



ANGOSTURA HOLDINGS LIMITED
AUDITED SUMMARY CONSOLIDATED FINANCIAL STATEMENTS
For the year ended December 31, 2016
(Expressed in Trinidad and Tobago dollars)

For the year ended December 31, 2016, the Group recorded revenue of \$620.5m versus \$649.4m in 2015, a decrease of \$28.9m (4.5%). Of this decrease, \$25.0m related to the commodity rum trade while \$3.9m related to the sale of branded products. Domestic rum sales were affected by the local economic climate, while export rum and bitters experienced growth. The Group is reviewing all business lines to support future growth and innovation objectives.

Profit after tax of \$122.0m was \$41.7m below the prior year, and resulting EPS was \$0.59 versus \$0.80 in 2015. The Directors have approved a final dividend in respect of the year ended December 31, 2016 of \$0.18 per share with a record date of April 7, 2017 and payment date of April 21, 2017. Together with the interim dividend of \$0.12 per share paid on September 5, 2016, the total dividend in respect of 2016 will be \$0.30.

Audited summary consolidated statement of comprehensive income

	3 months ended		12 months ended	
	Dec-31-2016	Dec-31-2015	Dec-31-2016	Dec-31-2015
	\$000	\$000	\$000	\$000
Revenue	162,276	215,391	620,469	649,409
Cost of goods sold	(70,444)	(88,151)	(249,123)	(266,025)
Gross profit	91,832	127,240	371,346	383,384
Selling and marketing expenses	(40,208)	(32,647)	(135,888)	(116,455)
Administrative expenses	(18,076)	(11,471)	(62,476)	(54,211)
Results from operating activities	33,548	83,122	172,982	212,718
Finance costs	(279)	(264)	(1,181)	(1,402)
Finance income	248	104	642	154
Results from continuing operations	33,517	82,962	172,443	211,470
Other income	992	549	1,888	567
Dividend Income	-	990	220	1,108
Legal claim expense	-	-	(15,948)	-
Fair value gain on assets held-for-sale	-	-	-	2,745
Foreign exchange gains	2,739	585	12,802	620
Gains on disposal of investments	-	-	-	1,480
Group profit before tax	37,248	85,086	171,405	217,990
Taxation expense	(9,565)	(21,203)	(49,448)	(54,318)
PROFIT FOR THE YEAR	27,683	63,883	121,957	163,672
Other comprehensive income				
<i>Items that will not be reclassified to profit or loss:</i>				
Re-measurement of defined benefit asset	(4,377)	(4,334)	(4,377)	(4,334)
Other comprehensive income for the year, net of tax	(4,377)	(4,334)	(4,377)	(4,334)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	23,306	59,549	117,580	159,338
Profit for the year attributable to:				
Owners of the Company	27,683	63,883	121,957	163,672
Total comprehensive income for the year attributable to:				
Owners of the Company	23,306	59,549	117,580	159,338
Dividends paid per share	-	-	32¢	26¢
Earnings per share – Basic and Diluted	0.13	0.31	0.59	0.80

Dr Rolph Balgobin FRSA
Chairman
March 27, 2017

Audited summary consolidated statement of financial position

	Dec-31-2016	Dec-31-2015
	\$000	\$000
ASSETS		
Non-current assets		
Property, plant and equipment	357,398	359,638
Available-for-sale assets	109	109
Retirement benefit asset	348,680	355,237
	706,187	714,984
Current assets		
Inventories	214,077	227,077
Accounts receivable and prepayments	191,873	274,365
Assets held-for-sale	2,056	3,439
Short term investments	98,513	29,297
Cash and cash equivalents	182,749	125,302
	689,268	659,480
Total assets	1,395,455	1,374,464
EQUITY AND LIABILITIES		
Shareholders' equity	932,423	880,747
Non-current liabilities		
Deferred tax liability	73,598	61,284
Retirement benefit obligation	293,937	294,595
	367,535	355,879
Current liabilities		
Borrowings	30,000	50,600
Trade and other payables	65,497	87,238
	95,497	137,838
Total liabilities	463,032	493,717
Total equity and liabilities	1,395,455	1,374,464

