



GODDARD ENTERPRISES LIMITED

CONSOLIDATED FINANCIAL HIGHLIGHTS FOR THE NINE MONTHS ENDED 30 JUNE 2022

UNAUDITED

Consolidated Statement of Income Highlights

| | % Change | 9 Months ended 30/06/22 Bds \$000's | 9 Months ended 30/06/21 Bds \$000's | Audited Year ended 30/09/21 Bds \$000's |
|---|----------|---|---|--|
| Revenue from contracts with customers | 33.3% | 727,529 | 545,945 | 749,595 |
| Profit from operations | | | | |
| before the following: | 457.6% | 57,173 | 10,254 | 16,251 |
| Other gains/(losses) – net | 14.6% | 6,740 | 5,880 | 9,303 |
| Profit from operations | 296.1% | 63,913 | 16,134 | 25,554 |
| Finance costs | 0.1% | (8,911) | (8,903) | (11,859) |
| | 660.6% | 55,002 | 7,231 | 13,695 |
| Share of income of associated companies | 65.1% | 19,655 | 11,902 | 15,499 |
| Income before taxation | 290.2% | 74,657 | 19,133 | 29,194 |
| Taxation | 135.6% | (12,498) | (5,304) | (7,130) |
| Net income for the period | 349.5% | 62,159 | 13,829 | 22,064 |
| Attributable to: | | | | |
| Equity holders of the Company | 198.9% | 46,004 | 15,389 | 22,725 |
| Non-controlling interests | 1135.6% | 16,155 | (1,560) | (661) |
| | 349.5% | 62,159 | 13,829 | 22,064 |
| Earnings per share – basic and diluted | 197.1% | 20.2¢ | 6.8¢ | 10.0¢ |

Consolidated Statement of Financial Position Highlights

| | As at 30/06/22 Bds \$000's | As at 30/06/21 Bds \$000's | Audited As at 30/09/21 Bds \$000's |
|---|----------------------------------|----------------------------------|---|
| Current assets | 443,147 | 379,100 | 389,351 |
| Current liabilities | (271,826) | (229,264) | (238,276) |
| Working capital | 171,321 | 149,836 | 151,075 |
| Property, plant & equipment, financial investments & other non-current assets | 744,507 | 709,012 | 712,190 |
| Long term liabilities | (185,145) | (187,004) | (186,747) |
| Net assets employed | 730,683 | 671,844 | 676,518 |
| Equity | | | |
| Share capital | 49,906 | 49,195 | 49,195 |
| Other reserves | 55,118 | 59,453 | 56,442 |
| Retained earnings | 510,408 | 465,414 | 471,238 |
| | 615,432 | 574,062 | 576,875 |
| Non-controlling interests | 115,251 | 97,782 | 99,643 |
| | 730,683 | 671,844 | 676,518 |

Consolidated Statement of Comprehensive Income Highlights

| | 9 Months ended 30/06/22 Bds \$000's | 9 Months ended 30/06/21 Bds \$000's | Audited Year ended 30/09/21 Bds \$000's |
|---|---|---|--|
| Net income for the period | 62,159 | 13,829 | 22,064 |
| Other comprehensive (loss)/income: | | | |
| Items net of tax that may be recycled to income in the future: | | | |
| Currency translation differences | 147 | (721) | (1,298) |
| Hyperinflationary adjustments | (62) | (89) | 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 | (1,083) | 2,453 | (186) |
| Increase in revaluation surplus | – | 1,501 | 2,194 |
| Remeasurement of employee benefits | – | – | 601 |
| Other comprehensive (loss)/income for the period, net of tax | (998) | 3,144 | 1,745 |
| Total comprehensive income for the period | 61,161 | 16,973 | 23,809 |
| Attributable to: | | | |
| Equity holders of the Company | 44,680 | 18,783 | 23,758 |
| Non-controlling interests | 16,481 | (1,810) | 51 |
| | 61,161 | 16,973 | 23,809 |

