# ANGOSTURA HOLDINGS LIMITED

**SUMMARY CONSOLIDATED FINANCIAL STATEMENTS**
**For the year ended December 31, 2021**
**(Expressed in Trinidad and Tobago dollars)**

We are pleased to report that Angostura Holdings Limited recorded Profit After Taxation (PAT) of $158.3 million for the year ended December 31, 2021 which represented an increase of 8.7% when compared with 2020.

Revenues of $921.6 million resulted in a 1.8% increase when compared with the prior year attributable to the rebounding of international markets due to increased COVID-19 vaccination rates and reduced Public Health restrictions. Strong revenue growth came from Europe (including the UK) and Australia, with a 51% increase over the prior year. On average, sales of Bitters grew by 30% and premium rum by 34% in EMEAA (Europe, Middle East, Africa and Asia), exceeding pre-pandemic sales levels by 57% above 2019.

In spite of curtailed Public Health restrictions, North America experienced a 22% contraction in its Bitters product revenue due to severe global logistical and labour challenges. However, both standard and premium rum product revenue increased by 56% and 52% respectively.

Revenue in the local market declined by 1%, or $3.5 million, mainly due to the impact of the sustained closure of the on-premise trade. The impact of the pandemic was more severely felt than in 2020 with the loss of the Carnival season, reduced consumer spending and various Public Health measures. However, Angostura continued its innovation drive which boosted revenues, with new product offerings in every segment - Angostura Tribute, Symphony, White Oak Grapefruit and Pineapple, Tamboo Spiced Rum and the rebranding of LLB to Angostura Chill and the introduction of the new Blood Orange flavour.

During the 2021 financial period, business and as a result profitability performance continued to be impacted by the worldwide pandemic given increased raw material prices, supply chain challenges and fluctuation of product demand. Global markets experienced varying levels of reopening and recovery. Gross Profit margin was consistent with the prior financial year at 47% as increases in the cost of raw materials resulted in a higher cost of production. Due to revisions in the economic forecasts impacting the calculation of the Expected Credit Loss, a significant write-back of $6.4 million in 2021 was realised. Net returns on our investment portfolio grew by 24.7% which helped to bolster Profit Before Taxation.

The Board of Directors is pleased to recommend a final dividend in respect of the year ended December 31, 2021 of $0.26 per share which would result in a total dividend of $0.35 per share, a 16.7% increase over the corresponding period last year. This dividend will be paid on July 29, 2022, to shareholders on record as at July 8, 2022. To facilitate this payment, the shareholders' register will be closed on July 6, 2022.

**Mr. Terrence Bharath**
**Chairman**
March 25, 2022

## Summary consolidated statement of financial position

| | Audited | |
|---|---|---|
| | **December 31, 2021** | **December 31, 2020** |
| | **$000** | **$000** |
| **Assets** | | |
| **Non-current assets** | | |
| Property, plant and equipment | **355,088** | 348,630 |
| Investments | **3,162** | 3,168 |
| Deferred tax asset | **13,186** | 9,460 |
| Retirement benefit asset | **70,712** | 48,973 |
| | **442,148** | 410,231 |
| **Current assets** | | |
| Inventories | **322,000** | 291,772 |
| Trade and other receivables | **168,029** | 182,337 |
| Taxation recoverable | **19,179** | 26,057 |
| Investments | **481,564** | 492,711 |
| Cash and cash equivalents | **144,063** | 74,025 |
| | **1,134,835** | 1,066,902 |
| **Total assets** | **1,576,983** | 1,477,133 |
| **Equity and liabilities** | | |
| **Equity** | | |
| Share capital | **118,558** | 118,558 |
| Reserves | **100,275** | 99,444 |
| Retained earnings | **1,115,881** | 1,022,649 |
| **Total equity** | **1,334,714** | 1,240,651 |
| **Liabilities** | | |
| **Non-current liabilities** | | |
| Post-employment benefit obligation | **25,072** | 26,027 |
| Deferred tax liability | **66,921** | 60,812 |
| Lease liabilities | **10,334** | 10,080 |
| | **102,327** | 96,919 |
| **Current liabilities** | | |
| Trade and other payables | **130,103** | 111,280 |
| Taxation payable | **5,670** | 6,341 |
| Bank overdraft | **-** | 17,226 |
| Lease liabilities | **4,169** | 4,716 |
| | **139,942** | 139,563 |
| **Total liabilities** | **242,269** | 236,482 |
| **Total equity and liabilities** | **1,576,983** | 1,477,133 |

## Summary consolidated statement of profit or loss and other comprehensive income

| | Audited 12 months ended | |
|---|---|---|
| | **December 31, 2021** | **December 31, 2020** |
| | **$000** | **$000** |
| Revenue | **921,599** | 905,399 |
| Cost of goods sold | **(488,902)** | (478,307) |
| **Gross profit** | **432,697** | 427,092 |
| Selling and marketing expenses | **(153,299)** | (135,275) |
| Administrative expenses | **(87,128)** | (90,289) |
| Expected credit loss writeback on trade receivables | **6,426** | 2,138 |
| Other income / (expenses) | **948** | (2,816) |
| **Results from operating activities** | **199,644** | 200,850 |
| Finance costs | **(1,210)** | (837) |
| Finance income | **16,040** | 12,727 |
| **Profit before tax** | **214,474** | 212,740 |
| **Taxation expense** | **(56,155)** | (67,109) |
| **Profit for the year** | **158,319** | 145,631 |
| **Other comprehensive income / (loss)** | | |
| Items that will not be reclassified to profit or loss: | | |
| Re-measurement of post-employment benefit obligations | **21,944** | (20) |
| Related tax | **(6,583)** | 5 |
| Gain on revaluation of artwork | **831** | - |
| Other comprehensive income / (loss) for the year - net of tax | **16,192** | (15) |
| **Total comprehensive income for the year** | **174,511** | 145,616 |
| **Profit for the year attributable to:** | | |
| Owners of the Group | **158,319** | 145,631 |
| **Total comprehensive income attributable to:** | | |
| Owners of the Group | **174,511** | 145,616 |
| **Dividends paid per share** | **$ 0.39** | $ 0.17 |
| **Earnings per share – Basic** | **$ 0.77** | $ 0.71 |

