ANGOSTURA HOLDINGS LIMITED
Three-month Period ended March 31, 2019
Chairman's Comments

Our Q1 2019 revenue declined by $25m over Q1 2018 with our two main segments, local rum, down by $4.2m, and Bitters, down by $16.5m. It should be noted however, that Q1 2018 revenue included $9m in Bitters sales to the USA and Australia, which were in fact delayed shipments of Q4 2017 export Bitters orders. Additionally, whereas both Carnival and Easter local rum sales were recorded in Q1 2018, due to the late Easter season only Carnival sales were included in revenue for Q1 2019.

The significant challenges experienced in our supply and distribution systems late last year are also partially responsible for the decline in the revenue reported for Q1 2019 as compared to Q1 2018. The Company anticipates increased revenues, given that these challenges are being rectified and the foreign segments of our business continue to be strong and stable.

The Group's Cost of goods sold was relatively stable, with a minimal increase of 2% or $1.5m from the prior period. The Group also stringently managed its operating expenses, resulting in a reduction of operating expenses by $2.3m or 4.6%. Although lower than Q1 2018, efficient management of our manufacturing, marketing efforts and operations, together with increases in finance income of $0.9m resulted in Group profit before tax of $17.9m for Q1 2019.

Mr. Terrence Bharath
Chairman
March 13, 2019

SUMMARY CONSOLIDATED FINANCIAL STATEMENTS
For the three months ended March 31, 2019
(Expressed in Trinidad and Tobago dollars)

Summary consolidated statement of comprehensive income

	Unaudited 3 months ended	
		Restated
	Mar-31-2019	Mar-31-2018
	$000	$000
Revenue	137,361	162,442
Cost of goods sold	(72,150)	(70,684)
Gross profit	65,211	91,758
Selling and marketing expenses	(31,425)	(36,674)
Administrative expenses	(17,520)	(14,610)
Results from operating activities	16,266	40,474
Finance costs	(100)	(134)
Finance income	1,923	1,034
Results from continuing operations	18,089	41,374
Other expenses	209	(4)
Dividend Income	-	-
Foreign exchange gains	(357)	110
Group profit before tax	17,941	41,480
Taxation expense	(7,024)	(13,081)
PROFIT FOR THE YEAR	10,917	28,399
Other comprehensive income net of tax	-	-
PERIOD	10,917	28,399
Profit for the period attributable to:		
Owners of the Company	10,917	28,399
Total comprehensive income for the period attributable to:		
Owners of the Company	10,917	28,399
Dividends paid per share	$ -	$ -
Earnings per share – Basic	$ 0.05	0.14

Summary consolidated statement of financial position

	Unaudited		Audited
	Mar-31-2019	Mar-31-2018	Dec-31-2018
ASSETS	$000	$000	$000
Non-current assets			
Property, plant and equipment	318,218	334,261	320,215
Available-for-sale assets	-	108	-
Other investments	108	-	108
Retirement benefit asset, net	60,417	55,194	60,417
Right of use assets	5,326	-	-
	384,069	389,563	380,740
Current assets			
Inventories	250,817	223,029	245,491
Trade and other receivables	81,929	132,394	152,119
Assets held-for-sale	-	1,136	-
Taxation recoverable	32,241	6,364	24,107
Short-term investments	-	218,174	-
Other investments	296,261	-	294,368
Cash and cash equivalents	174,919	213,837	119,075
	836,167	794,934	835,160
Total assets	1,220,236	1,184,497	1,215,900
EQUITY AND LIABILITIES			
Shareholders' equity	1,066,085	1,010,368	1,055,168
Non-current liabilities			
Deferred tax liability	69,522	69,300	67,225
Retirement benefit obligation	8,037	8,492	8,480
Lease Liabilities	5,389	-	-
	82,948	77,792	75,705
Current liabilities			
Borrowings	-	20,000	-
Trade and other payables	67,105	76,038	80,929
Taxation Payable	4,098	299	4,098
	71,203	96,337	85,027
Total liabilities	154,151	174,129	160,732
Total equity and liabilities	1,220,236	1,184,497	1,215,900

Summary consolidated statement of cashflows

	Unaudited	
	Mar-31-2019	Mar-31-2018
	$000	$000
Group profit after tax	10,917	28,399
Adjustments for items not affecting working capital	11,513	17,262
Operating profit before working capital changes	22,430	45,661
Net working capital changes	51,040	30,323
Cashflows from operating activities	73,470	75,984
Other operating cashflows	(13,404)	(12,907)
Net cash from operating activities	60,066	63,077
Net cash used in investing activities	(3,077)	(2,108)
Net cash used in financing activities	(730)	-
Net increase in cash and cash equivalents	56,259	60,969
Net cash and cash equivalents at January 1	119,075	152,820
Effect of movement in exchange rate on cash held	(415)	48
Net cash and cash equivalents at March 31	174,919	213,837

