



CONSOLIDATED FINANCIAL HIGHLIGHTS FOR THE THREE MONTHS ENDED DECEMBER 31, 2015

Consolidated Statement of Income Highlights

	% Change	3 months To 31/12/15 Bds \$000's	3 months To 31/12/14 Bds \$000's	Audited Year ended 30/09/15 Bds \$000's
Revenue	-25.3%	198,044	265,030	924,469
Profit from operations				
before the following:	-11.9%	17,107	19,416	55,295
Other gains/(losses) – net	428.0%	2,306	(703)	26,761
Profit from operations	3.7%	19,413	18,713	82,056
Finance costs	-11.2%	(2,817)	(3,174)	(11,857)
Share of income of associated companies	6.8%	16,596	15,539	70,199
Income before taxation	-14.9%	789	927	3,293
Taxation	5.6%	17,385	16,466	73,492
Net income for the period	-8.1%	(2,857)	(3,109)	(11,621)
	8.8%	14,528	13,357	61,871
Attributable to:				
Equity holders of the Company	8.8%	10,720	9,853	48,449
Non-controlling interests	8.7%	3,808	3,504	13,422
	8.8%	14,528	13,357	61,871
Earnings per share – basic	8.9%	18.4¢	16.9¢	83.0¢
Earnings per share – diluted	8.4%	18.0¢	16.6¢	81.1¢

Consolidated Statement of Financial Position Highlights

	31/12/15 Bds \$000's	31/12/14 Bds \$000's	Audited 30/09/15 Bds \$000's
Current assets	360,916	393,956	349,471
Current liabilities	(219,638)	(240,861)	(213,410)
Working capital	141,278	153,095	136,061
Property, plant & equipment, financial investments & other non-current assets	549,612	535,926	547,268
Long term liabilities	(100,463)	(110,126)	(100,482)
Net assets employed	590,427	578,895	582,847
Equity			
Share capital	44,634	43,829	44,634
Other reserves	75,307	90,813	75,581
Retained earnings	377,100	335,922	366,788
	497,041	470,564	487,003
Non-controlling interests	93,386	108,331	95,844
	590,427	578,895	582,847

Consolidated Statement of Comprehensive Income Highlights

	3 months To 31/12/15 Bds \$000's	3 months To 31/12/14 Bds \$000's	Audited Year ended 30/09/15 Bds \$000's
Net income for the period	14,528	13,357	61,871
Other comprehensive income:			
Items net of tax that may be recycled to income in the future:			
Unrealised gains/(losses) on available-for-sale investments	180	(494)	(972)
Gains transferred to income on disposal of financial investments	–	(729)	(1,625)
Impairment/(reversal of impairment) of financial investments	–	171	(213)
Currency translation differences	(845)	(846)	(6,538)
Hyperinflationary adjustments	286	1,188	547
	(379)	(710)	(8,801)
Items net of tax that will not be recycled to income in the future:			
Increase of revaluation surplus	–	–	847
Remeasurement of employee benefits – group	–	–	(6,717)
Remeasurement of employee benefits – associated companies	(408)	–	297
Other comprehensive loss for the period, net of tax	(787)	(710)	(14,374)
Total comprehensive income for the period	13,741	12,647	47,497
Attributable to:			
Equity holders of the Company	10,038	8,843	36,803
Non-controlling interests	3,703	3,804	10,694
	13,741	12,647	47,497

Consolidated Statement of Cash Flows Highlights

	3 months To 31/12/15 Bds \$000's	3 months To 31/12/14 Bds \$000's	Audited Year ended 30/09/15 Bds \$000's
Income before taxation	17,385	16,466	73,492
Adjustments for non-cash items	7,036	9,855	12,840
	24,421	26,321	86,332
Non-cash working capital changes	(6,852)	(27,353)	(37,453)
	17,569	(1,032)	48,879
Net interest, taxation and pension contributions paid	(5,156)	(5,189)	(22,516)
Net cash from/(used in) operating activities	12,413	(6,221)	26,363
Net cash used in investing activities	(4,883)	(3,157)	(228)
Net cash used in financing activities	(8,030)	(236)	(22,777)
Net (decrease)/increase in cash and cash equivalents	(500)	(9,614)	3,358
Cash and cash equivalents – beginning of year	53,840	50,482	50,482
Cash and cash equivalents – end of period	53,340	40,868	53,840

