



**ANGOSTURA HOLDINGS LIMITED**  
**UNAUDITED SUMMARY CONSOLIDATED FINANCIAL**  
**STATEMENTS**

**For the six months ended June 30, 2012**  
**(Expressed in Trinidad and Tobago dollars)**

Our Group has produced solid results for the six months ended June 30, 2012. Despite a reduction in our top line versus the same period last year, the gross profit for the period has exceeded 2011 levels by \$6.6MM or 3.8%. Our profit after tax of \$90.9MM reflects a \$63.7MM improvement versus the same period of the prior year and our EPS for the period is \$0.44. We note however, that included within reported profits are foreign exchange gains of \$16.8MM.

We continued restructuring of the business to improve profitability during the second quarter particularly in the areas of non-profitable commodity bulk rum sales and rationalisation of non-performing marketing campaigns. In addition, we continue to benefit from significant interest savings arising from the debt reduction and refinancing efforts undertaken in 2012.

We have continued to manage our foreign exchange exposure and I am pleased to note that during the second quarter we successfully negotiated the settlement of one of our Euro facilities at a favourable rate, allowing us to realise foreign exchange gains of \$9.1MM. Unrealised gains of \$6.3MM were recorded in relation to the other Euro facility which we continue to service. We will continue to monitor our remaining exposure to seek opportunities to mitigate this risk.

I also note that during the second quarter we concluded the sale of our last remaining active foreign-based subsidiary (Suriname Alcoholic Beverages, based in Suriname). This entity no longer fits our strategic direction and has therefore been removed from the Group.

I look forward to the continued positive performance of the Group and anticipate an exciting second half of 2012.

**Gerald Yetming**  
Chairman  
(August 2<sup>nd</sup> 2012)

**Summarised Consolidated Statement of Financial Position**

	Unaudited 30-Jun-2012 \$000	Unaudited 30-Jun-2011 \$000	Audited 31-Dec-2011 \$000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	256,117	284,135	289,064
Investment in associate	237,196	215,515	221,960
Available for sale financial assets	50,654	53,225	54,136
Other	46,743	92,395	50,451
	590,710	645,270	615,611
<b>Current assets</b>	422,606	416,776	527,341
<b>Total assets</b>	1,013,316	1,062,046	1,142,952
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' equity</b>	279,578	105,225	234,326
<b>Non-current liabilities</b>			
Borrowings	301,764	381,161	437,318
Other	35,663	39,182	40,296
	337,427	420,343	477,614
<b>Current liabilities</b>	396,311	536,478	431,012
<b>Total liabilities</b>	733,738	956,821	908,626
<b>Total equity and liabilities</b>	1,013,316	1,062,046	1,142,952

**Summarised Consolidated Statement of Comprehensive Income**

	Note	Unaudited Three months ended		Unaudited Six months ended	
		30-Jun-2012 \$'000	30-Jun-2011 \$'000	30-Jun-2012 \$'000	30-Jun-2011 \$'000
Gross sales		194,884	210,052	373,960	394,563
Excise taxes		(38,640)	(42,287)	(74,598)	(76,258)
<b>Net sales</b>		156,244	167,765	299,362	318,305
Cost of goods sold		(58,563)	(80,533)	(121,145)	(146,674)
<b>Gross profit</b>		97,681	87,232	178,217	171,631
Other income		1,422	623	1,574	740
Selling and marketing costs		(23,224)	(31,064)	(52,026)	(58,759)
Administrative expenses		(14,707)	(14,510)	(31,432)	(31,285)
Finance costs		(7,083)	(15,160)	(18,270)	(29,285)
Finance income		70	24	80	27
Foreign exchange gains (losses)	N7	25,532	(7,415)	16,782	(25,890)
Share of profit from Associate, net of tax		3,515	6,313	15,236	10,743
<b>Group profit before tax</b>		83,206	26,043	110,161	37,922
Taxation		(12,250)	(9,397)	(19,210)	(10,673)
<b>PROFIT FOR THE PERIOD</b>		70,956	16,646	90,951	27,249
<b>Other comprehensive income</b>					
Investment revaluation gains (losses) on available-for-sale financial assets		1,639	-	(2,732)	3,500
Other		-	7	-	7
<b>Other comprehensive income for the period</b>		1,639	7	(2,732)	3,507
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>		72,595	16,653	88,219	30,756
<b>Profit for the period attributable to:</b>					
Owners of the Company		70,956	16,283	90,547	26,363
Non-controlling interests		-	363	404	886
		70,956	16,646	90,951	27,249
<b>Total comprehensive income attributable to:</b>					
Owners of the Company		72,595	16,290	87,815	29,870
Non-controlling interests		-	363	404	886
		72,595	16,653	88,219	30,756
Dividend per share		0c	0c	12c	0c
Earnings per share - Basic & Diluted		\$0.34	\$0.08	\$0.44	\$0.13

**Summarised Consolidated Statement of Cash flows**

	Unaudited Six months ended	
	30-Jun-2012 \$'000	30-Jun-2011 \$'000
<b>Cash flows from operating activities</b>		
Group profit before tax	110,161	37,922
Adjustment for items not affecting working capital	3,156	43,290
<b>Operating profit before working capital changes</b>	113,317	81,212
Net working capital changes	(33,368)	(59,252)
<b>Cash flows from operating activities</b>	79,949	21,960
Other operating cash flows	(51,973)	(33,954)
<b>Net cash flows from (used in) operating activities</b>	27,976	(11,994)
<b>Cash flows from (used in) investing Activities</b>	(10,733)	(6,003)
<b>Cash flows used in financing Activities</b>	(125,647)	(56,847)
<b>Net decrease in cash and bank Balances</b>	(108,404)	(74,844)
Net cash and bank balances at January 1	170,387	113,770
Net cash and bank balances at June 30	61,983	38,927



