

Highlights of the Unaudited Consolidated Financial Statements for the Six Months Ended 31st March 2018

CHAIRMAN'S STATEMENT FOR FIRST HALF 2018 RESULTS (QUARTER ENDED MARCH 31, 2018)

Group Revenue for the First Half of FY2018 increased by 3% over prior year to \$6.5 billion. Most of the increase was provided by our growing auto dealership operations in Colombia at lower margins. Revenue declines from our higher margin businesses in Trinidad and Tobago and Barbados resulted in flat Profit After Tax (PAT) performance (\$272.8 million in Half Year 2018 versus \$272.5 million in Half Year 2017). However, after deducting the Profit Attributable to Minority Shareholders, Group Earnings Per Share (EPS) declined by 3% from \$2.59 to \$2.52. Your directors have thus declared an interim dividend of \$0.52 per share.

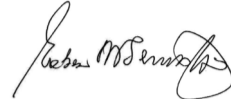
The Group continues to focus on measures to improve its efficiency and competitiveness. In March 2018, the Group began implementing the first wave of indirect procurement cost savings initiatives. The Group has also established a centralised procurement team to pursue additional indirect procurement initiatives which will address additional categories of spend;

and will continue to drive future savings on an ongoing basis. Further, proposals have been invited for consultants to assist in creating a Shared Services Centre for the Massy Group to pursue other medium-term cost savings and efficiency improvement opportunities.

The Group's geographic diversification is proving to be beneficial with the growth in Revenue and Profit Before Tax (PBT) in the Eastern Caribbean, Guyana and Colombia cushioning the lower performance of our operations in Trinidad and Tobago and Barbados. However, these increased contributions are not yet able to fully offset the declines from territories experiencing significant economic challenges. The Group will continue to prioritise its investments and growth initiatives in the healthier performing economies in our portfolio.

In April 2018, the Group announced that its CFO Paula Rajkumarsingh

will move from Finance to lead the creation of a Shared Services Centre for the Group. This is an important transformational undertaking by the Group requiring a senior executive with deep experience in the Group's operations. The Board of Directors is thankful that Mrs. Rajkumarsingh has accepted this challenge. Effective June 1st, Ian Chinapoo will take over as the Group's CFO bringing over 20 years of local and international banking and financial services experience to the Group. One of Mr. Chinapoo's key roles will be assisting the Group in raising international financing to support funding for more significant international acquisitions.



**Robert Bermudez, Chairman
May 09, 2018**

CONSOLIDATED INCOME STATEMENT For the Six Months Ended 31st March 2018

	UNAUDITED THREE MONTHS ENDED		UNAUDITED SIX MONTHS ENDED		AUDITED TWELVE MONTHS ENDED
	31-Mar-18 TTS'000	31-Mar-17 TTS'000	31-Mar-18 TTS'000	31-Mar-17 TTS'000	30-Sep-17 TTS'000
Continuing Operations:					
Revenue	2,954,559	2,866,967	6,175,658	5,947,095	11,763,669
Operating profit after finance costs	179,512	201,048	383,159	421,907	685,299
Share of results of associates and joint ventures	12,135	14,961	38,493	30,744	68,993
Profit before tax	191,647	216,009	421,652	452,651	754,292
Income tax expense	(68,699)	(83,435)	(148,841)	(157,554)	(274,465)
Profit for the period from continuing operations	122,948	132,574	272,811	295,097	479,827
Discontinued Operations:					
Loss for the period from discontinued operations	–	(11,363)	–	(22,638)	(67,986)
Profit for the period	122,948	121,211	272,811	272,459	411,841
Owners of the parent:					
Profit for the period from continuing operations	112,145	123,028	246,197	270,174	435,555
Loss for the period from discontinued operations	–	(8,522)	–	(16,978)	(59,327)
Profit attributable to owners of the parent	112,145	114,506	246,197	253,196	376,228
Non-controlling interests:					
Profit for the period from continuing operations	10,803	9,546	26,614	24,923	44,272
Loss for the period from discontinued operations	–	(2,841)	–	(5,660)	(8,659)
Profit attributable to non-controlling interests	10,803	6,705	26,614	19,263	35,613
Profit for the period	122,948	121,211	272,811	272,459	411,841
Earnings per share attributable to the owners of the parent (\$/cents):					
Basic (loss)/earnings per share	1.15	1.25	2.52	2.76	4.46
– from continuing operations	–	(0.08)	–	(0.17)	(0.61)
– from discontinued operations	1.15	1.17	2.52	2.59	3.85

