



GODDARD ENTERPRISES LIMITED

CONSOLIDATED FINANCIAL HIGHLIGHTS FOR THE SIX MONTHS ENDED 31 MARCH 2022

UNAUDITED

Consolidated Statement of Income Highlights

	% Change	6 Months ended 31/03/22 Bds \$000's	6 Months ended 31/03/21 Bds \$000's	Audited Year ended 30/09/21 Bds \$000's
Revenue from contracts with customers	31.9%	485,648	368,127	749,595
Profit from operations				
before the following:	369.4%	42,058	8,960	16,251
Other gains/(losses) – net	22.7%	4,176	3,403	9,303
Profit from operations	274.0%	46,234	12,363	25,554
Finance costs	3.0%	(6,108)	(5,929)	(11,859)
	523.7%	40,126	6,434	13,695
Share of income of associated companies	58.2%	13,505	8,535	15,499
Income before taxation	258.3%	53,631	14,969	29,194
Taxation	276.8%	(8,323)	(2,209)	(7,130)
Net income for the period	255.1%	45,308	12,760	22,064
Attributable to:				
Equity holders of the Company	157.7%	33,533	13,011	22,725
Non-controlling interests	4791.2%	11,775	(251)	(661)
	255.1%	45,308	12,760	22,064
Earnings per share – basic and diluted	157.9%	14.7¢	5.7¢	10.0¢

Consolidated Statement of Financial Position Highlights

	As at 31/03/22 Bds \$000's	As at 31/03/21 Bds \$000's	Audited As at 30/09/21 Bds \$000's
Current assets	435,151	366,500	389,351
Current liabilities	(250,662)	(222,197)	(238,276)
Working capital	184,489	144,303	151,075
Property, plant & equipment, financial investments & other non-current assets	719,791	710,244	712,190
Long term liabilities	(187,347)	(183,877)	(186,747)
Net assets employed	716,933	670,670	676,518
Equity			
Share capital	49,460	48,764	49,195
Other reserves	55,469	59,739	56,442
Retained earnings	500,216	463,033	471,238
	605,145	571,536	576,875
Non-controlling interests	111,788	99,134	99,643
	716,933	670,670	676,518

Consolidated Statement of Comprehensive Income Highlights

	6 Months ended 31/03/22 Bds \$000's	6 Months ended 31/03/21 Bds \$000's	Audited Year ended 30/09/21 Bds \$000's
Net income for the period	45,308	12,760	22,064
Other comprehensive (loss)/income:			
Items net of tax that may be recycled to income in the future:			
Currency translation differences	113	(586)	(1,298)
Hyperinflationary adjustments	376	53	434
Items net of tax that will not be recycled to income in the future:			
Unrealised (losses)/gains on investments at fair value through other comprehensive income	(1,092)	2,340	(186)
Increase in revaluation surplus	–	1,663	2,194
Remeasurement of employee benefits	–	–	601
Other comprehensive (loss)/income for the period, net of tax	(603)	3,470	1,745
Total comprehensive income for the period	44,705	16,230	23,809
Attributable to:			
Equity holders of the Company	32,560	16,688	23,758
Non-controlling interests	12,145	(458)	51
	44,705	16,230	23,809

Consolidated Statement of Cash Flows Highlights

	6 Months ended 31/03/22 Bds \$000's	6 Months ended 31/03/21 Bds \$000's	Audited Year ended 30/09/21 Bds \$000's
Income before taxation	53,631	14,969	29,194
Adjustments for non-cash items	10,508	14,813	35,321
	64,139	29,782	64,515
Non-cash working capital changes	(29,940)	(10,689)	(28,179)
	34,199	19,093	36,336
Net interest, taxation and pension contributions paid	(12,593)	(11,437)	(24,139)
Net cash from operating activities	21,606	7,656	12,197
Net cash used in investing activities	(7,490)	(8,676)	(16,114)
Net cash used in financing activities	(6,816)	(1,975)	(12,479)
Net increase/(decrease) in cash and cash equivalents	7,300	(2,995)	(16,396)
Cash and cash equivalents – beginning of year	52,397	68,793	68,793
Cash and cash equivalents – end of period	59,697	65,798	52,397

