



Unilever Caribbean Limited

Audited Summary Financial Statements

for the Year ended 31 December 2020

Expressed in Trinidad & Tobago Dollars

CHAIRMAN'S REVIEW

Throughout 2020, the COVID-19 pandemic has had unprecedented effects on our consumers, the business environment and the local and Caribbean economies. The Company moved quickly to support its stakeholders, whilst simultaneously stabilising and maintaining its operations. The major areas of focus throughout the year have been the health and safety of our employees, ensuring continuous product supply, adapting to the changing demand patterns and strengthening the Company's cash position. All of these having been achieved with great success and resulting in a profit for the year of \$18.6m.

Despite this challenging environment, the Company delivered both top and bottom line growth, where profitability significantly increased versus last year, driven by the change in the business model. Gross profit increased by 23.7% to \$130.4m, with operating profit increasing to \$22.0m versus \$0.5m in the prior year. As a result of an aggressive focus on credit collection and working capital optimisation, together with strong top and bottom line performance, the Company generated \$64.1m from operating activities, which is more than double that of the prior year. The final cash position increased by \$51.7m to \$75.4m.

Revenue for the year grew by 1.9% to \$290.0m, versus the prior year's revenue of \$284.5m. This was driven by a very strong performance in the domestic market, resulting in a growth of 10.7%, mostly driven by the beauty & personal care, and foods & refreshments divisions. As consumer demand shifted more towards cleaning and personal care, the Company was able to respond with the launch of many impactful innovations throughout the year, such as new anti-bacterial variants and the introduction of Dove Baby and Suave Kids. The value & affordability portfolio has delivered continuous growth through an expanded assortment and enhanced distribution capabilities.

Looking ahead, even though conditions are expected to remain challenging, it is clear that as a nation we will keep living with the effects of COVID-19 for some time. The Company has already demonstrated that it possesses the ability to withstand difficult challenges and emerge even stronger from it. We will keep focusing on delivering sustainable and profitable growth, while ensuring the health and safety of our staff.

The Company appreciates the continued support of our customers and shareholders over the past year, and we would like to express our gratitude to all employees for their effort and commitment during these challenging times.


Rodrigo Sotomayor
Chairman

SUMMARY STATEMENT OF FINANCIAL POSITION

	AUDITED AS AT	
	31 Dec 2020 \$'000	31 Dec 2019 \$'000
ASSETS		
Non-current assets		
Property, plant and equipment	65,802	66,002
Retirement benefit asset	109,505	91,017
Deferred tax asset	15,156	15,678
	190,463	172,697
Current assets		
Inventories	25,757	45,000
Taxation recoverable	9,559	9,703
Trade and other receivables	81,232	95,695
Value added tax recoverable	10,605	12,516
Due from related companies	43,574	103,063
Cash at bank and in hand	75,384	23,705
	246,111	289,682
Total assets	436,574	462,379

INDEPENDENT AUDITORS' REPORT ON THE SUMMARY FINANCIAL STATEMENTS

To the Shareholders of Unilever Caribbean Limited

Opinion

The summary financial statements, which comprise the Summary Statement of Financial Position as at December 31, 2020, the Summary Statements of Profit or Loss and Other Comprehensive Income, Changes in Equity and Cash Flows for the year then ended, and related notes, are derived from the audited financial statements of Unilever Caribbean Limited ("the Company") for the year ended December 31, 2020.

In our opinion, the accompanying summary financial statements are consistent, in all material respects, with the audited financial statements, in accordance with International Financial Reporting Standards (IFRS).

Summary Financial Statements

The summary financial statements do not contain all the disclosures required by the International Financial Reporting Standards. Reading the summary financial statements and our report thereon, therefore, is not a substitute for reading the audited financial statements and our report thereon. The summary financial statements and the audited financial statements do not reflect the effects of events that occurred subsequent to the date of our report on the audited financial statements.

The Audited Financial Statements and Our Report Thereon

We expressed an unmodified audit opinion on the audited financial statements in our report dated March 31, 2021. That report also includes the communication of key audit matters. Key audit matters are those matters that in our professional judgement, were of most significance in our audit of the financial statements for the current period.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements in accordance with IFRS and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

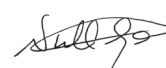
Our responsibility is to express an opinion on whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810 (Revised), "Engagements to Report on Summary Financial Statements."



Chartered Accountants Savannah East
11 Queen's Park East
March 31, 2021

	AUDITED AS AT	
	31 Dec 2020 \$'000	31 Dec 2019 \$'000
EQUITY AND LIABILITIES		
EQUITY		
Stated capital	26,244	26,244
Property revaluation surplus	36,568	35,643
Retained earnings	228,775	198,346
Total equity	291,587	260,233
LIABILITIES		
Non-current liabilities		
Retirement and termination benefit obligation	9,362	10,777
Lease liabilities	-	364
Deferred tax liabilities	35,284	25,917
	44,646	37,058
Current liabilities		
Trade and other payables	53,922	81,006
Lease liabilities	136	9,872
Provisions for other liabilities	6,888	36,205
Due to related companies	39,395	38,005
	100,341	165,088
Total liabilities	144,987	202,146
Total equity and liabilities	436,574	462,379


Jean-Marc Mouttet, Managing Director


Nicholas Gomez, Director



Unilever Caribbean Limited

Audited Summary Financial Statements

for the Year ended 31 December 2020 (continued)

