



ansa mcal
GROUP OF COMPANIES

UNAUDITED RESULTS FOR THE SIX MONTHS ENDED 30 JUNE, 2019

CHAIRMAN'S STATEMENT - Q2 2019

I am pleased to announce that during six-month period ended 30 June 2019, the Group was able to execute a number of initiatives including:

I. Embarking on a program of restructuring. Included in these results are approximately \$25 million in non-recurring costs which have impacted Profit Before Tax in the near term but which will generate a higher level of profitability going forward.

II. The commissioning of a world-class furnace at Carib Glass at a cost of \$150 million which was a significant milestone. This investment uses new technology which allows the production of the highest quality light weight glass bottles at reduced costs and will significantly boost our export capability.

III. The successful completion of two strategic acquisitions – a joint venture in Tilawind, a Costa Rican based wind farm and Trinidad Aggregate Products, a clay block manufacturer, at a combined investment of approximately \$100 million. The Tilawind joint venture is the Group's first entry into the alternative energy business with scope for future expansion. The full effect of these investments, including acquisition and restructuring costs, has been included in these results.

Excluding the effects of restructuring, the Group would have reported Profit After Taxation (PAT) in line with prior year. With the restructuring and acquisition costs included, PAT was \$303 million, down 6% from prior year (\$323 million – 2018) whilst revenues were \$3.1 billion, up 1% over prior year. Your Directors have approved an interim dividend of \$0.30 per share (\$0.30 – 2018) which will be paid on November 6, 2019. In accordance with section 110(1)(a)(i) of the Companies Act 1995 and have fixed October 25, 2019 as the Record Date for payment of this interim dividend. The Register of Members will be closed on both October 29 and 30, 2019.

A. Norman Sabga
EXECUTIVE CHAIRMAN
By Order of the Board

SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	\$'000 UNAUDITED AS AT 30-JUN-19	\$'000 UNAUDITED AS AT 30-JUN-18	\$'000 AUDITED AS AT 31-DEC-18
ASSETS			
Fixed Assets and Investment Properties	2,553,568	2,290,691	2,385,754
Investment in associates and joint venture interests	210,668	172,532	155,209
Other Long Term Assets	6,198,082	6,695,582	6,270,107
Current Assets	6,136,311	5,301,360	6,474,563
Total Assets	15,098,629	14,460,165	15,285,633
EQUITY AND LIABILITIES			
Stated Capital	175,335	175,316	175,335
Reserves	7,090,658	6,823,931	7,131,082
	7,265,993	6,999,247	7,306,417
Non-controlling Interests	839,759	806,312	822,629
Total Equity	8,105,752	7,805,559	8,129,046
Non-current Liabilities	3,276,661	3,222,824	3,010,586
Current Liabilities	3,716,216	3,431,782	4,146,001
Total Liabilities	6,992,877	6,654,606	7,156,587
Total Equity and Liabilities	15,098,629	14,460,165	15,285,633

