



## Overview

The 2023 global box office accelerated to **US \$16.4 Billion** for the YTD June period, recording the best quarter since 2019 for the March-June 2023 period, with a tally of **US \$8.6 Billion**. This quarterly performance represents a 27% increase over 2022 and a further narrowing of the pre C19 average to **-17%** globally.

The increased cadence of film volume was particularly noteworthy in June with each major studio distributing at least one “wide release” movie each week in June resulting in a significant increase in film volume. Overall, film release volume has increased in 2023 to 85% of 2019, and audiences have demonstrated correlating demand for compelling movie titles such as *Transformers*, *Rise of the Beasts*, *Fast X*, *The Super Mario Bros Movie*, *The Little Mermaid*, *The Flash* and the animated *SpiderMan: Across the SpiderVerse*.

Indeed the industry’s YTD June performance has reaffirmed key long term fundamentals of strong movie studio interest in the supply of exclusive theatrical content coupled with vibrant audience demand for out-of-home movie entertainment.

## Financial Performance

A summary of CinemaONE’s interim financial performance for the third quarter (Q3) period of FY 2023 in comparison to the C-19 impacted Q3 period of the Prior Year is outlined below.

Gross Revenue increased by 76% to TT \$13.1M (FY 2022: TT \$7.4M). Gross Profit similarly increased by 87% to TT \$7.9M (FY 2022: TT \$4.4M). Operating Profit of TT \$1.9M represented a significant 322% increase over the Prior Year period (FY 2022: TT \$0.4M). CinemaONE returned to a marginal pre-tax profit with a 109% increase to TT \$0.1M (FY 2022: TT -\$0.9M). A commensurate EBITDA increase of 91% to TT \$4.9M was also achieved (FY 2022: TT \$2.6M). The Company’s second location in Gulf City Mall registered its best monthly performance during the last quarter and continues to accelerate the Company’s overall performance recovery.

In May 2023, CinemaONE also consummated debt financing via a new subsidiary, CINECentral Limited, which will enable the Company to strategically position itself for further growth via the imminent re-opening of the cinema facilities at Price Plaza Shopping Center, Chaguanas.



## Future Outlook

CinemaONE maintains its positive outlook that global cinema will continue to draw diverse audiences to larger than life, immersive movie experiences. The successful juxtaposition of the recent worldwide *Barbie* movie moment with the poignantly thought provoking *Oppenheimer* validates the global cultural impact of cinema and the record breaking performance which it can ignite. We similarly look forward to the box office successes of upcoming 2023 releases such as *Blue Beetle*, *Gran Turismo*, *The Equalizer 3*, *The Creator*, *The Marvels*, *Dune II*, *Hunger Games The Ballad of Songbirds*, *Napoleon*, *Aquaman 2* and *The Color Purple*.

See You at the Movies!

Brian Jahra



Chairman

August 8, 2023

# CINEMAONE

CONDENSED UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR NINE MONTHS ENDED JUNE 30, 2023

CONSOLIDATED STATEMENT OF FINANCIAL POSITION	9 MONTHS ENDED JUN. 30, 2023	9 MONTHS ENDED JUN. 30, 2022	12 MONTHS ENDED SEPT. 30, 2022
	UNAUDITED	UNAUDITED	AUDITED
<b>Assets</b>			
<b>Non-current assets</b>			
Property Plant and Equipment	72,812,769	66,232,858	67,798,768
Deferred Tax Asset	3,597,696	3,160,141	3,597,695
Right-of-Use Assets	13,893,458	5,687,223	5,582,852
Due from related parties	3,648,796	2,994,924	3,018,624
<b>Total Non-current Assets</b>	<b>93,952,720</b>	<b>78,075,147</b>	<b>79,997,939</b>
<b>Current assets</b>			
Cash and cash equivalents	4,391,528	2,045,865	1,573,354
Other Current Assets	2,525,023	3,497,134	2,653,458
<b>Total Current Assets</b>	<b>6,916,551</b>	<b>5,542,999</b>	<b>4,226,812</b>
<b>Total Assets</b>	<b>100,869,271</b>	<b>83,618,145</b>	<b>84,224,751</b>
<b>Equity &amp; Liabilities</b>			
Paid/Issued Share Capital	38,213,147	32,579,503	32,579,503
Retained earnings	(11,401,357)	(10,504,759)	(11,477,363)
<b>Total Equity</b>	<b>26,811,790</b>	<b>22,074,744</b>	<b>21,102,140</b>
<b>Liabilities</b>			
<b>Non-current Liabilities</b>			
Borrowings	39,901,903	38,883,148	36,003,510
Deferred Tax Liability	2,468,898	2,310,758	2,468,898
Shareholder Loans	495,567	1,042,775	997,387
Lease Liability	15,734,221	6,969,878	6,605,604
Accruals and Other Liabilities	10,268,052	7,664,911	8,004,563
<b>Total Non-current Liabilities</b>	<b>68,868,641</b>	<b>56,871,469</b>	<b>54,079,962</b>
<b>Current Liabilities</b>			
Borrowings	2,706,395	146,352	3,090,151
Lease Liability	375,282	375,282	405,331
Accruals and Other Liabilities	2,107,164	4,150,298	5,547,167
<b>Total Current liabilities</b>	<b>5,188,841</b>	<b>4,671,932</b>	<b>9,042,649</b>
<b>Total Equity &amp; Liabilities</b>	<b>100,869,271</b>	<b>83,618,145</b>	<b>84,224,751</b>

