

Schedule 1
FORM ECSRC – K

ANNUAL REPORT PURSUANT TO SECTION 98 OF THE SECURITIES ACT OF 2001

For the financial year ended : *March 31st 2016*

Issuer Registration number : *C&W181297002216*

Cable & Wireless St. Kitts & Nevis Limited

(Exact name of reporting issuer as specified in its charter)
St. Kitts and Nevis

(Territory of incorporation)

Cayon Street, Basseterre, St. Kitts

(Address of principal office)

Reporting issuer's: **Valerie Williams**

Telephone number (including area code): 246-292-1363

Fax number: _____

Email address: Valerie.Wiliams@lime.com

(Provide information stipulated in paragraphs 1 to 14 hereunder)

Indicate whether the reporting issuer has filed all reports required to be filed by Sections 98 of the Securities Act of 2001 during the preceding 12 months

Yes x

No _____

Indicate the number of outstanding shares of each of the reporting issuer's classes of common stock, as of the date of completion of this report.

CLASS	NUMBER
Ordinary Shares	33,130,418

SIGNATURES

A Director, the Chief Executive Officer and Chief Financial Officer of the company shall sign this Annual Report on behalf of the company. By so doing each certifies that he has made diligent efforts to verify the material accuracy and completeness of the information herein contained.

The Chief Financial Officer by signing this form is hereby certifying that the financial statements submitted fairly state the company's financial position and results of operations, or receipts and disbursements, as of the dates and period(s) indicated. The Chief Financial Officer further certifies that all financial statements submitted herewith are prepared in accordance with International Accounting Standards consistently applied (except as stated in the notes thereto) and (with respect to year-end figures) including all adjustments necessary for fair presentation under the circumstances.

Name of Chief Executive Officer:
David Lake

Name of Director:
Alex Bremner


SIGNED AND CERTIFIED


SIGNED AND CERTIFIED

14 October 2016
Date

14 October 2016
Date

Name of Business unit Head of Finance:
(Finance Manager)
Michael Davis

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SIGNED AND CERTIFIED

14/10/2016
Date

INFORMATION TO BE INCLUDED IN THE REPORT

1. **Business.**

Provide a description of the developments in the main line of business including accomplishments and future plans. The discussion of the development of the reporting issuer's business need only include developments since the beginning of the financial year for which this report is filed.

Revenue improved by 5% or \$3.7M compared to the prior period driving a 33% or \$6m growth in profit before tax.

Mobile services +7% or \$2.4m with growth being experienced on all mobile productlines, prepaid +5% or \$1.1m, postpaid +5% or \$0.6m and Outbound roaming +5% or 0.6m. Broadband remained relatively flat as a result of the delays in the roll out of the Broadband upgrade project and the continuing customer experience/faults issues being encountered.

Fixed voice decline by -11% or \$2m as of both lower international interconnect calls (-20% or \$1.5m) and local usage (-5% of \$0.6m).

Managed Service reflected growth of +12% or \$1.2m as a result of some big opportunities closed such as the ECCB PBX system work US\$320k.

2. **Properties.**

Provide a list of properties owned by the reporting entity, detailing the productive capacity and future prospects of the facilities. Identify properties acquired or disposed of since the beginning of the financial year for which this report is filed.

Most of the company's assets relates to its Telecoms network which is used to delivery telecoms services to its customers. Improvement in this network is ongoing as we look to introduce new technologies. Below is a general list of the major class of assets owned by the company and the productive capacity and future prospects for the use of these assets:

- *Land and buildings: The company owns land and buildings on which its equipment both in St Kitts and Nevis are installed and also for its retail operation in St Kitts. No significant addition or disposal was done during the year.*
- *Telecoms Equipment: being a Telecoms operator, we have invested significantly in telecoms equipment that is used to deliver service to our customers. During the year some upgrades were made to the existing technologies. The expansion of our 4G network was the main investment activity executed during the year and this we expect will improve our ability to deliver high speed mobile internet to our customer across the federation. We also commenced the roll out of our Fibre network upgrade that is intended to offer customers with a significant increase in internet speeds. Phase one launched during the year will cover 50% of our residential customers with the completion to be done in the following financial year.*

- *Vehicles and Office Equipment: There was no significant changes in these assets during the year.*

3. Legal Proceedings.

Furnish information on any proceedings that were commenced or were terminated during the current financial year. Information should include date of commencement or termination of proceedings. Also include a description of the disposition thereof with respect to the reporting issuer and its subsidiaries.

None Identified.

4. Submission of Matters to a Vote of Security Holders.

If any matter was submitted during the financial year covered by this report to a vote of security holders, through the solicitation of proxies or otherwise, furnish the following information:

- (a) The date of the meeting and whether it was an annual or special meeting.
Annual meeting was held on March 10th 2015.
- (b) If the meeting involved the election of directors, the name of each director elected at the meeting and the name of each other director whose term of office as a director continued after the meeting.
In accordance with Article 122(a) to (e), the Director retiring by rotation is Dr. Osbert Liburd and who being eligible offers himself for re-election. Directors to be elected are Mr. Warren Harding and Mr. Alex Bremner who were appointed by the Board to replace Mr. Lawrence McNaughton and Mr. Davidson Charles who resigned on October 10th 2014 and January 23rd respectively.

Directors who served during the year were: Mr. Warren Harding, Mr. Alex Bremner, Mr. Davidson Charles, Mr. David Lake, Dr. Osbert Liburd, Miss Lyra Richards, and Miss Patricia Walters.
- (c) A brief description of each other matter voted upon at the meeting and state the number of votes cast for or against as well as the number of abstentions as to each such matter, including a separate tabulation with respect to each nominee for office.