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**Summarised Consolidated Statement of Changes in Equity**

	Note	Unaudited 30-Jun-2012 \$'000					Unaudited 30-Jun-2011 \$'000				
		Share Capital	Other reserves	Retained Earnings	Non-controlling Interest	Total Equity	Share Capital	Other reserves	Accumulated Deficit	Non-controlling Interest	Total Equity
<b>Balance at January 1</b>		<b>118,558</b>	<b>108,834</b>	<b>(5,382)</b>	<b>12,316</b>	<b>234,326</b>	118,558	103,827	(157,811)	9,895	74,469
Revaluation of investments	N8	-	(2,732)	-	-	(2,732)	-	3,500	-	-	3,500
Other reserve movements		-	(16,690)	10,441	(12,720)	(18,969)	-	(204)	211	-	7
Currency translation differences		-	-	755	-	755	-	-	-	-	-
<b>Net income (expenses) recognized in equity</b>		-	<b>(19,422)</b>	<b>11,196</b>	<b>(12,720)</b>	<b>(20,946)</b>	-	<b>3,296</b>	<b>211</b>	<b>-</b>	<b>3,507</b>
Profit for the period		-	-	90,547	404	90,951	-	-	26,363	886	27,249
Dividends		-	-	(24,753)	-	(24,753)	-	-	-	-	-
<b>Balance at June 30</b>		<b>118,558</b>	<b>89,412</b>	<b>71,608</b>	<b>-</b>	<b>279,578</b>	118,558	107,123	(131,237)	10,781	105,225

**Notes to the Summarised Consolidated Financial Statements**

**N1. General information**

Angostura Holdings Limited (the Company) is a limited liability company incorporated and domiciled in the Republic of Trinidad and Tobago. The address of its registered office is corner Eastern Main Road and Trinity Avenue, Laventille, Trinidad and Tobago. The Company has its primary listing on the Trinidad and Tobago Stock Exchange. It is a holding company whose subsidiaries are engaged in the manufacture and sale of rum, ANGOSTURA<sup>®</sup> aromatic bitters and other spirits, the bottling of beverage alcohol and other beverages on a contract basis. The Company's ultimate parent entity is C L Financial Limited, a company incorporated in the Republic of Trinidad and Tobago. These summary consolidated financial statements relate to AHL and its Subsidiaries (together referred to as 'the Group').

**N2. Statement of Compliance**

The summary consolidated financial statements of Angostura Holdings Limited ("AHL") have been prepared in accordance with International Financial Reporting Standards ("IFRS") with specific reference to IAS 34—Interim Financial Reporting.

**N3. Basis of measurement**

The summary consolidated financial statements have been prepared on the historical cost basis except for the following:

- financial instruments at fair value through profit or loss are measured at fair value;
- available-for-sale financial assets are measured at fair value;
- investments in associates are measured using the equity method;
- the defined benefit asset is recognised as the net total of the plan assets, plus unrecognised past service cost and unrecognised actuarial losses, less unrecognised actuarial gains and the present value of the defined benefit obligation.

**N4. Use of estimates and judgments**

The preparation of the summary consolidated financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

**N5. Summary of significant accounting policies**

The principal accounting policies applied in the preparation of these summary consolidated financial statements are consistent with those disclosed in the consolidated financial statements as at and for the year ended December 31, 2011 and have been consistently applied to all periods presented, unless otherwise stated.

**N6. Financial risk management**

The Group's financial risk management objective and policies are consistent with those disclosed in the consolidated financial statements as at and for the year ended December 31, 2011.

**N7. Foreign exchange movements**

Foreign exchange gains of \$16.8M for the six months ended June 30, 2012 were recorded primarily as a result of the settlement and revaluation of Euro debt. Specifically, a loan of €13.6M was settled at a rate of TT\$7.88:€1 leading to the realization of gains of TT\$9.1M while unrealized gains of TT\$6.3M were recorded on the revaluation of a loan of €26.1M from an exchange rate of TT\$8.55:€1 at December 31, 2011 to TT\$8.31:€1 at June 30, 2012. For the three months ended June 30, 2012 foreign exchange gains of \$25.5M comprised primarily unrealized gains of \$12.3M on Euro debt of €26.1M and realized gains of \$9.1M on settlement of €13.6M. Euro debt totaled €39.7M at December 31, 2011 and €26.1M at June 30, 2012.

**N8. Movement in reserves**

The movement in reserves of \$18.9M arose from the de-consolidation of the Group's Suriname based subsidiary. The Group disposed of its 75% interest in the subsidiary in April 2012.

**N9. Segment analysis**

	Unaudited Six months ended					
	30-Jun-2012 \$'000			30-Jun-2011 \$'000		
	Alcohol	Non-Alcohol	Total	Alcohol	Non-Alcohol	Total
Net sales	256,313	43,049	299,362	282,762	35,543	318,305
Segment profit	78,826	15,933	94,759	69,353	12,234	81,587
Finance costs			(18,270)			(29,285)
Finance income			80			27
Foreign exchange gains (losses)			16,782			(25,890)
Other income			1,574			740
Share of results of Associate, net of tax			15,236			10,743
Net profit before tax			110,161			37,922
Taxation			(19,210)			(10,673)
Net profit after tax			90,951			27,249

The assets and liabilities of the Group are not allocated by segment.