# ANGOSTURA HOLDINGS LIMITED

## SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

**For the year ended December 31, 2021**

**(Expressed in Trinidad and Tobago dollars)**

### Summary consolidated statement of changes in equity

| | December 31, 2021 | | | | December 31, 2020 | | | |
|---|---|---|---|---|---|---|---|---|
| | Share capital | Reserves | Retained earnings | Total equity | Share capital | Reserves | Retained earnings | Total equity |
| | $000 | $000 | $000 | $000 | $000 | $000 | $000 | $000 |
| **Balance at January 01** | **118,558** | **99,444** | **1,022,649** | **1,240,651** | 118,558 | 104,041 | 907,503 | 1,130,102 |
| Reclassification of Angostura Canada Inc. translation reserve | - | - | - | - | - | (4,597) | 4,597 | - |
| Profit for the year | - | - | **158,319** | **158,319** | - | - | 145,631 | 145,631 |
| Other comprehensive income / (loss) for the year | - | **831** | **15,361** | **16,192** | - | - | (15) | (15) |
| **Total comprehensive income for the year** | - | **831** | **173,680** | **174,511** | - | (4,597) | 150,213 | 145,616 |
| **Transactions with owners in their capacity as owners** | | | | | | | | |
| Dividends to equity holders | - | - | **(80,448)** | **(80,448)** | - | - | (35,067) | (35,067) |
| **Balance at December 31** | **118,558** | **100,275** | **1,115,881** | **1,334,714** | 118,558 | 99,444 | 1,022,649 | 1,240,651 |

### 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, Angostura® aromatic bitters and other spirits, and the bottling of alcohol and other beverages on a contract basis. 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, the summary consolidated statement of profit or loss and other comprehensive income, the summary consolidated statement of changes in equity and the summary consolidated statement of cashflows derived from the full set of consolidated financial statements which were prepared in accordance with International Financial Reporting Standards for the year ended December 31, 2021. The summary consolidated financial Statements do not include the accounting policies and the notes that are contained in the full audited consolidated financial statements. The accounting policies in the full set of consolidated financial statements have been applied consistently to all the years presented. The summary financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2021.

**3) Dividend paid per share**

| | 2021 | 2020 |
|---|---|---|
| Final dividend prior year | $ 0.30 | $ 0.17 |
| First interim dividend | $ 0.09 | $ - |
| **Total dividend paid** | **$ 0.39** | **$ 0.17** |

Director

Director

### Summary consolidated statement of cashflows

| | Audited | |
|---|---|---|
| | December 31, 2021 | December 31, 2020 |
| | $000 | $000 |
| **Profit before tax** | **214,474** | **212,740** |
| Adjustments for: | **16,737** | **21,273** |
| Operating profit before working capital changes | **231,211** | **234,013** |
| Net working capital changes | **2,370** | **(30,488)** |
| Cash Generated from Operations | **233,581** | **203,525** |
| Other operating cashflows | **(67,687)** | **(75,610)** |
| Net cash generated from operating activities | **165,894** | **127,915** |
| Net cash generated from / (used in) investing activities | **6,275** | **(129,081)** |
| Net cash used in financing activities | **(84,354)** | **(38,829)** |
| Net increase / (decrease) in cash and cash equivalents | **87,815** | **(39,995)** |
| **Cash and cash equivalents at January 01** | **56,799** | **95,671** |
| Effect of movement in exchange rate on cash held | **(551)** | **1,123** |
| **Cash and cash equivalents at December 31** | **144,063** | **56,799** |
| **Represented by:** | | |
| Cash and Bank | **144,063** | **74,025** |
| Bank Overdraft | **-** | **(17,226)** |
| | **144,063** | **56,799** |

### Independent auditor's report on the summary consolidated financial statements

pwc

To the shareholders of Angostura Holdings Limited

**Our opinion**

In our opinion, the accompanying summary consolidated financial statements of Angostura Holdings Limited (the Company), are consistent, in all material respects, with the audited consolidated financial statements, on the basis described in note 2.

***The summary consolidated financial statements***

The Company's summary consolidated financial statements derived from the audited consolidated financial statements for the year ended December 31, 2021 comprise:

- the summary consolidated statement of financial position as at December 31, 2021;
- the summary consolidated statement of profit or loss and other comprehensive income for the year then ended;
- the summary consolidated statement of changes in equity for the year then ended;
- the summary consolidated statement of cash flows for the year then ended; and
- the related notes to the summary consolidated financial statements.

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the consolidated summary financial statements and the auditor's report thereon, therefore, is not a substitute for reading the audited consolidated financial statements and the auditor's report thereon.

***The audited consolidated financial statements and our report thereon***

We expressed an unmodified audit opinion on the audited consolidated financial statements in our report dated 25 March 2022. 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 audited consolidated financial statements of the current period.

**Management's responsibility for the summary consolidated financial statements**

Management is responsible for the preparation of the summary consolidated financial statements on the basis described in note 2.

**Auditor's responsibility**

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

PricewaterhouseCoopers

Port of Spain
Trinidad, West Indies
25 March 2022

