

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

	March 31, 2014	December 31, 2013 (audited)
PROPERTY, PLANT & EQUIPMENT	25,765	27,284
INVESTMENT PROPERTY	4,511,160	4,508,660
LONG-TERM INVESTMENT	106,548	106,548
CURRENT ASSETS		
Cash at bank	1,383,009	983,264
Due from brokers	1,525,916	2,737,284
Customer advances	682,589	682,589
Other receivables	470,044	413,769
Investments in securities (note 2)	<u>8,081,508</u>	<u>7,308,484</u>
	12,143,066	12,125,390
CURRENT LIABILITIES		
Bank overdraft	177,385	184,304
Payables and accrued expenses	390,565	258,353
Due to customers	11,004,470	11,011,855
Investments – sold short (note 2)	2,302,450	2,293,550
Loan from Parent	180,000	180,000
Current portion of bank loan	<u>72,859</u>	<u>77,625</u>
	14,127,729	14,005,687
NET CURRENT LIABILITIES	(1,984,663)	(1,880,297)
LONG-TERM BANK LOAN	492,512	481,899
	<u>\$ 2,166,298</u>	<u>\$ 2,280,296</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>(6,939,566)</u>	<u>(6,825,568)</u>
	<u>\$ 2,166,298</u>	<u>\$ 2,280,296</u>

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian dollars, unaudited)

	Three months ended	
	<u>March 31, 2014</u>	<u>March 31, 2013</u>
Investment income	33,001	41,127
Fees and commissions	233,091	126,718
	<u>266,092</u>	<u>167,845</u>
General administrative expenses	<u>287,306</u>	<u>314,429</u>
Net investment loss	(21,214)	(146,584)
Realized and unrealized gain and loss on investments		
Net realized (loss)/gain on investment	(60)	25,727
Net movement in unrealized loss on investments	<u>(92,724)</u>	<u>1,924</u>
Net realized and unrealized (loss)/gain on investments	(92,784)	27,651
Net loss for the period	<u><u>\$(113,998)</u></u>	<u><u>\$(118,933)</u></u>
Deficit per share	<u><u>\$(0.02)</u></u>	<u><u>\$(0.02)</u></u>

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

Three months ended March 31, 2014 with comparative figures for the three months ended March 31, 2013

(Expressed in Bahamian dollars, unaudited)

	Number of Shares	Ordinary Shares	Preference Shares	Contributed Surplus	Retained Earnings	Total
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>
Balance at December 31, 2013	4,959,111	49,591	5,000,000	4,056,273	(6,825,568)	2,280,296
Net deficit for the period	--	--	--	--	(113,998)	(113,998)
<u>Balance at March 31, 2014</u>	<u>4,959,111</u>	<u>\$49,591</u>	<u>\$5,000,000</u>	<u>\$4,056,273</u>	<u>\$(6,939,566)</u>	<u>\$2,166,298</u>

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

(Expressed in Bahamian dollars, unaudited)

	Three months ended	
	March 31, 2014	March 31, 2013
Cash flows from operating activities:		
Net deficit for the period	\$ (113,998)	\$(118,933)
Adjustments for:		
Net realized loss/(gain)	60	(25,727)
Net movement in unrealized loss/(gain)on investments	92,724	(1,924)
Depreciation and amortization	1,519	7,921
Cash used by operations before changes in operating assets and liabilities	(19,695)	(138,663)
Increase in other receivables	(56,275)	(30,753)
(Decrease)/increase in due to customers	(7,385)	(218,696)
<u>Increase in payables and accrued expenses</u>	<u>132,212</u>	<u>123,341</u>
Net cash provided/(used) by operating activitie	48,857	(264,771)
Cash flows from investing activities:		
Purchase of fixed assets	--	(1,208)
Purchase of securities	(881,254)	(326,894)
<u>Sale of securities</u>	<u>21,846</u>	<u>361,840</u>
<u>Net cash (used)/provided by investing activities</u>	<u>(859,408)</u>	<u>33,738</u>
Cash flows from financing activities:		
<u>Bank loan movement</u>	<u>5,847</u>	<u>(16,920)</u>
<u>Net cash provided/(used) by financing activities</u>	<u>5,847</u>	<u>(16,920)</u>
Net decrease in cash & cash equivalents	(804,704)	(247,953)
Cash & cash equivalents, beginning of period	3,536,244	4,566,653
<u>Cash & cash equivalents, end of period</u>	<u>\$2,731,540</u>	<u>\$4,318,700</u>

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 2013 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, 2013		
	Cost	Fair Value	%	Cost	Fair Value	%
<i>Unrestricted</i>						
Biotechnology	92,112	8,159	--	106,073	19,438	--
Construction	173,250	100,400	1	173,250	122,100	2
Entertainment	139,661	28,574	--	139,661	28,574	--
Financial services	3,620,028	5,413,056	67	3,051,579	5,016,310	69
Industrial	2,149,943	1,108,426	14	2,468,565	1,673,568	24
Insurance	214,434	1,002	--	214,433	1,125	--
Technology	21,692	--	--	69,338	160,166	2
Utilities	79,366	32,010	--	60,070	24,700	--
Wholesale & retail	176,961	107,475	1	78,958	43,682	--
Other	1,131,589	1,282,406	17	463,122	218,821	3
	<u>\$7,799,036</u>	<u>\$8,081,508</u>	<u>100</u>	<u>\$6,825,049</u>	<u>\$7,308,484</u>	<u>100</u>

BENCHMARK (BAHAMAS) LTD.EXPLANATORY NOTES TO
INTERIM CONSOLIDATED FINANCIAL STATEMENTS
(Expressed in Bahamian dollars, unaudited)**2. Investments (cont)**

Investments sold short:

<u>Industry</u>	March 31, 2014			December 31, 2013		
	Cost	Fair Value	%	Cost	Fair Value	%
<i>Unrestricted</i>						
Industrial	349,865	1,006,500	44	349,866	974,550	43
Financial services	132,629	900,300	39	132,629	907,300	37
Other	114,077	395,650	17	114,076	411,700	20
	<u>\$596,571</u>	<u>\$2,302,450</u>	<u>100</u>	<u>\$596,571</u>	<u>\$2,293,550</u>	<u>100</u>