



GODDARD ENTERPRISES LIMITED

CONSOLIDATED FINANCIAL HIGHLIGHTS FOR THE SIX MONTHS ENDED 31 MARCH 2023

UNAUDITED

Consolidated Statement of Income Highlights

	% Change	6 Months ended 31/03/23 Bds \$000's	6 Months ended 31/03/22 Bds \$000's	Audited Year ended 30/09/22 Bds \$000's
Continuing operations:				
Revenue from contracts with customers	14.7%	556,899	485,648	968,831
Profit from operations before the following:	6.3%	44,121	41,524	61,697
Other gains/(losses) – net	165.8%	10,857	4,084	5,057
Profit from operations	20.5%	54,978	45,608	66,754
Finance costs	61.6%	(9,858)	(6,101)	(11,687)
Share of income of associated companies	14.2%	45,120	39,507	55,067
	20.3%	16,253	13,505	24,973
Income before taxation from continuing operations	15.8%	61,373	53,012	80,040
Taxation	16.3%	(9,452)	(8,124)	(13,282)
Net income for the year from continuing operations	15.7%	51,921	44,888	66,758
Discontinued operations:				
Income after tax for the year from discontinued operations	-21.2%	331	420	1,446
Net income for the period	15.3%	52,252	45,308	68,204
Attributable to:				
Equity holders of the Company	15.0%	38,553	33,533	50,179
Non-controlling interests	16.3%	13,699	11,775	18,025
	15.3%	52,252	45,308	68,204
Earnings per share – basic and diluted	15.0%	16.9¢	14.7¢	22.0¢

Consolidated Statement of Comprehensive Income Highlights

	6 Months ended 31/03/23 Bds \$000's	6 Months ended 31/03/22 Bds \$000's	Audited Year ended 30/09/22 Bds \$000's
Net income for the period	52,252	45,308	68,204
Other comprehensive income:			
Items net of tax that may be recycled to income in the future:			
Currency translation differences	2,174	113	(1,391)
Hyperinflationary adjustments	237	376	(379)
Cash flow hedge	16,086	–	(4,871)
Items net of tax that will not be recycled to income in the future:			
Unrealised losses on investments at fair value through other comprehensive income	(180)	(1,092)	(3,070)
Increase in revaluation surplus	–	–	36,367
Remeasurement of employee benefits	–	–	(3,990)
Other comprehensive income/(loss) for the period, net of tax	18,317	(603)	22,666
Total comprehensive income for the period	70,569	44,705	90,870
Attributable to:			
Equity holders of the Company	55,885	32,560	70,654
Non-controlling interests	14,684	12,145	20,216
	70,569	44,705	90,870

Consolidated Statement of Financial Position Highlights

	As at 31/03/23 Bds \$000's	As at 31/03/22 Bds \$000's	Audited As at 30/09/22 Bds \$000's
Current assets	525,204	435,151	492,717
Current liabilities	(270,891)	(250,662)	(284,065)
Working capital	254,313	184,489	208,652
Property, plant & equipment, financial investments & other non-current assets	842,718	719,791	746,457
Long term liabilities	(280,769)	(187,347)	(202,213)
Net assets employed	816,262	716,933	752,896
Equity			
Share capital	50,255	49,460	49,906
Other reserves	118,103	55,469	104,017
Retained earnings	519,210	500,216	484,254
	687,568	605,145	638,177
Non-controlling interests	128,694	111,788	114,719
	816,262	716,933	752,896