BOARD REVIEW FOR THE SIX MONTHS ENDED 31 MARCH 2022

The Board of Goddard Enterprises Limited is pleased to present its financial results for the first six months of its financial year 2022. The Group recorded a net income of \$45.3m for the six-month period; which is a remarkable 105.4% increase over the net income earned for the entire financial year 2021 and 255.1% above that earned for the comparative six-month period in the prior year. The recovery of regional economies from a re-emergence in tourism experienced in the first quarter was sustained into the second quarter. A 31.9% growth in our top-line as Revenues of \$485.6m were recorded; resulted in a net income attributable to equity holders of \$33.5m compared to \$13.0m in the comparative period. This exceptional performance translated into an Earnings Per Share of 14.7 cents compared to 5.7 cents for the same period last year and 10.0 cents for the entire prior financial year.

The effects of inflation on our input costs were negated by a change in the sales mix as the recovery in our Airline Catering businesses with their inherently higher gross margins; accounted for the majority of our increase in Revenues. This resulted in a gross margin of 41.6% compared to 35.6% in the comparative period.

Our Catering and Ground Handling Division has exceeded our expectations during the period as pent-up demand for travel resulted in a significant increase in airlift and passenger loads. The cost reduction measures undertaken during the pandemic have borne fruit and have resulted in improved efficiencies and margins across the division.

Caribbean Distribution Partners Limited, our Food and Consumer Goods Joint Venture, was the main contributor to our net income attributable to equity holders and our Earnings Per Share as the division benefitted from increased spending in our economies.

The Manufacturing Division, the best performing division during the pandemic; continues to perform well. The performance during the review period was on par with the performance in the comparative period in the prior year despite increased fuel, freight and raw materials costs in all of its businesses.

The Auto Division continues to show signs of a slow recovery as some of our regional entities experienced top-line growth; however supply issues experienced with the manufacturers of electric vehicles resulted in disappointing sales locally.

Despite being faced with supply chain disruptions and other challenges, our Building Supplies Division gave a solid performance during the period as sales and net income were above the comparative period in the prior year.

Our Services Division performed credibly with sales and net income both exceeding those of the comparative period.

Our Shipping Division's bottom line performance was disappointing despite an increase in sales as our freight forwarding business in Miami experienced lower volumes and increased costs. Management is currently reviewing the business and it is expected that planned initiatives will see a turnaround in this business in the near future.

The growth in our performance has resulted in a net asset value per share of \$3.14.

The resilience of the Group has been demonstrated by the resounding recovery shown during this financial year after the devastating impact of the pandemic. The Group's diversity, the strength of its brands and the sound leadership of its Management have augured well for the Group and allowed us to weather the recent storm. Though confident of the Group's ability to sustain its strong performance; uncertainty does however persists as the Russia-Ukraine war has resulted in global supply shortages of commodities and subsequently a rise in raw material and energy prices globally. The aggravating effects of such on pre-existing inflationary pressures threaten to continue to erode some of our margins. Management intends to be proactive in its strategies and measures to be taken to mitigate against and to minimize any possible negative effects on our future performance.

Our final dividend of 1 cent for the financial year 2021 will be paid at the end of May.

A. Charles Herbert
Chair
13 May 2022

Anthony H. Ali
Managing Director

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 2020	48,552	56,091	449,993	100,130	654,766
Net income/(loss) for the year	–	–	22,725	(661)	22,064
Other comprehensive income	–	236	797	712	1,745
Fair value of net liabilities disposed of by non-controlling interests	–	–	–	256	256
Value of employee services	–	115	–	–	115
Issue of common shares	643	–	–	–	643
Dividends declared	–	–	–	(794)	(794)
Dividends paid	–	–	(2,277)	–	(2,277)
Balance as at 30 September 2021 (audited)	49,195	56,442	471,238	99,643	676,518
Net income for the period	–	–	33,533	11,775	45,308
Other comprehensive (loss)/income	–	(973)	–	370	(603)
Issue of common shares	265	–	–	–	265
Dividends paid	–	–	(4,555)	–	(4,555)
Balance as at 31 March 2022 (unaudited)	49,460	55,469	500,216	111,788	716,933