

INTERIM CONDENSED FINANCIAL STATEMENTS
(UNAUDITED)

Bahamas Waste Limited
Three Months Ended March 31, 2026

Bahamas Waste Limited

Interim Condensed Financial Statements (Unaudited)

Three Months Ended March 31, 2026

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Bahamas Waste Limited

Interim Statement of Financial Position (Unaudited) (Expressed in Bahamian Dollars)

	March 31	December 31
	2026	2025
Assets		
Current assets		
Cash	\$ 3,869,368	\$ 3,404,047
Accounts receivable, net	1,890,314	2,477,559
Inventories	1,355,448	1,291,895
Prepaid expenses and other receivables	723,670	286,731
Total current assets	7,838,800	7,460,232
Non-current assets		
Investment in associates	-	-
Property, plant, and equipment, net	6,553,293	6,396,879
Total non-current assets	6,553,293	6,396,879
Total assets	\$ 14,392,093	\$ 13,857,111
Liabilities and shareholders' equity		
Liabilities		
Current liabilities		
Security deposits	\$ 1,055,461	\$ 1,032,354
Accounts payable and accrued liabilities	731,078	664,567
Provision – Legal Claims	79,753	137,248
Value added tax payable	79,205	77,071
Total current liabilities	1,945,497	1,911,240
Shareholders' equity		
Share capital	42,000	42,000
Contributed surplus	\$ 2,752,113	2,752,113
Treasury shares reserve	(735,669)	(735,669)
Retained earnings	10,388,153	9,887,427
Total shareholders' equity	12,446,596	11,945,871
Total liabilities and shareholders' equity	\$ 14,392,093	\$ 13,857,111

Commitments and contingencies (Note 6)

See accompanying notes to interim condensed financial statements (unaudited).

Bahamas Waste Limited

Interim Condensed Statement of Comprehensive Income (Unaudited) (Expressed in Bahamian Dollars)

	Three Months Ended	
	March 31	
	2026	2025
Sales and services rendered	\$ 3,644,513	\$ 3,409,250
Cost of sales and direct expenses	<u>(2,102,702)</u>	<u>(2,077,646)</u>
Gross profit	<u>1,541,810</u>	<u>1,331,604</u>
Expenses		
Operating	1,024,287	773,074
Bank charges	<u>16,797</u>	<u>16,719</u>
Total operating expenses	<u>1,041,084</u>	<u>789,793</u>
Net income being comprehensive income for the period	<u>\$ 500,726</u>	<u>\$ 541,811</u>
Earnings per share (Note 4)	<u>\$ 0.13</u>	<u>\$ 0.14</u>

See accompanying notes to interim condensed financial statements (unaudited).

Bahamas Waste Limited

Interim Statement of Changes in Shareholders' Equity (Unaudited) (Expressed in Bahamian Dollars)

	Number of Shares Issued	Share Capital	Contributed Surplus	Treasury Shares	Retained Earnings	Total
Balance at December 31, 2024	4,200,000	\$ 42,000	\$ 2,752,113	\$ (735,669)	\$ 10,100,822	\$ 12,159,266
Purchase of treasury shares	-	-	-	-	-	-
Net income being comprehensive income for the period	-	-	-	-	541,811	541,811
Dividends	-	-	-	-	(515,875)	(515,875)
Balance at March 31, 2025	4,200,000	\$ 42,000	\$ 2,752,113	\$ (735,669)	\$ 10,126,758	\$ 12,185,202
	Number of Shares Issued	Share Capital	Contributed Surplus	Treasury Shares	Retained Earnings	Total
Balance at December 31, 2025	4,200,000	\$ 42,000	\$ 2,752,113	\$ (735,669)	\$ 9,887,427	\$ 11,945,871
Purchase of treasury shares	-	-	-	-	-	-
Net income being comprehensive income for the period	-	-	-	-	500,726	500,726
Dividends	-	-	-	-	-	-
Balance at March 31, 2026	4,200,000	\$ 42,000	\$ 2,752,113	\$ (735,669)	\$ 10,388,153	\$ 12,446,597

See accompanying notes to interim condensed financial statements (unaudited)

Bahamas Waste Limited

Interim Statements of Cash Flows (Unaudited) (Expressed in Bahamian Dollars)