# CINEMAONE

CONDENSED UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR NINE MONTHS ENDED JUNE 30, 2023

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME	9 MONTHS ENDED JUN. 30, 2023	9 MONTHS ENDED JUN. 30, 2022	12 MONTHS ENDED SEPT. 30, 2022
	UNAUDITED	UNAUDITED	AUDITED
<b>Gross Revenue</b>	13,082,803	7,440,153	9,717,170
Cost of Sales	(5,212,538)	(3,044,545)	(4,083,936)
<b>Gross Profit</b>	<b>7,870,265</b>	<b>4,395,608</b>	<b>5,633,234</b>
Operating expenses	(5,977,897)	(3,985,502)	(5,652,360)
<b>Operating profit</b>	<b>1,892,368</b>	<b>410,106</b>	<b>(19,126)</b>
Interest expense	(1,971,154)	(1,344,661)	(2,053,586)
Other Income	151,776	109,094	209,959
<b>Profit/(Loss) before Tax</b>	<b>72,990</b>	<b>(825,462)</b>	<b>(1,862,753)</b>
Tax	-	377,471	442,157
<b>Profit/(Loss) after Tax</b>	<b>72,990</b>	<b>(447,991)</b>	<b>(1,420,596)</b>

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	9 MONTHS ENDED JUN. 30, 2023	9 MONTHS ENDED JUN. 30, 2022	12 MONTHS ENDED SEPT. 30, 2022
	UNAUDITED	UNAUDITED	AUDITED
<b>Total Opening Balance</b>	<b>21,102,140</b>	<b>22,522,736</b>	<b>22,522,736</b>
Rights Issue	6,015,480		
Rights Issue Expenses	(378,820)		
Total Comprehensive Income	72,990	(447,991)	(1,420,596)
<b>Balance as at End of Period</b>	<b>26,811,790</b>	<b>22,074,744</b>	<b>21,102,140</b>

# CINEMAONE

CONDENSED UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR NINE MONTHS ENDED JUNE 30, 2023

CONSOLIDATED STATEMENT OF CASH FLOWS	9 MONTHS ENDED JUN. 30, 2023	9 MONTHS ENDED JUN. 30, 2022	12 MONTHS ENDED SEPT. 30, 2022
	UNAUDITED	UNAUDITED	AUDITED
<b>Profit/(loss) before taxation</b>	72,990	(825,462)	(1,862,753)
<b>Adjustments for:</b>			
Depreciation	3,299,348	2,132,264	3,168,381
Other changes in working capital	(1,493,017)	3,875,403	5,764,467
<b>Cash generated from operations</b>	<b>1,879,320</b>	<b>5,182,205</b>	<b>7,070,095</b>
Taxation paid	-	(11,221)	(11,222)
<b>Net cash generated from operations</b>	<b>1,879,320</b>	<b>5,170,984</b>	<b>7,058,873</b>
<b>Net cash used in investing activities</b>	<b>(6,266,056)</b>	<b>(4,398,080)</b>	<b>(6,144,912)</b>
Proceeds from loans	6,660,000	486,607	486,607
Proceeds from Rights Issue	5,633,644		
Repayment of loans and borrowings	(3,624,889)	(101,127)	(136,494)
Interest paid	(1,278,156)	(548,651)	(1,248,964)
Leases	(698,112)	(649,646)	(527,532)
<b>Net cash used in financing activities</b>	<b>6,692,487</b>	<b>(812,817)</b>	<b>(1,426,383)</b>
<b>Net (decrease) / increase in cash</b>	<b>2,305,751</b>	<b>(39,912)</b>	<b>(512,422)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>2,085,776</b>	<b>2,085,776</b>	<b>2,085,776</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>4,391,528</b>	<b>2,045,865</b>	<b>1,573,354</b>

## NOTES:

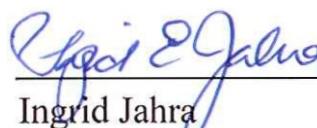
The accompanying notes are an integral part to these financial statements.

**1) Basis of Accounting:** These condensed unaudited consolidated financial statements have been prepared by Management in accordance with International Financial Reporting Standards.

**2) Significant Accounting Policies:** The principle accounting policies adopted in the preparation of these financial statements are consistent with those used in the audited financial statements as at September 30, 2022.

**3) Stated Currency:** Trinidad and Tobago Dollars.

  
 Brian Jahra  
 Chairman

  
 Ingrid Jahra  
 Director