

ICD Utilities Limited
Interim Financial Statements
March 31, 2013 and 2012
(Unaudited)

ICD Utilities Limited
Statements of Net Income (Loss) (Unaudited)

For the thousands of Bahamian dollars	Three months ended March 31	
	2013	2012
Income (loss) from equity investment	\$581	\$(398)
Operating expenses		
Registrar fees	10	10
Foreign exchange (gains) losses	(10)	5
Stock exchange listing fees	5	5
Operating and general	2	2
Annual general meeting and annual report costs	-	2
Total operating expenses	7	24
Net income (loss) of ICD Utilities Limited	\$574	\$(422)
Weighted average shares of common stock outstanding – basic	10,000	10,000
Earnings per common share – basic	\$0.057	\$(0.042)

ICD Utilities Limited
Statements of Comprehensive Income (Loss) (Unaudited)

For the thousands of Bahamian dollars	Three months ended March 31	
	2013	2012
Total net income (loss) of ICD Utilities Limited	\$574	\$(422)
Other comprehensive income		
Share of investment accounted for using the equity method	281	1
Comprehensive income (loss)	\$855	\$(421)

ICD Utilities Limited Balance Sheets (Unaudited)

As at thousands of Bahamian dollars	March 31 2013	December 31 2012
Assets		
Current asset		
Cash	\$26	\$37
Long-term investment	42,232	41,370
Total assets	\$42,258	\$41,407
Liabilities and Shareholders' Equity		
Current liabilities		
Accounts payable and accrued liabilities	\$14	\$9
Due to related parties	458	467
Total current liabilities	472	476
Shareholders' equity		
Common shares	1,000	1,000
Additional paid-in capital	40,250	40,250
Accumulated other comprehensive loss	(434)	(715)
Retained earnings	970	396
Total equity	41,786	40,931
Total liabilities and equity	\$42,258	\$41,407

ICD Utilities Limited Statements of Cash Flows (Unaudited)

For the thousands of Bahamian dollars	Three months ended March 31	
	2013	2012
Operating activities		
Net income (loss)	\$574	\$(422)
Adjustments to reconcile net income (loss) to cash used in operating activities:		
Income from equity investment	(581)	398
Increase (decrease) in accounts payable and accrued liabilities	5	(6)
(Decrease) increase in due to related parties	(9)	24
Net cash used in operating activities	(11)	(6)
Net change in cash	(11)	(6)
Cash, beginning of period	37	7
Cash, end of period	\$26	\$1

ICD Utilities Limited
Statements of Changes in Shareholders' Equity (Unaudited)

thousands of Bahamian dollars	Common Shares	Additional Paid-in Capital	Retained Earnings	Accumulated Other Comprehensive Loss	Total
For the three months ended March 31, 2013					
Balance, December 31, 2012	\$1,000	\$40,250	\$396	\$ (715)	\$40,931
Total net income	-	-	574	-	574
Share of other comprehensive income of investment accounted for under the equity method	-	-	-	281	281
Balance, March 31, 2013	\$1,000	\$40,250	\$970	\$(434)	\$41,786
For the three months ended March 31, 2012					
Balance, December 31, 2011	\$1,000	\$40,250	\$9,079	\$(716)	\$49,613
Total net loss	-	-	(422)	-	(422)
Share of other comprehensive income of investment accounted for under the equity method	-	-	-	-	-
Balance, March 31, 2012	\$1,000	\$40,250	\$8,657	\$(716)	\$49,191

ICD Utilities Limited
Supplemental Information
As at March 31, 2013 (Unaudited)

On January 17, 2013, GBPC and the GBPA finalized an Operating Protocol and Regulatory Framework Agreement. This agreement formalizes the operating protocols and regulatory construct GBPC agreed to in principle in June 2012, when the GBPA approved GBPC's new rate structure.

The new regulatory rate structure, which became effective July 1, 2012, consists of two components:

- a base rate intended to recover GBPC's operating expenses, depreciation and return on capital investment; and
- a fuel charge intended to recover all of GBPC's fuel costs.

As part of the initial rate case filing under the new regulatory structure, the GBPA approved a return on rate base of 10 percent. Every three years, commencing in January 2016, base rates will be reviewed and set by the GBPA. To recognize the economic effects of the actions of the GBPA, the timing of recognition of certain revenues and expenses may differ from otherwise expected under generally accepted accounting principles for non-rate regulated entities. These timing differences create regulatory assets or liabilities representing amounts that GBPC is expected to collect from or return to customers in future rates. Under United States generally accepted accounting principles ("US GAAP"), guidance is provided regarding these regulatory assets and liabilities recognized in GBPC's US GAAP financial statements.

Under IFRS, there is no specific guidance for regulated entities and in particular for the recognition of regulated assets and liabilities. In order to provide users of the financial statements with a clear and complete understanding of GBPC's economic position, operating within a rate regulated environment, we have provided a reconciliation of the balance sheets and statement of comprehensive income between IFRS and US GAAP.

IFRS differences

The reconciliation of the Balance Sheets of GBPC from IFRS to US GAAP is as follows:

As at March 31, 2013 thousands of Bahamian dollars	IFRS	Effect of IFRS	US GAAP
Regulatory assets	-	\$33,834	\$33,834

As at December 31, 2012 thousands of Bahamian dollars	IFRS	Effect of IFRS	US GAAP
Regulatory assets	-	\$34,565	\$34,565

For the three months ended March 31, the effect on the Statements of Net Income (Loss) is as follows:

As at March 31, 2013 in thousands of Bahamian dollars	IFRS	Effect of IFRS	US GAAP
Revenue			
Net income per GBPC	\$1,162	\$(778)	\$384
Equity income per ICDU	\$581	\$(389)	\$192

As at March 31, 2012 in thousands of Bahamian dollars	IFRS	Effect of IFRS	US GAAP
Revenue			
Net (loss) income per GBPC	\$(797)	\$940	\$143
Equity (loss) income per ICDU	\$(398)	\$470	\$72