Consolidated Statement of Cash Flows Highlights

	6 Months ended 31/03/23 Bds \$000's	6 Months ended 31/03/22 Bds \$000's	Audited Year ended 30/09/22 Bds \$000's
Income before taxation from continuing operations	61,373	53,012	80,040
Income before taxation from discontinued operations	471	619	1,993
Income before taxation	61,844	53,631	82,033
Adjustments for non-cash items	9,064	10,508	21,259
	70,908	64,139	103,292
Non-cash working capital changes	(23,062)	(29,940)	(11,861)
	47,846	34,199	91,431
Net interest, taxation and pension contributions paid	(18,427)	(12,593)	(24,981)
Net cash from operating activities	29,419	21,606	66,450
Net cash used in investing activities	(71,743)	(7,490)	(17,837)
Net cash from/(used in) financing activities	25,423	(6,816)	2,752
Net (decrease)/increase in cash and cash equivalents	(16,901)	7,300	51,365
Cash and cash equivalents – beginning of year	103,762	52,397	52,397
Cash and cash equivalents – end of period	86,861	59,697	103,762

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 2021	49,195	56,442	471,238	99,643	676,518
Net income for the year	–	–	50,179	18,025	68,204
Other comprehensive income/(loss)	–	47,382	(26,907)	2,191	22,666
Decrease in advances to non-controlling interests	–	–	–	(4,185)	(4,185)
Value of employee services	–	193	–	–	193
Issue of common shares	711	–	–	–	711
Dividends declared	–	–	–	(955)	(955)
Dividends paid	–	–	(10,256)	–	(10,256)
Balance as at 30 September 2022 (audited)	49,906	104,017	484,254	114,719	752,896
Net income for the period	–	–	38,553	13,699	52,252
Other comprehensive income	–	14,086	3,246	985	18,317
Issue of common shares	349	–	–	–	349
Dividends declared	–	–	–	(709)	(709)
Dividends paid	–	–	(6,843)	–	(6,843)
Balance as at 31 March 2023 (unaudited)	50,255	118,103	519,210	128,694	816,262

BOARD REVIEW FOR THE SIX MONTHS ENDED 31 MARCH 2023

At the half-way mark of its current 2023 financial year, Goddard Enterprises Limited is reporting a 15% increase in its earnings per share above that of the comparative period in the prior year. Our two largest divisions, Catering and Ground Handling and Caribbean Distribution Partners Limited continue to perform well as our overall group performance in quarter 2 (Q2) exceeded that of quarter 1 (Q1).

As Airline Catering sales drew closer to pre-pandemic levels, our Catering and Ground Handling Division grew its topline by 36.6% over the same period in the prior year. The recent acquisition of IMC Panama during Q1 also boosted sales for the division.

Caribbean Distribution Partners Limited continues to be one of the major contributors to the group's bottom line with an 11.7% increase in both Revenues and Net Income for the review period. The recent acquisition of Chinook Trading Canada Limited is expected to benefit the wider group with access to new customers across the Caribbean region and new North American based suppliers.

After a below par performance in the first quarter, the Manufacturing Division regained some ground in the second quarter. This division, which holds most of our Barbados based entities, was negatively impacted in Q1 by machinery breakdowns and inflationary pressures on input costs, not passed on to the customer.

Despite revenues being negatively impacted by the flash floods in St. Lucia in Q1, the Building Supplies Division was able during the six-month period, to improve on the good result achieved in the prior year.

The introduction of new revenue generating initiatives within the Shipping Division has started to bear fruit as the division delivered an improved result on a 12% topline increase.

The Auto Division, plagued with electric and hybrid vehicles supply challenges mainly in Barbados during Q1, produced a disappointing result for the current period. During Q2 however, we were able to improve the supply lines of our Hyundai and Nissan models. It is expected that the availability of stock will steadily improve and hence improve the results of the division.

The Services Division performed creditably during the year.

The Group is at an exciting phase of the execution of its strategy of creating autonomous divisions whilst maximizing shareholders' wealth. For the remainder of 2023, inflation is expected to ease but risks to the global economic outlook remain. We will continue to keep a watchful eye on our margins and expenses as we are hopeful of another good year's result.

The final dividend of 1.5 cents will be paid on May 31.

A. Charles Herbert
Chair
18 May 2023

Anthony H. Ali
Managing Director