Expressed in Trinidad & Tobago Dollars

SUMMARY STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	AUDITED 12 MONTHS ENDED	
	31 Dec 2020 \$'000	31 Dec 2019 \$'000
Continuing operations		
Revenue	290,009	284,548
Cost of sales	(159,643)	(179,194)
Gross profit	130,366	105,354
Selling and distribution costs	(83,850)	(76,227)
Administrative expenses	(25,858)	(26,809)
Impairment gain/(loss) on trade receivables	1,176	(1,235)
Gain/(loss) on disposal of plant and equipment	185	(619)
Operating profit	22,019	464
Restructuring cost	(555)	(103,744)
Operating profit/(loss) after restructuring costs	21,464	(103,280)
Finance (expense)/income	(239)	419
Other income	3,724	3,796
Profit/(loss) before taxation	24,949	(99,065)
Taxation (expense)/credit	(6,342)	23,548
Profit/(loss) from continuing operations	18,607	(75,517)
Discontinued operations		
Loss from discontinued operations, net of tax	-	(418)
Profit/(loss) for the period	18,607	(75,935)
Other comprehensive income		
Re-measurements of retirement and termination benefit obligation	16,889	30,970
Revaluation of property	1,322	-
Related tax	(5,464)	(9,291)
Total comprehensive income/(loss) for the period	31,354	(54,256)
Earnings/(loss) per share - continuing operations	0.71	(2.88)
Earnings/(loss) per share - discontinued operations	0.00	(0.01)
Total earnings/(loss) per share	0.71	(2.89)

SUMMARY STATEMENT OF CASH FLOWS

	AUDITED 12 MONTHS ENDED	
	31 Dec 2020 \$'000	31 Dec 2019 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation		
Continued operations	24,949	(99,065)
Discontinued operations	-	(557)
Adjustment for items not affecting working capital	(1,641)	79,680
Operating profit/(loss) before working capital changes	23,308	(19,942)
Net decrease in working capital	42,982	52,016
Cash flows generated from operating activities	66,290	32,074
Taxation & interest paid	(2,165)	(2,783)
Net cash generated from operating activities	64,125	29,291
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	153	1,409
Purchase of plant and equipment	(2,106)	(2,134)
Proceeds from sale of property, plant and equipment	29	-
Net cash used in investing activities	(1,924)	(725)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividends paid	-	(56,949)
Payment of lease liabilities	(10,522)	(11,505)
Net cash flows used in financing activities	(10,522)	(68,454)
Increase/(decrease) in cash and cash equivalents	51,679	(39,888)
Cash and cash equivalents at beginning of period	23,705	63,593
Cash and cash equivalents at end of period	75,384	23,705
Represented by:		
Cash at bank and in hand	75,384	23,705

SUMMARY STATEMENT OF CHANGES IN EQUITY

	Stated capital \$'000	Property revaluation surplus \$'000	Retained earnings \$'000	Total equity \$'000
Balance as at 1 January, 2020	26,244	35,643	198,346	260,233
Total comprehensive income for the year	-	925	30,429	31,354
Balance as at 31 December, 2020	26,244	36,568	228,775	291,587
Balance as at 1 January, 2019	26,244	35,643	309,722	371,609
Adjustment on initial application of IFRS 16	-	-	(171)	(171)
Adjusted balance at January 1, 2019	26,244	35,643	309,551	371,438
Total comprehensive loss for the year	-	-	(54,256)	(54,256)
Dividends paid	-	-	(56,949)	(56,949)
Balance as at 31 December, 2019	26,244	35,643	198,346	260,233

NOTES TO THE SUMMARY FINANCIAL STATEMENTS

1. General Information - Unilever Caribbean Limited is incorporated in the Republic of Trinidad and Tobago, and its registered office is located at Eastern Main Road, Champs Fleurs. The Company is listed on the Trinidad and Tobago Stock Exchange. The principal business activity is the sale of home care, personal care and food products. It is a subsidiary of Unilever Overseas Holdings AG, which is a wholly owned subsidiary of Unilever PLC, a company incorporated in the United Kingdom.

2. Basis of preparation - These summary financial statements have been derived from the audited financial statements for the year ended 2020, which were prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standard Board (IASB).

3. Significant accounting policies - The financial statements have been prepared under the historical cost convention, as modified by the revaluation of freehold properties and re-measurements of retirement and termination benefit obligations. The principal accounting policies applied in the preparation of these summary financial statements are consistent with those disclosed in the audited financial statements as at and for the year ended December 31, 2020, and have been consistently applied to all periods presented, unless otherwise stated.

4. Measurement of defined benefit obligations - The total obligation decreased by \$20.7 million as a result of experience gains and a discount rate adjustment from 5.50% to 5.75%. The discount rate is a key assumption, and is based on judgement.

5. Impairment of assets - During 2020, when the pandemic restrictions were lifted, valuation specialists were engaged to value the assets that were impaired in 2019. This resulted in a change in the estimate of the prior year and a reversal of impairment of \$9.5 million in 2020. Additionally, a \$2.2 million impairment was reversed due to the sale of assets to a related entity (previously valued at a nil value). The total reversal of impairment amounted to \$11.7 million.

6. Other - On March 30, 2021, the Board of Directors declared a final dividend of \$0.60 per share, amounting to \$15.7 million. These financial statements do not reflect the final dividend which will be accounted for as an appropriation of retained earnings in the year ending December 31, 2021.