CONSOLIDATED STATEMENT OF FINANCIAL POSITION As at 31st March 2018

	UNAUDITED 31-Mar-18 TTS'000	UNAUDITED 31-Mar-17 TTS'000	AUDITED 30-Sep-17 TTS'000
Assets			
Non-current assets			
Property, plant and equipment	2,828,402	2,830,493	2,730,670
Investments in associates and joint ventures	264,203	262,978	239,305
Financial assets	1,101,864	773,236	859,655
Other non-current assets	1,133,340	1,181,348	1,174,076
	5,327,809	5,048,055	5,003,706
Current assets			
Cash and cash equivalents	1,375,313	1,897,196	1,565,945
Other current assets	6,359,543	4,170,856	6,707,480
	7,734,856	6,068,052	8,273,425
Total assets	13,062,665	11,116,107	13,277,131
Equity and Liabilities			
Capital and reserves attributable to owners of the parent	5,022,699	4,903,308	4,922,365
Non-controlling interests	255,677	252,159	240,882
Total equity	5,278,376	5,155,467	5,163,247
Non-current liabilities			
Borrowings	1,969,447	1,925,683	1,905,591
Deferred tax liabilities	237,610	236,528	234,485
Other non-current liabilities	628,195	622,068	604,832
	2,835,252	2,784,279	2,744,908
Current liabilities			
Borrowings	325,695	372,118	356,355
Other current liabilities	4,623,342	2,804,243	5,012,621
	4,949,037	3,176,361	5,368,976
Total equity and liabilities	13,062,665	11,116,107	13,277,131

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME For the Six Months Ended 31st March 2018

	UNAUDITED SIX MONTHS ENDED		AUDITED TWELVE MONTHS ENDED
	31-Mar-18 TTS'000	31-Mar-17 TTS'000	30-Sep-17 TTS'000
Profit for the period	272,811	272,459	411,841
Other comprehensive income:			
Items that will not be reclassified to profit or loss			
– remeasurement of defined benefit pension plans	–	–	(28,406)
	–	–	(28,406)
Items that may be subsequently reclassified to profit or loss			
– available-for-sale financial assets	45	86	171
– currency translation differences	5,148	5,241	(9,325)
	5,193	5,327	(9,154)
Other comprehensive (loss)/income for the year, net of tax	5,193	5,327	(37,560)
Total comprehensive income for the period	278,004	277,786	374,281
Attributable to:			
– owners of the parent	251,727	258,319	338,542
– non-controlling interests	26,277	19,467	35,739
Total comprehensive income for the period	278,004	277,786	374,281

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY For the Six Months Ended 31st March 2018

	UNAUDITED SIX MONTHS ENDED		AUDITED TWELVE MONTHS ENDED
	31-Mar-18 TTS'000	31-Mar-17 TTS'000	30-Sep-17 TTS'000
Balance at the beginning of the year	4,922,365	4,789,943	4,789,943
Profit attributable to owners of the parent	246,197	253,196	376,228
Remeasurement of defined benefit pension plans	–	–	(28,406)
Dividends paid	(154,434)	(155,411)	(206,237)
Other reserve movements	8,571	15,580	(9,163)
	5,022,699	4,903,308	4,922,365

