbreak of COVID-19 has resulted in travel and border restrictions, quarantines, supply chain disruptions, lower consumer demand and general market uncertainty. The extent and duration of the impact of COVID-19 on global and local economies, financial markets, and sectors and the specific industry in which the Company operates is uncertain at this point and has the potential to continue to adversely affect our business, results of operations or financial condition, the impact of which is still under assessment.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

3. BASIS OF PREPARATION

These financial statements have been prepared in accordance with and comply with International Financial Reporting Standards (IFRS), and have been prepared under the historical cost convention.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. Although these estimates are based on managements' best knowledge of current events and action, actual results could differ from those estimates.

PROPERTY, PLANT AND EQUIPMENT AND DEPRECIATION

All property, plant and equipment are recorded at cost less accumulated depreciation. Depreciation is calculated on the straight line basis to write off the cost of each asset, to its residual value over its estimated useful life as follows:

Plant	20 years
Computer	5 years
Service equipment	20 years
Furniture, fixtures and equipment	10 years
Motor vehicles	5 years
Training lab	20 years

Revenue from transactions is with the company's single customer Jamaica Public Service (JPS).

4. EARNINGS PER SHARE

Earnings per share is calculated on net profit and is based on the weighted average number of ordinary shares in issue during the periods.

	Quarter Ended September 2020 \$'000	Quarter Ended September 2019 \$,000
Net profit attributable to ordinary shareholders	<u>455,750</u>	<u>541,500</u>
Weighted average number of ordinary shares in issue	<u>11,000,000,000</u>	<u>11,000,000,000</u>
Basic earnings per share	<u>\$0.041</u>	<u>\$0.049</u>

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents are carried in the statement of financial position at cost. For the purposes of the cash flow statement, cash and cash equivalents comprise of cash at bank and in hand, deposits held at call with banks and investments in money market instruments with original maturities of 90 days or less, net of bank overdraft.

	Quarter Ended September 2020 \$'000	Quarter Ended September 2019 \$'000
Cash at bank and in hand	11,327	32,575
Short term deposits	1,216,805	590,076
Deposits	<u>2,290,582</u>	<u>1,724,502</u>
	<u>3,518,714</u>	<u>2,347,153</u>

6. LONG TERM LIABILITIES

	Quarter Ended September 2020 \$'000	Quarter Ended September 2019 \$'000
(i) Senior Secured Bonds:		
Series A – Due December 14, 2020	710,000	710,000
Series B – Due December 14, 2023	1,953,000	1,953,000
Series C – Due December 14, 2025	1,674,587	1,674,587
Series D – Due December 14, 2028	2,011,000	2,011,000
Unamortised upfront fees on loan	(68,973)	(88,229)
	<u>6,279,614</u>	<u>6,260,358</u>
	22,951	18,907
	<u>6,302,565</u>	<u>6,279,265</u>
Less: Current portion	(732,952)	(18,907)
	<u>5,569,613</u>	<u>6,260,358</u>

In December 2018, the Company launched a private placement of Bonds to raise J\$6,348,586,690.42 to repay the PDF. The placement was successful and the funds raised were converted to United States dollars through a Bank of Jamaica facility and applied to repay in full the loans owing to the PetroCaribe Development Fund.



SHAREHOLDINGS

10 LARGEST SHAREHOLDERS OF WIGTON WINDFARM LIMITED AS AT SEPTEMBER 30, 2020

	Name of shareholder	Joint Holder(s)	Units	Percentage
1	MAYBERRY JAMAICAN EQUITIES LIMITED	Nil	1,065,224,477	9.6839%
2	VICTORIA MUTUAL BUILDING SOCIETY	Nil	1,051,706,322	9.5610%
3	NATIONAL INSURANCE FUND	Nil	706,797,283	6.4254%
4	PAN CARIBBEAN FIN. SERVICES A/C#1388842	Nil	397,196,965	3.6109%
5	ATL GROUP PENSION FUND TRUSTEES NOM LTD	Nil	391,075,964	3.5552%
6	Geoffrey Ford	Nil	152,479,562	1.3862%
7	Sagicor Equity Fund	Nil	93,032,470	0.8457%
8	MF&G Asset Management Ltd. – Jamaica Investment Fund	Nil	79,939,436	0.7267%
9	Prime Asset Management JPS Employees Superannuation Fund	Nil	68,730,000	0.6248%
10	Mayberry Managed Clients Account	Nil	52,370,164	0.4761%

SHAREHOLDINGS OF DIRECTORS AS AT SEPTEMBER 30, 2020

Shareholdings of Directors	Direct	Connected Parties	Total
Oliver Holmes	-	1,000,000	1,000,000
Earl Barrett	2,000,000	-	2,000,000
Nigel Davy	-	-	-
Dennis Chung	2,500,000	-	2,500,000
Jacqueline Stewart Lechler	8,730,000	8,730,000	17,460,000
M Georgia Gibson Henlin	-	600,000	600,000
Gregory Shirley	2,000,000	-	2,000,000
Hugh Johnson	-	-	-
Dan Theoc	10,606,000	-	10,606,000
Omar Azan	-	-	-

SHAREHOLDINGS OF SENIOR EXECUTIVES AS AT SEPTEMBER 30, 2020

Shareholdings of Senior Executives	Direct	Connected Parties	Total
Earl Barrett	2,000,000	-	2,000,000
Rohan Hay	-	-	-
Michelle Chin Lenn	800,000	-	800,000
Shaun Treasure	200,000	200,000	400,000
Camille Taylor	-	-	-



**Unaudited Financial Statements
For Quarter Ended 30 September 2020**