



GODDARD ENTERPRISES LIMITED

CONSOLIDATED FINANCIAL HIGHLIGHTS FOR THE YEAR ENDED SEPTEMBER 30, 2014

AUDITED

Consolidated Statement of Income Highlights

	% Change	Year ended 30/09/14 Bds \$000's	Year ended 30/09/13 Restated Bds \$000's
Revenue	-0.9%	954,111	962,625
Profit from operations before the following:	3.0%	50,126	48,674
Other gains/(losses) – net	753.2%	14,579	(2,232)
Profit from operations	39.3%	64,705	46,442
Finance costs	-2.8%	(12,287)	(12,641)
Share of income of associated companies	55.1%	52,418	33,801
Income before taxation	-33.0%	6,569	9,804
Taxation	35.3%	58,987	43,605
Net income for the year	4.3%	(10,084)	(9,672)
	44.1%	48,903	33,933
Attributable to:			
Equity holders of the Company	71.8%	36,402	21,189
Non-controlling interests	-1.9%	12,501	12,744
	44.1%	48,903	33,933
Earnings per share – basic	75.9%	62.1¢	35.3¢
Earnings per share – diluted	73.3%	61.0¢	35.2¢

Consolidated Balance Sheet Highlights

	30/09/14 Bds \$000's	30/09/13 Restated Bds \$000's	01/10/12 Restated Bds \$000's
Current assets	380,151	372,641	353,565
Current liabilities	(239,677)	(252,989)	(236,878)
Working capital	140,474	119,652	116,687
Property, plant & equipment, financial investments & other non-current assets	540,071	545,654	543,243
Long-term liabilities	(115,209)	(99,992)	(103,022)
Net assets employed	565,336	565,314	556,908
Equity			
Share capital	43,829	44,557	43,842
Other reserves	91,823	100,899	107,080
Retained earnings	326,069	308,030	297,862
	461,721	453,486	448,784
Non-controlling interests	103,615	111,828	108,124
	565,336	565,314	556,908

Consolidated Statement of Changes in Equity Highlights

Bds \$000's	Share capital	Other reserves	Retained earnings	Non-controlling interests	Total
Balance as at October 1, 2012 (as previously reported)	43,842	107,080	302,842	107,538	561,302
Effect of changes in accounting policies	–	–	(4,980)	586	(4,394)
Balance as at October 1, 2012 (restated)	43,842	107,080	297,862	108,124	556,908
Net income for the year	–	–	21,189	12,744	33,933
Other comprehensive (loss)/income	–	(6,274)	(1,021)	259	(7,036)
Disposal of subsidiary	–	–	–	4	4
Fair value of net liabilities transferred to non-controlling interests	–	–	215	(215)	–
Fair value of assets disposed of by non-controlling interests	–	–	–	(3,674)	(3,674)
Increase in advances to non-controlling interests	–	–	–	1,978	1,978
Value of employee services	–	93	–	–	93
Issue of common shares	715	–	–	–	715
Dividends declared	–	–	–	(7,392)	(7,392)
Dividends paid	–	–	(10,215)	–	(10,215)
Balance as at September 30, 2013	44,557	100,899	308,030	111,828	565,314
Balance as at October 1, 2013 (as previously reported)	44,557	100,899	315,845	111,510	572,811
Effect of changes in accounting policies	–	–	(7,815)	318	(7,497)
Balance as at October 1, 2013 (restated)	44,557	100,899	308,030	111,828	565,314
Net income for the year	–	–	36,402	12,501	48,903
Other comprehensive (loss)/income	–	(9,194)	539	(8,964)	(17,619)
Acquisition of subsidiary companies	–	–	–	2,617	2,617
Fair value of assets disposed of by non-controlling interests	–	–	–	(53)	(53)
Decrease in advances to non-controlling interests	–	–	–	(468)	(468)
Value of employee services	–	118	–	–	118
(Repurchase)/issue of common shares – net	(728)	–	(10,743)	–	(11,471)
Dividends declared	–	–	–	(13,846)	(13,846)
Dividends paid	–	–	(8,159)	–	(8,159)
Balance as at September 30, 2014	43,829	91,823	326,069	103,615	565,336