	Three Months Ended	
	March 31	
	2026	2025
Operating activities		
Net income being comprehensive income for the period	\$ 500,726	\$ 541,811
Adjustments for items not involving use of cash:		
Depreciation	260,488	235,255
Bad debt expense	16,067	(145,185)
Share in loss from investment in associates	-	-
Gain on disposal of fixed assets	-	-
	<u>777,281</u>	<u>631,881</u>
Change in non-cash working capital items:		
Decrease (increase) in accounts receivable	571,177	352,425
Increase in inventories	(63,553)	83,663
Increase in prepaid expenses and other receivables	(436,939)	(587,216)
Decrease in loans receivable	-	-
Increase (decrease) in accounts payable and accrued liabilities	11,150	(94,609)
Increase in security deposits	23,106	20,518
Net cash flow provided by operating activities	<u>882,223</u>	<u>406,662</u>
Investing activities		
Purchases of fixed assets	(416,902)	(114,180)
Proceeds from sale of fixed assets	-	-
Net cash flow from investing activity	<u>(416,902)</u>	<u>(114,180)</u>
Financing activities		
Dividends Paid	-	(515,875)
Purchases of treasury stock	-	-
Net cash flow from financing activity	<u>-</u>	<u>(515,875)</u>
Increase in cash and cash equivalents	465,321	(233,393)
Cash and cash equivalents at beginning of the period	3,404,047	3,998,145
Cash and cash equivalents at end of the period	<u>\$ 3,869,368</u>	<u>\$ 3,774,752</u>

See accompanying notes to interim condensed financial statements (unaudited).

Bahamas Waste Limited

Notes to Interim Condensed Financial Statements (Unaudited) (Expressed in Bahamian Dollars)

March 31, 2026

1. Corporate Information

Bahamas Waste Limited (the Company) was incorporated under the laws of the Commonwealth of The Bahamas on August 18, 1987. It is engaged in the business of solid and medical waste collection and disposal, including the sale, installation, rental, and maintenance of waste compactors and containers. The Company has publicly traded shares which are registered on the Bahamas International Stock Exchange (BISX).

The quarter ends of the Company fall on March 31, June 30, and September 30, with the year-end of the Company being December 31. The latest audited accounts of the Company were prepared as at December 31, 2025, and the year then ended, in its reporting currency Bahamian Dollars.

The interim condensed financial statements (unaudited) for March 31, 2026 were authorized for issue by the directors on May 06, 2026.

2. Summary of Significant Accounting Policies

Basis of Preparation

These interim condensed financial statements (unaudited) for March 31, 2026 have been prepared in accordance with International Accounting Standard 34 Interim Financial Reporting.

The interim condensed financial statements (unaudited) do not include all of the information and Company's disclosures required in the annual financial statements, and should be read in conjunction with the December 31, 2025, audited financial statements.

The accounting policies adopted in the preparation of the interim condensed financial statements (unaudited) are consistent with those followed in the preparation of the Company's annual financial statements for the year ended December 31, 2025.

Bahamas Waste Limited

Notes to Interim Condensed Financial Statements (Unaudited) (continued) (Expressed in Bahamian Dollars)

3. Earnings Per Share

Earnings per share of \$0.13 (March 2025 – \$0.14) were calculated based on the shares outstanding at the end of the period, which approximated average shares outstanding during the period.

	<u>2026</u>	<u>2025</u>
Shares outstanding at end of period	3,971,600	3,964,378

4. Related-Party Transactions and Balances

During the quarter, the Company entered into transactions with related parties. All transactions and balances were conducted at arm's length. There were no significant obligations to the related parties for the three months ended March 31, 2026 and 2025.

5. Treasury Stock

On November 3, 2021, the Board of Directors renewed the authorization for the purchase of up to 10% (420,000) of the Company's outstanding common shares over the 36-month period ending October 31, 2024. This Board did not renew the authorization for the repurchase of common shares and therefore no common shares were repurchased (March 2025: Nil).

6. Commitments and Contingencies

The Company guarantees its compactors sales for a 60-day period from the date of purchase. The Company is reimbursed by the manufacturer for any claims paid under such guarantees.