

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

	March 31, 2011	December 31, 2010 (audited)
FIXED ASSETS	102,551	104,315
LONG TERM NOTE RECEIVABLE	300,000	300,000
INVESTMENT PROPERTY	3,720,170	3,720,170
CURRENT ASSETS		
Cash at bank	4,003,646	2,366,097
Due from brokers	2,953,043	2,214,403
Customer advances	40,692,956	40,692,956
Dividends receivable	22,930	--
Other receivables	376,658	657,829
Loan receivable	10,000	--
Investments in securities (note 2)	<u>7,736,472</u>	<u>7,906,769</u>
	55,795,705	53,838,054
CURRENT LIABILITIES		
Bank overdraft	240,420	456,769
Payables and accrued expenses	348,179	81,287
Due to customers	53,693,635	51,572,709
Investments – sold short (note 2)	1,461,850	1,352,700
Current portion of bank loan	168,490	155,686
Preferred share liability	<u>1,000,000</u>	<u>1,000,000</u>
	56,912,574	54,619,151
NET CURRENT LIABILITIES	(1,116,869)	(781,097)
LONG TERM BANK LOAN	1,404,808	1,457,094
	<u>\$ 1,601,044</u>	<u>\$ 1,886,294</u>

Shareholders' Equity

Ordinary shares	49,591	49,591
Preference shares	2,000,000	2,000,000
Contributed surplus	4,056,273	4,056,273
Retained deficit	<u>(4,504,820)</u>	<u>(4,219,570)</u>
	<u>\$ 1,601,044</u>	<u>\$ 1,886,294</u>

BENCHMARK (BAHAMAS) LTD.

CONSOLIDATED STATEMENT OF OPERATIONS

(Expressed in Bahamian dollars, unaudited)

	Three months ended	
	<u>March 31, 2011</u>	<u>March 31, 2010</u>
Investment income	144,445	20,753
Fees and commissions	191,635	304,164
	<u>336,080</u>	<u>324,917</u>
General administrative expenses	<u>377,472</u>	<u>282,538</u>
Net investment income	(41,392)	42,379
Realized and unrealized gain and loss on investments		
Net realized (loss)/gain on investment	20,141	(100,600)
Net movement in unrealized loss on investments	<u>(263,999)</u>	<u>(528,585)</u>
Net realized and unrealized loss on investments	(243,858)	(629,185)
Net loss for the period	<u>\$(285,250)</u>	<u>\$(586,806)</u>
Deficit per share	\$(0.06)	\$(0.12)

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

Three months ended March 31, 2011 with comparative figures for the three months ended March 31, 2010

(Expressed in Bahamian dollars, unaudited)

	Number of Shares	Ordinary Shares	Preference Shares	Contributed Surplus	Retained Earnings	Total
Balance at December 31, 2009	4,959,111	49,591	1,000,000	4,056,273	(3,983,198)	1,122,666
Net deficit for the period	--	--	--	--	(586,806)	(586,806)
<u>Balance at March 31, 2010</u>	<u>4,959,111</u>	<u>\$49,591</u>	<u>\$1,000,000</u>	<u>\$4,056,273</u>	<u>\$(4,570,004)</u>	<u>\$535,860</u>
Balance at December 31, 2010	4,959,111	49,591	2,000,000	4,056,273	(4,219,570)	1,886,294
Net deficit for the period	--	--	--	--	(285,250)	(285,250)
<u>Balance at March 31, 2011</u>	<u>4,959,111</u>	<u>\$49,591</u>	<u>\$2,000,000</u>	<u>\$4,056,273</u>	<u>\$(4,504,820)</u>	<u>\$1,601,044</u>

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

(Expressed in Bahamian dollars, unaudited)

	Three months ended	
	March 31, 2011	March 31, 2010
Cash flows from operating activities:		
Net deficit for the period	\$ (285,250)	\$ (586,806)
Adjustments for:		
Net realized loss/(gain)	(20,141)	100,600
Net movement in unrealized loss on investments	263,999	528,585
Depreciation and amortization	15,268	8,690
Cash (used)/ provided by operations before changes in operating assets and liabilities	(26,124)	51,069
Increase in dividends receivable	(22,930)	(19,108)
Decrease/(increase) in other receivables	281,171	(204,089)
Increase in loan receivable	(10,000)	--
Increase in customer advances	--	(3,488,311)
Increase in due to customers	2,120,926	5,280,478
Increase in payables and accrued expenses	266,892	238,310
Net cash provided by operating activities	2,609,935	1,858,349
Cash flows from investing activities:		
Purchase of fixed assets	(13,503)	(267,514)
Purchase of securities	--	(3,242,702)
Sale of securities	35,588	2,721,067
Net cash provided (used) by investing activities	22,085	(789,149)
Cash flows from financing activities:		
Bank loan repayments	(39,482)	(14,008)
Net cash used by financing activities	(39,482)	(14,008)
Net increase in cash & cash equivalents	2,592,538	1,055,192
Cash & cash equivalents, beginning of period	4,123,731	15,039,188
Cash & cash equivalents, end of period	\$6,716,269	\$16,094,380

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 2010 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, 2011			December 31, 2010		
	Cost	Fair Value	%	Cost	Fair Value	%
<i>Unrestricted</i>						
Auto manufacturing	836,675	894,600	12	836,675	1,007,400	13
Biotechnology	97,751	41,045	--	97,751	42,955	--
Communication	520,625	580,000	8	520,625	528,750	7
Entertainment	139,661	19,782	--	158,224	41,403	--
Financial services	3,444,100	5,515,074	72	3,444,100	5,558,172	71
Industrials	985,918	402,943	5	985,918	394,297	5
Insurance	214,434	982	--	214,434	982	--
Real estate	173,250	114,250	1	173,250	134,750	2
Technology	21,692	1,634	--	21,692	4,200	--
Utilities	89,406	46,220	1	89,406	46,720	1
Wholesale & retail	176,961	109,086	1	176,961	107,348	1
Other	14,687	1,496	--	22,512	28,992	--
<i>Restricted</i>						
Industrial	--	9,360	--	--	10,800	--
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	\$6,715,160	\$7,736,472	100	\$6,741,548	\$7,906,769	100