Consolidated Statement of Cash Flows Highlights

| | 9 Months ended 30/06/22 Bds \$000's | 9 Months ended 30/06/21 Bds \$000's | Audited Year ended 30/09/21 Bds \$000's |
|---|---|---|--|
| Income before taxation | 74,657 | 19,133 | 29,194 |
| Adjustments for non-cash items | 15,134 | 22,988 | 35,321 |
| | 89,791 | 42,121 | 64,515 |
| Non-cash working capital changes | (23,501) | (14,432) | (28,179) |
| | 66,290 | 27,689 | 36,336 |
| Net interest, taxation and pension contributions paid | (17,669) | (16,423) | (24,139) |
| Net cash from operating activities | 48,621 | 11,266 | 12,197 |
| Net cash used in investing activities | (32,590) | (11,254) | (16,114) |
| Net cash used in financing activities | (17,372) | (5,635) | (12,479) |
| Net decrease in cash and cash equivalents | (1,341) | (5,623) | (16,396) |
| Cash and cash equivalents – beginning of year | 52,397 | 68,793 | 68,793 |
| Cash and cash equivalents – end of period | 51,056 | 63,170 | 52,397 |

BOARD REVIEW FOR THE NINE MONTHS ENDED 30 JUNE 2022

We are pleased to report that Goddard Enterprises Limited (GEL) has achieved an Earnings Per Share of 20.2 cents for the nine-month period ended June 30th, 2022. This represents a 197.1% increase above that for the comparative period in the prior year and a 102% above that for the entire 2021 financial year as GEL returned to the levels of profit from our Catering Division that were expected pre-covid. Top-line growth of 33.3% resulted in Revenues for the period of \$727.5m. Net income recorded for the period was \$62.2m compared with \$13.8m in the prior year's comparative period and \$22.1m for the entire financial year 2021. This is a strong performance given the impact of the pandemic on the Group's performance in the preceding two financial years and the effects of global inflation on the input costs of some of our businesses during the current period.

The Group's improved performance is mainly driven by a turnaround in our Catering and Ground Handling Division which has recovered from a loss in the prior year and has exceeded all projections for the current year as Revenues grew by 104.9% over the comparative period. This growth is attributed to an increase in airlift and passenger loads resulting from a pent-up demand for travel. This change in the Revenue mix with increased sales from the division, allowed us to achieve a gross margin of 41.6% for the overall Group compared with 35.7% in the prior year. Restructuring undertaken during the pandemic also resulted in an improved selling, marketing and administrative expenses to sales ratio during the period under review for the division.

Caribbean Distribution Partners Limited, our food and consumer goods joint venture, continued to be the main contributor to the Group's Earnings Per Share during the nine-month period. Post-pandemic recovery with increased spending in our regional economies resulted in an increase in Revenues above that for the comparative period of 11% for this business.

The Manufacturing Division continues to be a strong performer for the Group despite the performance of its local businesses falling below expectations as these entities grappled with high freight, fuel and other input costs during the period.

The Building Supplies Division was able to overcome supply chain disruptions and margin pressures to produce a solid performance during the period with a 19.9% growth in its top-line.

The Auto Division, though marginally below expectations, has recovered well from a loss in the comparative period to an increase in vehicle sales of 56% across the division during the current period.

The Shipping Division experienced a small loss during the period which was driven mainly by low volumes in its freight-forwarding business in Miami. Management is currently working on a plan to increase throughput.

Our Services Division gave a credible and consistent performance during the nine-month period.

Our net asset value per share at the end of June was \$2.70 compared with \$2.53 at the beginning of the financial year

As the world grapples with the effects of the prolonged Ukraine war, increased inflation and threats of a recession, we remain confident of our ability to sustain a strong performance this year as we enter into our final quarter. We will continue to keep an eye on world events including the recent flight cap introduced by Heathrow due to staff shortages and any possible impact on our business. The Group's diversity and the proactiveness of its leadership will continue to be our key strengths and drivers of our success.

Our first interim dividend for the current financial year of 1.5 cents per share will be paid at the end of August.


A. Charles Herbert
Chair
July 27, 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 | – | – | 46,004 | 16,155 | 62,159 |
| Other comprehensive (loss)/income | – | (1,324) | – | 326 | (998) |
| Issue of common shares | 711 | – | – | – | 711 |
| Dividends paid | – | – | (6,834) | (873) | (7,707) |
| Balance as at 30 June 2022 (unaudited) | 49,906 | 55,118 | 510,408 | 115,251 | 730,683 |