ANGOSTURA HOLDINGS LIMITED
SUMMARY CONSOLIDATED FINANCIAL STATEMENTS
For the nine months ended September 30, 2019
(Expressed in Trinidad and Tobago dollars)

The Group's results for the nine-month period ending September 30, 2019 indicate continued growth with profit before tax of $116.8m, an increase of 14% over the prior comparable period. Earnings per share increased from $0.35 per share to $0.39 per share as at September 30, 2018.

Consistent increase in the distribution and usage of Bitters in the North American and the United Kingdom markets resulted in Bitters revenue growth of 12.8% over the prior comparative period. This segment, together with the Co-pack bulk segment, were the main contributors to overall revenue growth of $19.3m or 4% from the comparative period.

During the third quarter, Angostura Lemon Lime Bitters (LLB) was a proud sponsor of the Caribbean Premier League (CPL) 2019 T20 tournament which resulted in positive regional revenue growth of 3% over prior year. While the local market for rum sales has been reasonably viable for the year to date, improvement is anticipated as we move into the festive season in the final quarter of the fiscal year.

Sustained cost management strategies and cash management initiatives reinforced profitability, with improved pre-tax profit margin of 22% for the nine-month period ending September 30, 2019, compared to 20% from the comparative prior period.

Mr. Terrence Bharath
Chairman
October 31st, 2019

Summary consolidated statement of comprehensive income

	Unaudited 3 months ended		Unaudited 9 months ended	
		Restated		Restated
	September 30 2019	September 30 2018	September 30 2019	September 30 2018
	$000	$000	$000	$000
Revenue	189,820	183,164	536,198	516,929
Cost of goods sold	(92,831)	(92,003)	(264,922)	(257,039)
Gross profit	96,989	91,161	271,276	259,890
Selling and marketing expenses	(37,653)	(40,544)	(100,584)	(111,871)
Administrative expenses	(22,551)	(17,156)	(61,552)	(48,638)
Results from operating activities	36,785	33,461	109,140	99,381
Finance costs	(80)	(16)	(266)	(310)
Finance income	2,429	1,266	6,305	3,468
Results from continuing operations	39,134	34,711	115,179	102,539
Other income	(590)	(745)	1,779	493
Dividend Income	-	-	173	45
Foreign exchange (losses)/gains	16	(205)	(331)	(212)
Gains on disposal of Assets held-for-sale	-	-	-	31
Group profit before tax	38,560	33,761	116,800	102,896
Taxation expense	(10,187)	(9,620)	(35,827)	(30,545)
PROFIT FOR THE PERIOD	28,373	24,141	80,973	72,351
Other comprehensive income net of tax	-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	28,373	24,141	80,973	72,351
Profit for the period attributable to: Owners of the Company	28,373	24,141	80,973	72,351
Total comprehensive income for the period attributable to: Owners of the Company	28,373	24,141	80,973	72,351
Dividends paid per share	$ 0.24	$ 0.21	$ 0.24	$ 0.21
Earnings per share – Basic	$ 0.14	$ 0.12	$ 0.39	$ 0.35

Summary consolidated statement of financial position

	Unaudited		Audited
	September 30 2019	September 30 2018	December 31 2018
ASSETS	$000	$000	$000
Non-current assets			
Property, plant and equipment	321,063	329,625	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	4,113	-	-
	385,701	384,927	380,740
Current assets			
Inventories	266,242	258,806	245,491
Trade and other receivables	115,255	118,499	152,119
Taxation recoverable	34,233	18,588	24,107
Short-term investments	-	222,792	-
Other investments	360,772	-	294,368
Cash and cash equivalents	94,475	160,636	119,075
	870,977	779,321	835,160
Total assets	1,256,678	1,164,248	1,215,900
EQUITY AND LIABILITIES			
Shareholders' equity	1,086,635	1,011,003	1,055,168
Non-current liabilities			
Deferred tax liability	67,221	67,926	67,225
Retirement benefit obligation	7,424	7,879	8,480
Lease Liabilities	4,278	-	-
	78,923	75,805	75,705
Current liabilities			
Trade and other payables	86,208	77,440	80,929
Taxation Payable	4,912	-	4,098
	91,120	77,440	85,027
Total liabilities	170,043	153,245	160,732
Total equity and liabilities	1,256,678	1,164,248	1,215,900
	-	-	-

Summary consolidated statement of cashflows

	Unaudited	
	2019	2018
	$000	$000
Group profit after tax	80,973	72,351
Adjustments for items not affecting working capital	47,944	42,994
Operating profit before working capital changes	128,917	115,345
Net working capital changes	21,393	11,818
Cashflows from operating activities	150,310	127,163
Other operating cashflows	(46,466)	(45,240)
Net cash from operating activities	103,844	81,923
Net cash used in investing activities	(76,219)	(10,683)
Net cash used in financing activities	(51,745)	(63,319)
Net (decrease) increase in cash and cash equivalents	(24,120)	7,921
Net cash and cash equivalents at January 1	119,075	152,820
Effect of movement in exchange rate on cash held	(480)	(105)
Net cash and cash equivalents at September 30	94,475	160,636

Summary

	Unaudited					
				Restated		
	September 30 2019			September 30 2018		
	Branded trade	Commodity trade	Total	Branded trade	Commodity trade	Total
	$000	$000	$000	$000	$000	$000
Revenue	504,970	31,228	536,198	499,607	17,322	516,929
Results from operating activities	100,684	8,456	109,140	101,707	(2,326)	99,381
Finance costs			(266)			(310)
Finance income			6,305			3,468
Results from continuing operations			115,179			102,539
Other income			1,779			493
Dividend Income			173			45
Foreign exchange (losses)/gains			(331)			(212)
Gains on disposal of Assets held-for-sale			-			31
Group profit before tax			116,800			102,896
Taxation expense			(35,827)			(30,545)
Profit for the year			80,973			72,351

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SUMMARY CONSOLIDATED FINANCIAL STATEMENTS
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Unaudited summary consolidated statement of changes in equity

	September 30 2019				September 30 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	835,811	1,055,166	118,558	100,797	762,614	981,969
Profit for the period	-	-	80,973	80,973	-	-	72,351	72,351
Dividends	-	-	(49,504)	(49,504)	-	-	(43,317)	(43,317)
Balance at September 30	118,558	100,797	867,280	1,086,635	118,558	100,797	791,648	1,011,003

Notes to the unaudited 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 Ltd 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, ANGOSTURA® 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: available-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 $47m (3 months ended) and $120m (9 months ended) September 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

Director