



GODDARD ENTERPRISES LIMITED

CONSOLIDATED FINANCIAL HIGHLIGHTS FOR THE NINE MONTHS ENDED 30 JUNE 2021

UNAUDITED

Consolidated Statement of Income Highlights

	% Change	9 Months ended 30/06/21 Bds \$000's	9 Months ended 30/06/20 Bds \$000's	Audited Year ended 30/09/20 Bds \$000's
Revenue from contracts with customers	-14.1%	545,945	635,708	826,120
Profit from operations				
before the following:				
Other gains/(losses) – net	-44.9%	10,254	18,611	4,465
	-18.9%	5,880	7,250	8,664
Profit from operations	-37.6%	16,134	25,861	13,129
Finance costs	-5.6%	(8,903)	(9,436)	(13,015)
	-56.0%	7,231	16,425	114
Share of income of associated companies	96.3%	11,902	6,064	11,139
Income before taxation	-14.9%	19,133	22,489	11,253
Taxation	-25.3%	(5,304)	(7,103)	(7,120)
Net income for the period	-10.1%	13,829	15,386	4,133
Attributable to:				
Equity holders of the Company	43.1%	15,389	10,756	7,073
Non-controlling interests	-133.7%	(1,560)	4,630	(2,940)
	-10.1%	13,829	15,386	4,133
Earnings per share – basic and diluted	44.7%	6.8¢	4.7¢	3.1¢

Consolidated Statement of Financial Position Highlights

	As at 30/06/21 Bds \$000's	As at 30/06/20 Bds \$000's	Audited As at 30/09/20 Bds \$000's
Current assets	379,100	366,838	365,442
Current liabilities	(229,264)	(235,430)	(230,406)
Working capital	149,836	131,408	135,036
Property, plant & equipment, financial investments & other non-current assets	709,012	711,296	705,628
Long term liabilities	(187,004)	(161,718)	(185,898)
Net assets employed	671,844	680,986	654,766
Equity			
Share capital	49,195	48,552	48,552
Other reserves	59,453	72,908	56,091
Retained earnings	465,414	452,377	449,993
	574,062	573,837	554,636
Non-controlling interests	97,782	107,149	100,130
	671,844	680,986	654,766

Consolidated Statement of Comprehensive Income Highlights

	9 Months ended 30/06/21 Bds \$000's	9 Months ended 30/06/20 Bds \$000's	Audited Year ended 30/09/20 Bds \$000's
Net income for the period	13,829	15,386	4,133
Other comprehensive income/(loss):			
Items net of tax that may be recycled to income in the future:			
Currency translation differences	(721)	(5,565)	(5,895)
Hyperinflationary adjustments	(89)	(377)	(743)
Items net of tax that will not be recycled to income in the future:			
Unrealised gains/(losses) on investments at fair value through other comprehensive income	2,453	(2,926)	(19,143)
Increase/(decrease) in revaluation surplus	1,501	3	(162)
Remeasurement of employee benefits	–	9	1,635
Other comprehensive income/(loss) for the period, net of tax	3,144	(8,856)	(24,308)
Total comprehensive income/(loss) for the period	16,973	6,530	(20,175)
Attributable to:			
Equity holders of the Company	18,783	3,638	(15,606)
Non-controlling interests	(1,810)	2,892	(4,569)
	16,973	6,530	(20,175)

Consolidated Statement of Cash Flows Highlights

	9 Months ended 30/06/21 Bds \$000's	9 Months ended 30/06/20 Bds \$000's	Audited Year ended 30/09/20 Bds \$000's
Income before taxation	19,133	22,489	11,253
Adjustments for non-cash items	22,988	23,940	36,680
	42,121	46,429	47,933
Non-cash working capital changes	(14,432)	2,701	14,408
	27,689	49,130	62,341
Net interest, taxation and pension contributions paid	(16,423)	(17,682)	(25,574)
Net cash from operating activities	11,266	31,448	36,767
Net cash used in investing activities	(11,254)	(17,874)	(19,852)
Net cash used in financing activities	(5,635)	(9,921)	(11,372)
Net (decrease)/increase in cash and cash equivalents	(5,623)	3,653	5,543
Cash and cash equivalents – beginning of year	68,793	63,250	63,250
Cash and cash equivalents – end of period	63,170	66,903	68,793