Dr. Osbert Liburd being eligible offers himself for re-election. Directors to be elected are Mr. Warren Harding and Mr. Alex Bremner who were appointed by the Board to replace Mr. Lawrence McNaughton and Mr. Davidson Charles who resigned on October 10th 2014 and January 23rd respectively. Dr. Osbert Liburd was re-elected and new Directors, Mr. Warren Harding and Mr. Alex Bremner were appointed by a majority vote by the stakeholders at the general meeting.

- (d) A description of the terms of any settlement between the registrant and any other participant. *N/A*
- (e) Relevant details of any matter where a decision was taken otherwise than at a meeting of such security holders. *N/A*

5. Market for Reporting issuer's Common Equity and Related Stockholder Matters.

Furnish information regarding all equity securities of the reporting issuer sold by the reporting issuer during the period covered by the report.

N/A

6. Financial Statements and Selected Financial Data.

Provide audited Financial Statements, Statement of Retained Earnings and Changes in Financial Position for the year ended. The relevant financial data items to be used in constructing the financial statements are provided in Parts A-D.

Include the following documents with the financial statement:

- (i) Auditor's report;
- (ii) A balance sheet as of the end of each of the two most recent financial years.
- (iii) Consolidated statements of income, statements of cash flows, and statements of other stockholders' equity for each of the two financial years preceding the date of the most recent audited balance sheet being filed.
- (iv) Financial statements for the most recent financial year.
- (v) Notes to Financial Statements

A copy of the 2015 Financial Statements is attached with this submission.

7. Disclosure About Risk Factors.

Provide a discussion of the risk factors that may have an impact on the results from operations or on the financial conditions. Avoid generalised statements and only include factors that are unique to the company. Typical risk factors include untested products, cash flow and liquidity problems, dependence on a key supplier or customer, management inexperience, nature of business, absence of a trading market (specific to the securities of the reporting issuer), etc. Indicate if any risk factors have increased or decreased in the time interval between the previous and current filing.

8. Changes in Securities and Use of Proceeds.

(a) Where the rights of the holders of any class of registered securities have been materially modified, give the title of the class of securities involved. State briefly the general effect of such modification upon the rights of holders of such securities. *N/A*

(b) Where the use of proceeds of a security issue is different from that which is stated in the registration statement, provide the following:

- Offer opening date (provide explanation if different from date disclosed in the registration statement)
- Offer closing date (provide explanation if different from date disclosed in the registration statement)
- Name and address of underwriter(s)
- Amount of expenses incurred in connection with the offer
- Net proceeds of the issue and a schedule of its use
- Payments to associated persons and the purpose for such payments

N/A

(c) Report any working capital restrictions and other limitations upon the payment of dividends.

9. Defaults Upon Senior Securities.

(a) If there has been any material default in the payment of principal, interest, a sinking or purchase fund instalment, or any other material default not satisfied within 30 days, with respect to any indebtedness of the reporting issuer or any of its significant subsidiaries exceeding 5 percent of the total assets of the reporting issuer and its consolidated subsidiaries, identify the indebtedness. Indicate the nature of the default. In the case of default in the payment of principal, interest, or a sinking or purchase fund instalment, state the amount of the default and the total arrears on the date of filing this report. *N/A*

(b) If any material arrears in the payment of dividends has occurred or if there has been any other material delinquency not satisfied within 30 days, give the title of the class and state the amount and nature of the arrears or delinquency. *N/A*

10. Management's Discussion and Analysis of Financial Condition and Results of Operation.

Discuss the reporting issuer's financial condition covering aspects such as liquidity, capital resources, changes in financial condition and results of operations during the financial year of the filing. Discussions of liquidity and capital resources may be combined whenever the two topics are interrelated.

This section should be completed as per instructions for completing the MD&A.

Revenue improved by 5% or \$3.7M compared to the prior period driving a 33% or \$6m growth in profit before tax. Mobile services +7% or \$2.4m with growth being experienced on all mobile product lines, Broadband remained relatively flat as a result of the delays in the roll out of the Broadband upgrade project and the continuing customer experience/faults issues being encountered. Fixed voice decline by -11% or \$2m as of both lower international interconnect calls (-20% or \$1.5m) and local usage (-5% of \$0.6m). Managed Service reflected growth of +12% or \$1.2m as a result of some big opportunities closed such as the ECCB PBX system work US\$320k.

Total operating expenses excluding depreciation and amortization decreased by 3% compared to last year, which was fuelled by cost saving initiatives that were executed.

For the year ended March 2016 the following amounts were allocated to capital expenditure

Changes in and Disagreements With Auditors on Accounting and Financial Disclosure.

Describe any changes in auditors or disagreements with auditors, if any, on financial disclosure. *N/A*

11. Directors and Executive Officers of the Reporting Issuer.

Furnish biographical information on directors and executive officers indicating the nature of their expertise.

12. Other Information.

The reporting issuer may, at its option, report under this item any information, not previously reported in a Form ECSRC - MC report (related to disclosure of material information), with respect to which information is not otherwise called for by this form. If disclosure of such information is made under this item, it need not be repeated in a Form ECSRC - MC report which would otherwise be required to be filed with respect to such information or in a subsequent Form ECSRC - K report.

13. List of Exhibits

List all exhibits, financial statements, and all other papers and documentation filed with this report.