Audited summary consolidated statement of cashflows

	Dec-31-2016	Dec-31-2015
	\$000	\$000
Group profit after tax	121,957	163,672
Adjustments for items not affecting working capital	53,597	66,681
Operating profit before working capital changes	175,554	230,353
Net working capital changes	77,654	(58,504)
Cashflows from operating activities	253,208	171,849
Other operating cashflows	(39,307)	(46,923)
Net cashflows from operating activities	213,901	124,926
Cashflows used in investing activities	(80,667)	(55,345)
Cashflows used in financing activities	(86,504)	(117,666)
Net increase (decrease) in cash and cash equivalents	46,730	(48,085)
Net cash and cash equivalents at January 1	125,302	173,387
Effect of movement in exchange rate on cash held	10,717	-
Net cash and cash equivalents at December 31	182,749	125,302

Audited summary consolidated segment analysis

	Dec-31-2016			Dec-31-2015		
	Branded trade	Commodity trade	Total	Branded trade	Commodity trade	Total
	\$000	\$000	\$000	\$000	\$000	\$000
Revenue	507,540	112,929	620,469	511,515	137,894	649,409
Results from operating activities	163,981	9,001	172,982	199,055	13,663	212,718
Finance costs			(1,181)			(1,402)
Finance income			642			154
Results from continuing operations			172,443			211,470
Other income			1,888			567
Dividend income			220			1,108
Legal claim expense			(15,948)			-
Fair value gain on assets held-for-sale			-			2,745
Foreign exchange gains			12,802			620
Gains on disposal of investments			-			1,480
Group profit before tax			171,405			217,990
Taxation expense			(49,448)			(54,318)
Profit for the period			121,957			163,672



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Audited summary consolidated statement of changes in equity								
	Dec-31-2016				Dec-31-2015			
	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	99,915	662,274	880,747	118,558	99,915	556,573	775,046
Profit for the year	-	-	121,957	121,957	-	-	163,672	163,672
Other comprehensive income	-	-	(4,377)	(4,377)	-	-	(4,334)	(4,334)
Total comprehensive income for the year	-	-	117,580	117,580		-	159,338	159,338
Transactions with equity holders recognized directly in equity								
Dividends to equity holders	-	-	(65,904)	(65,904)	-	-	(53,637)	(53,637)
Net expenses recognized directly in equity	-	-	(65,904)	(65,904)			(53,637)	(53,637)
Balance at December 31	118,558	99,915	713,950	932,423	118,558	99,915	662,274	880,747

Notes to the audited summary consolidated financial statements

1. General information

Angostura Holdings Limited (the Company, AHL) is a limited liability company incorporated and domiciled in the Republic of Trinidad and Tobago. The address of its registered office is Corner Eastern Main Road and Trinity Avenue, Laventille, Trinidad and Tobago. The Company 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 beverage alcohol and other beverages on a contract basis and the production and sale of food products. The Company'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 Company and its Subsidiaries (together referred to as 'the Group').

2. 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).

3. Basis of measurement

The summary consolidated financial statements have been prepared on the historical cost basis except for the following:

- non-derivative financial instruments at fair value through profit or loss are measured at fair value;
- available-for-sale financial assets and assets held-for-sale are 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;
- investments in equity-accounted investees are measured using the equity method;
- certain freehold/leasehold land and buildings which are measured at fair value less depreciation.

4. Reclassification of prior year presentation

Certain prior year amounts have been reclassified for consistency with the current year's presentation. These reclassifications had no effect on the reported results of operations.

5. Use of estimates and judgements

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, 2016 and have been consistently applied to all periods presented, unless otherwise stated.

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, 2016.

8. Segment analysis

The assets and liabilities of the Group are not allocated by segment.

9. Legal claim expense

During the year, a judgement was received in relation to a litigation matter involving the Company. The total judgement sum was finalized in August 2016 at \$32.9m and was recorded as a reduction of the opening provision of \$17.0m, and 'Legal claim expense' of \$15.9m during the year.

Independent Auditors' Report

Independent Auditors' Report on the Summary Consolidated Financial Statements

Angostura Holdings Limited

Opinion

The summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2016, the summary consolidated 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 consolidated financial statements of Angostura Holdings Limited ("the Company") for the year ended December 31, 2016.

In our opinion, the accompanying consolidated summary financial statements are consistent, in all material respects, with the audited consolidated financial statements, in accordance with the basis described in Note 2.

Summary Consolidated Financial Statements

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

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 March 27, 2017. 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 consolidated financial statements for the current period.

Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of the summary consolidated financial statements in accordance with the basis described in Note 2.


Auditors' 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 Standards on Auditing 810 (Revised), "Engagements to Report on Summary Financial Statements".

KPMG

Chartered Accountants

Port of Spain
Trinidad, West Indies
March 27, 2017


Director


Director