BOARD REVIEW FOR THE NINE MONTHS ENDED 30 JUNE 2021

Goddard Enterprises Limited is reporting a net income attributable to its equity holders of \$15.4m and an earnings per share of 6.8 cents for its nine-month period ending June 30th, 2021. The period under review was predominantly marked with global travel restrictions, lockdowns, extended curfews and high unemployment levels as the world fought a second wave of Covid-19. Most of the territories where we operate experienced double-digit contractions in their economies.

We are seeing signs of a slow and steady recovery as during the last quarter of the period under review, the group recorded a net profit of \$1.1m in comparison to a net loss of \$15.3m in the corresponding period in the prior year. The initial effects of the pandemic were experienced by the Group during that time.

During the review period, Gross profit was also negatively impacted by rising raw material, fuel and freight costs. Despite the challenges however, the Group was able to demonstrate resilience with its balanced and diversified portfolio.

Our Catering and Ground Handling division, the division which was impacted the most by the pandemic, continues to execute its diversification strategy. The restructuring and cost reduction measures taken at the initial stages of the pandemic along with a steady increase in passenger loads resulted in a positive operating result at the end of the third quarter. Though being the first positive operating result for the division since the start of the pandemic, we expect this trend to continue as global travel restrictions are lifted and predictions for increase in worldwide travel are realized.

The regional automotive industry reported a decline in vehicle sales in excess of 50% due to the pandemic. As a result, our Automotive division incurred a loss during the period. We saw a small recovery at the end of the third quarter which we are hopeful will continue into the next quarter.

Our Manufacturing division recorded an increase in its profitability for the period under review as most of our businesses were deemed to be "essential" and were able to operate during the period. Ecuador Kakao Processing Procuakao S.A., our cocoa manufacturing business, recorded its best performance since acquisition as it experienced top-line growth and improved margins. We expect this trend to continue into the foreseeable future.

Our Building Supplies division also had a better year on year performance as our Eastern Caribbean operations continue to perform well.

Our Services division continues to perform as expected.

The Shipping division experienced a decline in Revenues which negatively impacted the result during the period under review. We are currently reorganizing and expanding to offer new services.

Our food and consumer retail goods business was insulated from the pandemic as our share of income from our joint venture, Caribbean Distribution Partners Limited increased by 23.1%.

The Group's liquidity remains very good and our net asset value per share was \$2.52 per share at the end of the period.

As the Group celebrates 100 years of operation this year, we are proud of the growth and diversity achieved over the years. We will continue to draw on our strengths whilst seizing the opportunities to go to the next level as the world recovers from the biggest challenge of the century. As our two mostly impacted divisions have begun to see positive signs, we are confident of a full recovery.

After four quarters of not paying a dividend, we have declared an interim dividend of 1 cent which will be paid on August 31st.

A. Charles Herbert
Chair
4 August 2021

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 2019	47,421	80,035	449,559	105,520	682,535
Net income/(loss) for the year	–	–	7,073	(2,940)	4,133
Other comprehensive (loss)/gain	–	(24,057)	1,378	(1,629)	(24,308)
Decrease in advances to non-controlling interests	–	–	–	(160)	(160)
Value of employee services	–	113	–	–	113
Issue of common shares	1,131	–	–	–	1,131
Dividends declared	–	–	–	(661)	(661)
Dividends paid	–	–	(8,017)	–	(8,017)
Balance as at 30 September 2020 (audited)	48,552	56,091	449,993	100,130	654,766
Net income/(loss) for the period	–	–	15,389	(1,560)	13,829
Other comprehensive gain/(loss)	–	3,362	32	(250)	3,144
Fair value of net liabilities disposed of by non-controlling interests	–	–	–	256	256
Issue of common shares	643	–	–	–	643
Dividends declared	–	–	–	(794)	(794)
Balance as at 30 June 2021 (unaudited)	49,195	59,453	465,414	97,782	671,844