Consolidated Statement of Changes in Equity Highlights

Bds \$000's	Share capital	Other reserves	Retained earnings	Non-controlling interests	Total
Balance at October 1, 2014	43,829	91,823	326,069	103,615	565,336
Net income for the year	–	–	48,449	13,422	61,871
Other comprehensive (loss)/income	–	(16,383)	4,737	(2,728)	(14,374)
Investment in subsidiary company	–	–	–	600	600
Disposal of subsidiary company	–	–	–	(6,982)	(6,982)
Fair value of assets disposed of by non-controlling interests	–	–	–	(8,485)	(8,485)
Increase in advances to non-controlling interests	–	–	–	1,767	1,767
Value of employee services	–	141	–	–	141
Issue/(repurchase) of common shares – net	805	–	(786)	–	19
Dividends declared	–	–	–	(5,365)	(5,365)
Dividends paid	–	–	(11,681)	–	(11,681)
Balance at September 30, 2015 (audited)	44,634	75,581	366,788	95,844	582,847
Net income for the period	–	–	10,720	3,808	14,528
Other comprehensive loss	–	(274)	(408)	(105)	(787)
Investment in subsidiary company	–	–	–	2,255	2,255
Decrease in advances to non-controlling interests	–	–	–	(3,516)	(3,516)
Dividends declared	–	–	–	(4,900)	(4,900)
Balance at December 31, 2015 (unaudited)	44,634	75,307	377,100	93,386	590,427

BOARD REVIEW FOR THE THREE MONTHS ENDED DECEMBER 31, 2015

The Board of Goddard Enterprises Ltd. (GEL) is pleased to report an improved result for the first quarter of its 2016 financial year. Net income for the period increased by 8.8% and earnings per share rose to 18.4 cents, an improvement of 8.9% over the same period in the prior year.

Revenue for the quarter declined by 25.3%, from \$265.0M in the prior period to \$198.0M. This decline was expected, as the results from our subsidiaries in the Food and Consumer Goods Distribution Sector (FCGD), which were transferred into the joint venture company, Caribbean Distribution Partners Ltd (CDP), as at July 1, 2015, are now being accounted for in our share of income of associated companies. If these companies were consolidated in our results, revenue would have increased by 2.2%.

Our gross profit percentage was 43.7%, compared to 37.0% in the prior period; and our selling, marketing and administrative expenses rose to 35.5% of revenue, compared to 30.0% in the prior period. Both of these ratios were impacted by the exclusion of the CDP companies previously owned by GEL from the consolidated numbers. Traditionally, in the FCGD sector, the gross margins are lower than the other sectors. Also, with the high volume of sales that this sector achieves, selling, marketing and administrative expenses as a percentage of revenue are generally lower than the other sectors.

Other gains/(losses) – net increased by 428.0%. In the prior period, we recorded an impairment of our intangible assets in the amount of \$1.7M. No such impairment was necessary in the period under review.

As a result of the above, profit from operations increased by 3.7% to \$19.4M for the quarter.

Our finance costs decreased by 11.2% or \$0.4M, due to a reduction in our borrowing rates as well as the removal of the GEL subsidiaries which were transferred to CDP from the consolidated results.

Our share of income of associated companies was \$0.8M. For the three months under review, we recorded income of \$1.4M from our 50% shareholding in CDP. However, our Insurance associate recorded a loss for the quarter.

Our net income for the period was \$14.5M, which is an increase of 8.8% over the prior period. Net income attributable to equity holders increased by 8.8% to \$10.7M producing an earnings per share of 18.4 cents.

Our balance sheet remains healthy with a working capital ratio of 1.6 and a debt to equity ratio of 35:65.

Looking forward, we will continue our efforts to improve our performance by implementing cost efficient technologies and processes and will also seek investment opportunities that provide the best return on our capital.

A. Charles Herbert
Chairman
February 24, 2016

Anthony H. Ali
Managing Director