

ENDEAVOUR HOLDINGS LIMITED

Chairman's Report

I am pleased to report on the Company's financial performance for the year ended April 30, 2019.

During the financial year May 2018 to 2019 there was stabilization of the economic climate in the country based on the various economic indicators. In the first quarter of 2018 GDP switched from negative to positive and was followed by a 2.1% and 1.9% in the second quarter and third quarter respectively.

For year 2019, the company's profit after tax was \$37.9M as compared to \$41.5M in 2018. The adjusted profit after tax excluding the effects of fair value adjustments for the properties \$35.2M as compared to \$33.4M in 2018. Fair value adjustments were \$2.8M in 2019 as compared to \$8.1M in 2018.


The company adopted IFRS 9 – Financial Instruments and IFRS 15 – Revenue from Contracts with Customers as of May 1, 2018 and there was no impact to the results of the company for the financial year ended April 30, 2019.

Revenue from Contracts with customers remained stable at \$93 million and the company continues to enjoy very high occupancy levels.

The total asset base of the company remained stable at \$900M which comprises mainly of the properties valued at \$864 million as at April 2019. There were no acquisitions or disposals of properties during the year.

Borrowings decreased by \$28 million from \$326.2 million in 2018 to \$298.2 million in 2019 and the company has met all obligations under the loan agreement.

For year ended April 2019 the company continued its stable and strong performance despite a tight economic environment. This is attributable to the quality of our tenants, our strategic locations and the great management team.



John Aboud
Chairman
August 26, 2019