

BENCHMARK (BAHAMAS) LTD.**CONSOLIDATED BALANCE SHEET**
(Expressed in Bahamian Dollars, unaudited)

	March 31, 2013	December 31, 2012 (audited)
PROPERTY, PLANT & EQUIPMENT	28,848	35,561
INVESTMENT PROPERTY	4,500,000	4,500,000
LONG-TERM INVESTMENT	106,548	106,548
CURRENT ASSETS		
Cash at bank	2,979,399	2,733,478
Due from brokers	1,734,502	2,132,035
Customer advances	802,253	802,253
Other receivables	391,362	360,609
Loan receivable	558	558
Investments in securities (note 2)	<u>7,501,766</u>	<u>7,306,911</u>
	13,409,840	13,335,844
CURRENT LIABILITIES		
Bank overdraft	395,201	298,860
Payables and accrued expenses	397,614	274,273
Due to customers	11,884,478	12,103,174
Investments – sold short (note 2)	1,760,900	1,558,750
Current portion of bank loan	<u>67,680</u>	<u>72,124</u>
	14,505,873	14,307,181
NET CURRENT LIABILITIES	(1,096,033)	(971,337)
PREFERRED SHARE LIABILITY	1,000,000	1,000,000
LONG-TERM BANK LOAN	541,385	553,861
	<u>\$ 1,997,978</u>	<u>\$ 2,116,911</u>

Shareholders' Equity

Ordinary shares	49,591	49,591
Preference shares	5,000,000	5,000,000
Contributed surplus	4,056,273	4,056,273
Retained deficit	<u>(7,107,886)</u>	<u>(6,988,953)</u>
	<u>\$ 1,997,978</u>	<u>\$ 2,116,911</u>

BENCHMARK (BAHAMAS) LTD.**CONSOLIDATED STATEMENT OF OPERATIONS**

(Expressed in Bahamian dollars, unaudited)

	Three months ended	
	<u>March 31, 2013</u>	<u>March 31, 2012</u>
Investment income	41,127	97,736
Fees and commissions	126,718	160,903
	<u>167,845</u>	<u>258,639</u>
General administrative expenses	314,429	415,894
Net investment loss	(146,584)	(157,255)
Realized and unrealized gain and loss on investments		
Net realized (loss)/gain on investment	25,727	(203)
Net movement in unrealized loss on investments	<u>1,924</u>	<u>210,641</u>
Net realized and unrealized loss on investments	27,651	210,438
Net (loss)/income for the period	<u><u>\$(118,933)</u></u>	<u><u>\$53,183</u></u>
(Deficit)/Income per share	<u><u>\$(0.02)</u></u>	<u><u>\$0.01</u></u>

BENCHMARK (BAHAMAS) LTD.**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY**

Three months ended March 31, 2013 with comparative figures for the three months ended March 31, 2012

(Expressed in Bahamian dollars, unaudited)

	Number of Shares	Ordinary Shares	Preference Shares	Contributed Surplus	Retained Earnings	Total
Balance at December 31, 2011	4,959,111	49,591	1,000,000	4,056,273	(6,721,104)	(1,615,240)
Net income for the period	--	--	--	--	53,183	53,183
<u>Balance at March 31, 2012</u>	<u>4,959,111</u>	<u>\$49,591</u>	<u>\$1,000,000</u>	<u>\$4,056,273</u>	<u>\$(6,667,921)</u>	<u>\$(1,562,057)</u>
Balance at December 31, 2012	4,959,111	49,591	5,000,000	4,056,273	(6,988,953)	2,116,911
Net deficit for the period	--	--	--	--	(118,933)	(118,933)
<u>Balance at March 31, 2013</u>	<u>4,959,111</u>	<u>\$49,591</u>	<u>\$5,000,000</u>	<u>\$4,056,273</u>	<u>\$(7,107,886)</u>	<u>\$1,997,978</u>

BENCHMARK (BAHAMAS) LTD.**CONSOLIDATED STATEMENT OF CASH FLOWS**

(Expressed in Bahamian dollars, unaudited)

	Three months ended	
	March 31, 2013	March 31, 2012
Cash flows from operating activities:		
Net deficit for the period	\$ (118,933)	\$ 53,183
Adjustments for:		
Net realized (gain)/loss	(25,727)	203
Net movement in unrealized (gain)/loss on investments	(1,924)	(210,641)
Depreciation and amortization	7,921	12,557
Cash used by operations before changes in operating assets and liabilities	(138,663)	(144,698)
Decrease/(increase) in dividends receivable	--	22,930
Increase in other receivables	(30,753)	(38,875)
Decrease/(increase) in loan receivable	--	7,000
(Decrease)/increase in due to customers	(218,696)	157,559
Increase in payables and accrued expenses	123,341	120,076
Net cash provided by operating activities	(264,771)	123,992
Cash flows from investing activities:		
Purchase of fixed assets	(1,208)	--
Increase in long term investment	--	(31,548)
Purchase of securities	(326,894)	(220,471)
Sale of securities	361,840	102,144
Net cash (used)/provided by investing activities	33,738	(149,875)
Cash flows from financing activities:		
Bank loan repayments	(16,920)	(803,566)
Net cash used by financing activities	(16,920)	(803,566)
Net (decrease)/increase in cash & cash equivalents	(247,953)	(829,449)
Cash & cash equivalents, beginning of period	4,566,653	3,411,118
Cash & cash equivalents, end of period	\$4,318,700	\$2,581,669

Cash & cash equivalents comprise of cash at bank and brokers less bank overdraft and amounts due to brokers.

BENCHMARK (BAHAMAS) LTD.

EXPLANATORY NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENTS (Expressed in Bahamian dollars, unaudited)

1. Accounting policies

These interim financial statements have been prepared in accordance with International Financial Reporting Standards using the same accounting policies and methods of computation as compared with the 2011 audited financial statements.

The consolidated financial statements include the accounts of Benchmark (Bahamas) Ltd. and its wholly owned subsidiaries Benchmark Advisors (Bahamas) Ltd, Alliance Investment Management Ltd (“Alliance”) and Benchmark Properties Ltd (“Properties”).

2. Investments

Investments are comprised of publicly traded equities in the following industries:

Industry	March 31, 2013			December 31, 2012		
	Cost	Fair Value	%	Cost	Fair Value	%
<i>Unrestricted</i>						
Biotechnology	85,693	4,277	--	89,523	15,083	--
Construction	173,250	79,200	1	173,250	84,450	1
Entertainment	139,661	28,574	--	139,661	19,782	--
Financial services	4,030,046	5,829,597	78	3,462,175	5,413,326	74
Industrial	2,092,755	1,094,921	15	2,382,389	1,332,033	18
Insurance	214,434	1,002	--	214,433	1,537	--
Technology	21,692	--	--	295,225	312,990	5
Utilities	79,366	32,010	--	78,605	32,450	--
Wholesale & retail	176,961	90,635	1	78,958	43,933	1
Other	243,449	341,550	5	329,610	51,327	1
	<u>\$7,257,307</u>	<u>\$7,501,766</u>	<u>100</u>	<u>\$7,243,829</u>	<u>\$7,306,911</u>	<u>100</u>