CONSOLIDATED STATEMENT OF CASH FLOWS For the Six Months Ended 31st March 2018

	UNAUDITED SIX MONTHS ENDED		AUDITED TWELVE MONTHS ENDED
	31-Mar-18 TTS'000	31-Mar-17 TTS'000	30-Sep-17 TTS'000
Cash flows from operating activities			
Operating Profit	383,159	421,907	685,299
Operating Losses from discontinued operations	–	(22,638)	(67,986)
Dividends from associates and joint ventures	1,159	–	49,154
Adjustments for non-cash items	139,242	147,339	446,826
Operating profit before working capital changes	523,560	546,608	1,113,293
Net working capital changes	(243,662)	(80,874)	211,606
Tax payments	(113,348)	(103,093)	(247,145)
Cash flows from operating activities	166,550	362,641	1,077,754
Investing activities	(199,286)	(308,782)	(1,055,091)
Financing activities	(135,743)	(177,880)	(510,597)
Decrease in short-term funds	(168,479)	(124,021)	(487,934)

SEGMENT INFORMATION TTS'000 CONTINUING OPERATIONS	Automotive and Industrial Equipment	Integrated Retail	Financial Services	Energy and Industrial Gases	ITC	Other Investments	Head Office and Other Adjustments	Total
Six Months Ended 31st March 2018								
Group revenue	1,409,264	3,712,845	294,356	567,980	274,416	290,031	–	6,548,892
Inter-segment revenue	(61,497)	(248,921)	(881)	(8,626)	(16,564)	(36,745)	–	(373,234)
Third-party revenue	1,347,767	3,463,924	293,475	559,354	257,852	253,286	–	6,175,658
Operating profit/(loss) after finance costs	61,584	194,708	46,467	88,665	28,030	42,629	(78,924)	383,159
Share of results of associates and joint ventures	–	–	–	38,189	–	304	–	38,493
Profit before income tax	61,584	194,708	46,467	126,854	28,030	42,933	(78,924)	421,652
Six Months Ended 31st March 2017								
Group revenue	1,244,014	3,738,855	281,170	514,220	276,790	288,986	–	6,344,035
Inter-segment revenue	(57,518)	(269,737)	(1,722)	(7,621)	(22,156)	(38,186)	–	(396,940)
Third-party revenue	1,186,496	3,469,118	279,448	506,599	254,634	250,800	–	5,947,095
Operating profit/(loss) after finance costs	88,376	193,746	53,545	86,624	32,449	44,594	(77,427)	421,907
Share of results of associates and joint ventures	–	–	–	31,149	–	(405)	–	30,744
Profit before income tax	88,376	193,746	53,545	117,773	32,449	44,189	(77,427)	452,651

	Group Revenue		Inter-Segment		Third-Party Revenue		Profit Before Tax	
	Mar-18	Mar-17	Mar-18	Mar-17	Mar-18	Mar-17	Mar-18	Mar-17
Trinidad and Tobago	2,695,253	2,846,161	(152,627)	(168,999)	2,542,626	2,677,162	222,550	253,857
Barbados	1,535,319	1,550,760	(137,242)	(143,894)	1,398,077	1,406,866	105,792	116,908
Eastern Caribbean	684,518	637,654	(6,914)	(6,994)	677,604	630,660	59,007	49,184
Guyana	491,735	479,797	(14,681)	(17,893)	477,054	461,904	67,778	65,576
Jamaica	343,084	339,604	(2,542)	(3,322)	340,542	336,282	31,848	38,185
Colombia	695,441	392,023	–	–	695,441	392,023	10,965	3,704
Other	103,542	98,036	(59,228)	(55,838)	44,314	42,198	2,636	2,664
Head Office and Other adjustments	–	–	–	–	–	–	(78,924)	(77,427)
	6,548,892	6,344,035	(373,234)	(396,940)	6,175,658	5,947,095	421,652	452,651

Notes:

All monetary amounts are stated in Trinidad and Tobago dollars. Highlights of the Unaudited Consolidated Financial Statements (Highlights) have been prepared in accordance with International Financial Reporting Standards. The Highlights do not include all information and disclosures required in the Annual Financial Statements, and should be read in conjunction with the Group's Annual Financial Statements as at 30th September 2017. For comparative purposes, adjustments and reclassifications to the prior year have been made to conform to the current year's reporting.

These financial highlights can be accessed online at www.massygroup.com