



CONSOLIDATED FINANCIAL HIGHLIGHTS FOR THE NINE MONTHS ENDED 30 JUNE 2016

Consolidated Statement of Income Highlights

	% Change	9 months To 30/06/16 Bds \$000's	9 months To 30/06/15 Bds \$000's	Audited Year ended 30/09/15 Bds \$000's
Revenue	-22.6%	576,139	744,582	924,469
Profit from operations				
before the following:	25.1%	51,576	41,228	55,295
Other gains/(losses) – net	-1.0%	6,763	6,829	26,761
Profit from operations	21.4%	58,339	48,057	82,056
Finance costs	-9.4%	(8,260)	(9,118)	(11,857)
Share of income of associated companies	28.6%	50,079	38,939	70,199
Income before taxation	-5.2%	3,144	3,316	3,293
Taxation	26.0%	53,223	42,255	73,492
Net income for the period	18.9%	(9,696)	(8,155)	(11,621)
	27.6%	43,527	34,100	61,871
Attributable to:				
Equity holders of the Company	30.8%	30,152	23,050	48,449
Non-controlling interests	21.0%	13,375	11,050	13,422
	27.6%	43,527	34,100	61,871
Earnings per share – Basic	31.0%	51.6¢	39.4¢	83.0¢
Earnings per share – Diluted	30.8%	51.0¢	39.0¢	81.1¢

Consolidated Statement of Financial Position Highlights

	30/06/16 Bds \$000's	30/06/15 Bds \$000's	Audited 30/09/15 Bds \$000's
Current assets	363,348	389,809	349,471
Current liabilities	(195,924)	(236,247)	(213,410)
Working capital	167,424	153,562	136,061
Property, plant & equipment, financial investments & other non-current assets	539,750	527,854	547,268
Long term liabilities	(102,802)	(106,362)	(100,482)
Net assets employed	604,372	575,054	582,847
Equity			
Share capital	45,656	44,634	44,634
Other reserves	69,503	86,034	75,581
Retained earnings	393,146	342,806	366,788
	508,305	473,474	487,003
Non-controlling interests	96,067	101,580	95,844
	604,372	575,054	582,847

Consolidated Statement of Comprehensive Income Highlights

	9 months To 30/06/16 Bds \$000's	9 months To 30/06/15 Bds \$000's	Audited Year ended 30/09/15 Bds \$000's
Net income for the period	43,527	34,100	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	197	(145)	(972)
Losses/(gains) transferred to income on disposal of financial investments	1	(1,860)	(1,625)
Reversal of impairment of financial investments	–	–	(213)
Currency translation differences	(2,106)	(4,269)	(6,538)
Hyperinflationary adjustments	247	292	547
	(1,661)	(5,982)	(8,801)
Items net of tax that will not be recycled to income in the future:			
Increase of revaluation surplus	–	123	847
Remeasurement of employee benefits – group	20	–	(6,717)
Remeasurement of employee benefits – associated companies	(431)	1,103	297
Other comprehensive loss for the period, net of tax	(2,072)	(4,756)	(14,374)
Total comprehensive income for the period	41,455	29,344	47,497
Attributable to:			
Equity holders of the Company	28,437	19,914	36,803
Non-controlling interests	13,018	9,430	10,694
	41,455	29,344	47,497

Consolidated Statement of Cash Flows Highlights

	9 months To 30/06/16 Bds \$000's	9 months To 30/06/15 Bds \$000's	Audited Year ended 30/09/15 Bds \$000's
Income before taxation	53,223	42,255	73,492
Adjustments for non-cash items	23,016	21,535	12,840
	76,239	63,790	86,332
Non-cash working capital changes	21,055	(13,693)	(37,453)
	97,294	50,097	48,879
Net interest, taxation and pension contributions paid	(16,036)	(16,214)	(22,516)
Net cash from operating activities	81,258	33,883	26,363
Net cash used in investing activities	(3,433)	(14,210)	(228)
Net cash used in financing activities	(26,034)	(17,107)	(22,777)
Net increase in cash and cash equivalents	51,791	2,566	3,358
Cash and cash equivalents – beginning of year	53,840	50,482	50,482
Cash and cash equivalents – end of period	105,631	53,048	53,840

Consolidated Statement of Changes in Equity Highlights

Bds \$000's	Share capital	Other reserves	Retained earnings	Non-controlling interests	Total
Balance as at 1 October 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 30 September 2015 (audited)	44,634	75,581	366,788	95,844	582,847
Net income for period	–	–	30,152	13,375	43,527
Other comprehensive (loss)/income	–	(6,099)	4,384	(357)	(2,072)
Acquisition of subsidiary company	–	–	–	2,255	2,255
Decrease in advances to non-controlling interests	–	–	–	(1,450)	(1,450)
Value of employee services	–	21	–	–	21
Issue of common shares	1,022	–	–	–	1,022
Dividends declared	–	–	–	(13,600)	(13,600)
Dividends paid	–	–	(8,178)	–	(8,178)
Balance at 30 June 2016 (unaudited)	45,656	69,503	393,146	96,067	604,372

BOARD REVIEW FOR THE NINE MONTHS ENDED 30 JUNE 2016

The Board of Goddard Enterprises Ltd. (GEL) is again pleased to report an improved result for the period under review. Net income and earnings per share for the first nine months of the Group's 2016 financial year increased by 27.6% and 31.0% respectively.

Our results for the review period have been impacted by the transfer on 1 July 2015 of six of our operating subsidiaries in the Food and Consumer Goods Distribution sector (FCGD), to our 50% owned joint venture company, Caribbean Distribution Partners Ltd. (CDP). The results of these companies, which were consolidated with the Group's results prior to the transfer, are now accounted for in the Group's share of income of associated companies.

Our revenues for the period declined by 22.6%, mainly due to the exclusion of the aforementioned companies from the Group's results. If these companies were included, the Group's revenues would have increased by 4.2%.

Similarly, both our gross profit margin and our selling, marketing and administrative expenses as a percentage of sales were impacted by the said transfer to CDP. Our gross profit margin stood at 44.5% as compared to 37.0% in the prior period and our selling, marketing and administrative expenses were 35.9% of revenues versus 31.8% in the prior period.

Other gains/(losses) – net declined marginally by 1.0%.

Finance costs for the Group were reduced by \$0.9M or 9.4% due to both a reduction in borrowing costs and the removal of our FCGD companies from our consolidated results.

Our share of income of associated companies fell by 5.2% to \$3.1M. due primarily to a decrease in profits from our Insurance associate. Income from our 50% shareholding in CDP was \$1.0M.

Our overall net income for the period was \$43.5M, an increase of 27.6% on the prior period, and net income attributable to equity holders was \$30.2M, an increase of 30.8% over the prior period.

It should be noted that in the last quarter of the prior year, a one-off non-operational gain on disposal of subsidiaries of \$20.8M was included in our results.

Our balance sheet remains strong with a working capital ratio of 1.85 and a debt to equity ratio of 33:67. Our cash flow position remains healthy which will facilitate investment in capital projects beneficial to our shareholders.

The Board declared an interim dividend of seven cents, up from six cents in the prior year. This dividend will be paid on 31 August 2016 to shareholders on record at the close of business on 29 July 2016.

A. Charles Herbert
Chairman
23 August 2016

Anthony H. Ali
Managing Director