Consolidated Statement of Comprehensive Income Highlights

	Year ended 30/09/14 Bds \$000's	Year ended 30/09/13 Restated Bds \$000's
Net income for the year	48,903	33,933
Other comprehensive income:		
Items net of tax that may be recycled to income in the future:		
Unrealised gains on available-for-sale financial investments	751	898
(Gains)/losses transferred to income on disposal of financial investments	(400)	2
Impairment of financial investments	302	195
Currency translation differences	(18,939)	(5,764)
Hyperinflationary adjustments	907	4,983
	(17,379)	314
Items net of tax that will not be recycled to income in the future:		
Decrease of revaluation surplus	(261)	(4,302)
Remeasurement of employee benefits	21	(3,048)
	(17,619)	(7,036)
Other comprehensive loss for the year, net of tax		
Total comprehensive income for the year	31,284	26,897
Attributable to:		
Equity holders of the Company	27,747	13,894
Non-controlling interests	3,537	13,003
	31,284	26,897

Consolidated Statement of Cash Flows Highlights

	Year ended 30/09/14 Bds \$000's	Year ended 30/09/13 Restated Bds \$000's
Income before taxation	58,987	43,605
Adjustments for non-cash items	19,809	30,876
	78,796	74,481
Non-cash working capital changes	10,058	(3,133)
	88,854	71,348
Net interest, taxation and pension contributions paid	(22,994)	(28,760)
Net cash from operating activities	65,860	42,588
Net cash used in investing activities	(18,746)	(26,587)
Net cash used in financing activities	(24,834)	(14,054)
Net increase in cash and cash equivalents	22,280	1,947
Cash and cash equivalents – beginning of year	28,202	26,255
Cash and cash equivalents – end of year	50,482	28,202

BOARD REVIEW FOR THE YEAR ENDED SEPTEMBER 30, 2014

We are pleased to report that the financial year ended September 30, 2014 has resulted in an increased earnings per share of 62.1¢ compared with 35.3¢ in the prior year. This represents an increase in net income for the year of 44.1%. Please note, however, that for the year under review we have translated the results of our two subsidiaries in Venezuela at the new official SICAD II rate of 50.00 Bolívares to US\$1.00 compared to the prior year, when the official rate at the time, of 6.30 Bolívares to US\$1.00 was used. This has resulted in a currency translation loss of \$16.1M being recorded in other comprehensive income. Revenues for the period fell by 0.9% to \$954.1M as a result of the conversion rate impact, the disposal of our supermarket business and the reduction in revenues from our distribution businesses in St. Lucia.

Our gross margin remained in line with prior year at 37%. Selling, marketing and administrative expenses declined by \$2.7M but as a percentage of revenues remained in line with prior year at 32%. As a result, profit from operations before other gains/(losses) – net increased by 3.0%. If we take out the conversion rate impact, however, this would have increased by 25.7%.

Other gains/(losses) – net increased from a loss of \$2.2M to a gain of \$14.6M. This is attributable to a gain on disposal of property and equipment in St. Lucia, additional rental income from our new headquarters and a gain from disposal of our contracts in M&C Insurance Brokerage.

Overall profit from operations has increased to \$64.7M or by 39.3% mainly as a result of the increase in other gains/(losses) – net.

Finance costs are below prior year by 2.8% which is reflective of our reduction in the cost of borrowing. Our share of income of associated companies declined by 33.0% to \$6.6M as we had a decline in income from our Financial Services associates.

Our overall net income increased by 44.1% to \$48.9M with income attributable to equity holders of \$36.4M, an increase of 71.8%. If we take out the conversion rate impact, income attributable to equity holders would have increased by 82.6%.

Our debt-to-equity ratio remains in line with prior year and our cash and cash equivalents have increased as a result of the improved performance. We have declared a final dividend of 14¢ for the year which is expected to be paid in February 2015. This will bring our total dividend for the year to 20¢, up from 14¢ in the prior year.

Looking to the future, we will continue to strive to drive growth and create value for shareholders by constantly seeking new opportunities to expand.

Charles Herbert
Chairman

December 9, 2014

Anthony H. Ali
Managing Director



REPORT OF THE INDEPENDENT AUDITOR ON THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS To the Shareholders of Goddard Enterprises Limited

The accompanying summary consolidated financial statements, which comprise the summary consolidated balance sheet as of September 30, 2014 and the summary consolidated statements of income, 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 Goddard Enterprises Limited for the year ended September 30, 2014. We expressed an unqualified audit opinion on those consolidated financial statements in our report dated December 17, 2014.

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of Goddard Enterprises Limited.

Management's responsibility for the summary consolidated financial statements
Management is responsible for the preparation of a summary of the audited consolidated financial statements.

Auditor's responsibility

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

Opinion

In our opinion, the summary consolidated financial statements derived from the audited consolidated financial statements of Goddard Enterprises Limited for the year ended September 30, 2014 are consistent, in all material respects with those consolidated financial statements, from which they were derived.

PricewaterhouseCoopers
December 17, 2014
Bridgetown, Barbados