A. Norman Sabga
CHAIRMAN
By Order of the Board

David B. Sabga
DEPUTY CHAIRMAN
By Order of the Board

SEGMENT INFORMATION

	Manufacturing, packaging & brewing			Automotive, trading & distribution			Insurance & financial services			Media, services, retail & parent company			Total		
	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2019	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2018	\$'000 AUDITED YEAR ENDED 31-DEC 2018	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2019	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2018	\$'000 AUDITED YEAR ENDED 31-DEC 2018	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2019	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2018	\$'000 AUDITED YEAR ENDED 31-DEC 2018	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2019	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2018	\$'000 AUDITED YEAR ENDED 31-DEC 2018	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2019	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN 2018	\$'000 AUDITED YEAR ENDED 31-DEC 2018
Revenue															
Total gross revenue	1,363,499	1,322,799	2,880,512	1,249,373	1,269,117	2,590,512	546,369	463,480	882,664	526,980	500,146	1,104,387	3,686,221	3,555,542	7,458,213
Inter-segment	(128,009)	(125,012)	(270,698)	(64,230)	(25,158)	(75,336)	(32,044)	(33,625)	(36,691)	(363,975)	(314,713)	(690,259)	(588,258)	(498,508)	(1,072,984)
Third party revenue	1,235,490	1,197,787	2,609,814	1,185,143	1,243,959	2,515,314	514,325	429,855	845,973	163,005	185,433	414,128	3,097,963	3,057,034	6,385,229
Results															
Finance costs	5,154	6,483	10,473	1,395	1,286	6,951	14,778	17,380	47,359	452	363	855	21,779	25,512	65,638
Depreciation	117,495	126,767	226,104	17,192	14,840	31,149	18,914	18,528	40,069	16,423	15,568	32,607	170,024	175,703	329,929
Impairments	-	-	-	-	-	-	-	-	32,208	-	-	-	-	-	42,394
Reportable segment profit before tax	152,862	193,636	498,188	52,903	75,570	177,943	158,348	140,347	264,521	27,010	44,809	76,746	391,123	454,362	1,017,398
Income tax expense	31,530	59,258	167,842	18,868	25,059	62,300	38,099	40,328	54,698	(734)	6,765	10,434	87,763	131,410	295,274
Share of results of associate and joint venture interests	-	-	-	-	-	-	-	-	-	15,538	14,878	26,768	15,538	14,878	26,768
Total Assets include															
Reportable Segment assets	3,426,892	3,134,031	3,252,129	1,534,683	1,440,123	1,664,568	6,993,673	6,481,078	6,890,526	3,143,381	3,404,933	3,478,410	15,098,629	14,460,165	15,285,633
Investment in associates and joint venture interests	-	-	-	-	-	-	-	-	-	210,668	172,532	155,209	210,668	172,532	155,209
Capital expenditure	254,062	85,840	213,055	34,001	20,021	58,578	28,322	34,833	76,136	26,986	11,706	91,234	343,371	152,400	439,003
Liabilities															
Reportable Segment liabilities	960,761	977,463	918,389	504,561	467,575	618,806	5,271,551	4,941,595	5,255,644	256,004	267,973	363,745	6,992,877	6,654,606	7,156,587

NOTES:
All monetary amounts are stated in thousands of Trinidad and Tobago dollars. These interim condensed consolidated financial statements are prepared in accordance with International Financial Reporting Standards and in accordance with the accounting policies described in "Note 2" of the consolidated financial statements for the year ended 31st December 2018. The Group acquired 94.17% of the equity shares in Trinidad Aggregate Products for \$53million and took operating control on the 25th March, 2019. The Group has provisionally accounted for the acquisition and will finalize the accounting during the measurement period as permitted by the International Financial Reporting Standards. The Group entered a Joint Venture arrangement with MPC Capital, an affiliate of MPC Ferrerstaal, in Tilawind S. A., a 21MW wind farm in Costa Rica on 26th April, 2019. The 50% interest in Tilawind S.A. was at a cost of \$44million.

SUMMARY CONSOLIDATED INCOME STATEMENT

	\$'000 UNAUDITED THREE MONTHS ENDED 30-JUN-19	\$'000 UNAUDITED THREE MONTHS ENDED 30-JUN-18	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN-19	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN-18	\$'000 AUDITED YEAR ENDED 31-DEC-18
Revenue	1,604,671	1,552,575	3,097,963	3,057,034	6,385,229
Operating profit	190,979	245,794	397,364	464,996	1,056,268
Finance costs	(10,361)	(14,101)	(21,779)	(25,512)	(65,638)
Share of results of associates and joint venture interests	7,568	6,834	15,538	14,878	26,768
Profit before taxation	188,186	238,527	391,123	454,362	1,017,398
Taxation	(42,195)	(72,459)	(87,763)	(131,410)	(295,274)
Profit for the period/year	145,991	166,068	303,360	322,952	722,124
Attributable to:					
Equity holders of the parent	110,247	139,757	245,864	278,230	609,391
Non-controlling Interests	35,744	26,311	57,496	44,722	112,733
	145,991	166,068	303,360	322,952	722,124
Basic earnings per share	\$0.64	\$0.81	\$1.43	\$1.61	\$3.54
Diluted earnings per share	\$0.64	\$0.81	\$1.43	\$1.61	\$3.54

SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	\$'000 UNAUDITED THREE MONTHS ENDED 30-JUN-19	\$'000 UNAUDITED THREE MONTHS ENDED 30-JUN-18	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN-19	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN-18	\$'000 AUDITED YEAR ENDED 31-DEC-18
Profit for the period/year	145,991	166,068	303,360	322,952	722,124
Other comprehensive income:					
Re-measurement losses on defined benefit plans (net)	-	-	-	-	(23,769)
Currency translation differences	(6,266)	(2,534)	4,004	3,657	(7,857)
Other comprehensive income/(expense)	(6,266)	(2,534)	4,004	3,657	(31,626)
Total comprehensive income for the period/year	139,725	163,534	307,364	326,609	690,498
Total comprehensive income attributable to:					
Equity holders of the parent	103,981	140,124	248,065	283,906	580,520
Non-controlling Interests	35,744	23,410	59,299	42,703	109,978
	139,725	163,534	307,364	326,609	690,498

SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	\$'000 STATED CAPITAL	\$'000 RESERVES	\$'000 NON-CONTROLLING INTERESTS	\$'000 TOTAL
Balance as at 1 January, 2019	175,335	7,131,082	822,629	8,129,046
Total comprehensive income for the period	-	248,065	59,299	307,364
Transfers and other movements	-	(25,835)	-	(25,835)
Net movement in unallocated shares	-	3,195	-	3,195
Dividends to equity holders	-	(265,849)	-	(265,849)
Dividends of subsidiaries	-	-	(42,169)	(42,169)
Balance as at 30 June, 2019 (Unaudited)	175,335	7,090,658	839,759	8,105,752
Balance as at 1 January, 2018 (Adjusted)	175,316	6,751,832	788,406	7,715,554
Total comprehensive income for the period	-	283,906	47,203	326,609
Transfers and other movements	-	(1,142)	-	(1,142)
Net movement in unallocated shares	-	(2,291)	-	(2,291)
Dividends to equity holders	-	(208,374)	-	(208,374)
Dividends of subsidiaries	-	-	(24,797)	(24,797)
Balance as at 30 June, 2018 (Unaudited)	175,316	6,823,931	806,312	7,805,559
Balance as at 1 January, 2018 (Adjusted)	175,316	6,815,634	801,399	7,792,349
Total comprehensive income for the year	-	580,520	109,978	690,498
Transfers and other movements	-	(2,300)	-	(2,300)
Net movement in unallocated shares	-	(8,719)	-	(8,719)
Acquisition of non-controlling interest	-	-	(4,504)	(4,504)
Value of equity settled share based compensation	19	-	-	19
Dividends to equity holders	-	(258,653)	-	(258,653)
Dividends of subsidiaries	-	-	(84,243)	(84,243)
Balance as at 31 December, 2018 (Audited)	175,335	7,131,082	822,629	8,129,046

SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN-19	\$'000 UNAUDITED SIX MONTHS ENDED 30-JUN-18	\$'000 AUDITED YEAR ENDED 31-DEC-18
Profit before taxation	391,123	454,362	1,017,398
Adjustment for items not affecting working capital	52,327	116,806	197,425
Operating profit before working capital changes	443,450	571,168	1,214,823
Operating profit before working capital changes	99,341	(209,000)	185,368
Cash flows from operating activities	542,791	362,168	1,400,191
Other cash applications	(106,159)	(129,375)	(233,803)
Net cash flows from operating activities	436,632	232,793	1,166,388
Investing activities	(297,967)	(494,180)	(736,286)
Financing activities	(320,487)	25,471	(489,750)
Net (decrease)/increase in cash and cash equivalents	(181,822)	(235,916)	(59,648)
Translation difference on cash held by foreign subsidiaries	473	(392)	538
Cash and cash equivalents at the beginning of the period/year	1,631,734	1,956,127	1,690,844
Cash and cash equivalents at the end of the period/year	1,450,385	1,719,819	1,631,734