Summary consolidated segment analysis

	Unaudited					
				Restated		
	Mar-31-2019			Mar-31-2018		
	Branded trade	Commodity trade	Total	Branded trade	Commodity trade	Total
	$000	$000	$000	$000	$000	$000
Revenue	131,187	6,174	137,361	155,644	6,798	162,442
Results from operating activities	15,560	706	16,266	40,305	169	40,474
Finance costs			(100)			(134)
Finance income			1,923			1,034
Results from continuing operations			18,089			41,374
Other expenses			209			(4)
Dividend Income			-			-
Foreign exchange gains			(357)			110
Group profit before tax			17,941			41,480
Taxation expense			(7,024)			(13,081)
Profit for the year			10,917			28,399

ANGOSTURA HOLDINGS LIMITED
SUMMARY CONSOLIDATED FINANCIAL STATEMENTS
For the three months ended March 31, 2019
(Expressed in Trinidad and Tobago dollars)

Summary consolidated statement of changes in equity

	Mar-31-2019				Mar-31-2018			
	Share capital	Other reserves	Retained earnings	Total equity	Share capital	Other reserves	Retained earnings	Total equity
	$000	$000	$000	$000	$000	$000	$000	$000
Balance at January 1	**118,558**	**100,797**	**835,813**	**1,055,168**	118,558	100,797	762,614	981,969
Profit for the period	-	-	10,917	10,917	-	-	28,399	28,399
Balance at March 31	**118,558**	**100,797**	**846,730**	**1,066,085**	118,558	100,797	791,013	1,010,368

Notes to the audited summary consolidated financial statements

1. General information

Angostura Holdings Limited (referred to as the "Company or AHL") is a limited liability company incorporated and domiciled in the Republic of Trinidad and Tobago. Angostura Holdings Limited and its Subsidiaries are together referred to as the "Group'' and individually as the "Group Companies". The address of the Company's registered office is Corner Eastern Main Road and Trinity Avenue, Laventille, Trinidad and Tobago. The Group has its primary listing on the Trinidad and Tobago Stock Exchange. It is a holding company whose subsidiaries are engaged in the manufacture and sale of rum, AGOSTURA® aromatic bitters and other spirits, and the bottling of alcohol and other beverages on a contract basis. The Group's ultimate parent entity is C L Financial Limited, a company incorporated in the Republic of Trinidad and Tobago. These summary consolidated financial statements relate to the Group. The full version of the Group's consolidated financial Statements can be located at the Company's registered office.

2. Basis of Preparation

The summary consolidated financial statements comprise the summary consolidated statement of financial position, summary consolidated statements of income and other comprehensive income and changes in equity that are the exact reproduction of the consolidated statement of financial position, and the consolidated statements of income and other comprehensive income and changes in equity that were themselves prepared in accordance with International Financial Reporting Standards. Selected note disclosures derived from the consolidated financial statements are identified below.

3. Statement of Compliance

The summary consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standard Board (IASB).

4. Basis of measurement

The summary consolidated financial statements have been prepared on the historical cost basis except for the following items, which are measured on an alternative basis on each reporting date:
- Equity securities at fair value through other comprehensive income (FVOCI) (2018: avaiable-for-sale financial assets are measured at fair value);
- Corporate debt securities at amortised cost (2018: short-term investments were measured at fair value);
- net defined benefit asset (obligation) is recognised as fair value of plan assets, adjusted by re-measurements through other comprehensive income, less the present value of the defined benefit obligation adjusted by experience gains (losses) on revaluation;
- freehold lands and buildings are measured at fair value less depreciation;
- Corporate debt securities at amortised cost (2018: short term investments were measured at fair value).

5. Use of estimates and judgments

The preparation of the summary consolidated financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

6. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these summary consolidated financial statements are consistent with those disclosed in the audited consolidated financial statements as at and for the year ended December 31, 2018 and have been consistently applied to all periods presented, unless otherwise stated. The Group has adopted IFRS 16 Leases from January 01, 2019.

7. Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the audited consolidated financial statements as at and for the year ended December 31, 2018.

8. Restatements

Revenue and cost of goods sold were restated by $33m in 2018 due to the inclusion of excise duty in both revenue and cost of sales. Previously, excise duty was accounted for net of revenue and not as an element of cost of goods sold. However, as the inventory and credit risk related to the excise taxes is borne by the Group which is acting as the principal, it is considered part of cost of goods sold.

Director

M. Miller
Director