

COMMONWEALTH BREWERY LIMITED

Interim Consolidated Financial Statements (Unaudited)

Three months ended March 31, 2015

COMMONWEALTH BREWERY LIMITED

Management comments on Interim Consolidated Financial Statements (Unaudited)

Three months ended March 31, 2015

Revenue increased by \$1.5 million in the first quarter compared to the same period last year, mainly driven by higher sales volumes.

Operating expenses increased by 7.5%, driven by higher commercial activities, mainly in sponsorships and introductions of new products.

Net income consequently decreased by 4.1% compared to the first quarter of 2014. Earnings per share for the 3 months, ended March 2015, amounted to \$0.11, which is at the same level of the first quarter of 2014

Net cash from operating activities decreased by \$0.15 million. The company increased stocks, impacting negatively its working capital.

March 19th 2015, the Board of Directors declared a final dividend of \$0.36 per share related to 2014. This amount is payable May 21st, 2015 to shareholders of record on May 7th, 2015. Including the earlier payment of an interim dividend of \$0.25 per share, this brings the total dividend related to 2014 to \$ 0.61 per share.

COMMONWEALTH BREWERY LIMITED

Interim Consolidated Statement of Financial Position (Unaudited)

March 31, 2015 with corresponding figures for December 31, 2014
(Expressed in Bahamian dollars)

	March 2015	December 2014
Assets		
Current Assets:		
Cash and cash equivalents	7,404,767	7,125,222
Trade receivables	3,896,667	3,163,708
Prepaid expenses and other assets	3,069,039	1,791,837
Inventories	22,476,492	20,400,172
Total current assets	36,846,965	32,480,939
Non-current Assets:		
Goodwill	4,487,242	4,487,242
Property, plant and equipment - net	36,730,887	37,130,247
Intangible assets	143,284	156,017
Total non-current assets	41,361,413	41,773,506
Total assets	78,208,378	74,254,445
Liabilities and Equity		
Current Liabilities:		
Accounts payable and accrued expenses	23,914,052	12,431,642
Total current liabilities	23,914,052	12,431,642
Equity:		
Share capital	150,000	150,000
Share premium	12,377,952	12,377,952
Contributed surplus	16,351,369	16,351,369
Revaluation surplus	7,096,254	7,096,254
Retained earnings	18,318,751	25,847,228
Total equity	54,294,326	61,822,803
Total liabilities and equity	78,208,378	74,254,445

COMMONWEALTH BREWERY LIMITED

Interim Consolidated Statement of Comprehensive Income (Unaudited)

For the three months ended March, 31, 2015, with corresponding figures for the three months ended March 31, 2014

(Expressed in Bahamian dollars)

	March 2015	March 2014
Revenue	28,573,366	27,045,317
Other income	307,552	199,715
Total income	28,880,918	27,245,032
Operating expenses:		
Raw materials, consumables and services	20,457,970	18,845,993
Personnel costs	4,388,983	4,217,266
Depreciation	749,709	765,247
Amortisation	12,733	5,000
Total operating expenses	25,609,395	23,833,506
Results from operating activities	3,271,523	3,411,526
Finance income	0	233
Net finance income	0	233
Net income and total comprehensive income	3,271,523	3,411,759
Basic and diluted earnings per share	0.11	0.11

(Unaudited)

COMMONWEALTH BREWERY LIMITED

Interim Consolidated Statement of Changes in Equity (Unaudited)

For the three months ended March 31, 2015

(Expressed in Bahamian dollars)

	Share capital	Share premium	Contributed surplus	Revaluation surplus	Retained earnings	Total equity
Balance at December 31, 2014	150,000	12,377,952	16,351,369	7,096,254	25,847,228	61,822,803
Total comprehensive income					3,271,523	3,271,523
Dividends declared					(10,800,000)	(10,800,000)
Balance at March 31, 2014	150,000	12,377,952	16,351,369	7,096,254	18,318,751	54,294,326

(Unaudited)

COMMONWEALTH BREWERY LIMITED

Interim Consolidated Statement of Cash Flows (Unaudited)

For the three months ended March 31, 2015, with corresponding figures for the three months ended March 31, 2014
(Expressed in Bahamian dollars)

	2015	2014
Cash flows from operating activities		
Net income and total comprehensive income	3,271,523	3,411,759
Adjustments for:		
Depreciation	749,709	765,247
Amortisation	12,733	5,000
Interest income	0	(233)
Net cash from operations before changes in working capital	4,033,965	4,181,773
Changes in non-cash working capital	(3,404,070)	3,633,890
Net cash from operating activities	629,895	7,815,663
Cash flows from investing activities		
Additions to property, plant and equipment	(350,349)	(699,492)
Interest received	0	233
Net cash used in investing activities	(350,349)	(699,259)
Net increase in cash and cash equivalents	279,546	7,116,404
Cash and cash equivalents, beginning of year	7,125,222	6,753,447
Cash and cash equivalents, end of period	7,404,768	13,869,851

(Unaudited)

COMMONWEALTH BREWERY LIMITED

Notes to Interim Consolidated Financial Statements (Unaudited)

Three months ended March 31, 2015
(Expressed in Bahamian dollars)

1. Accounting Policies

These interim financial statements are prepared in accordance with International Financial Reporting Standards (“IFRS”) for interim financial information. Accordingly, they do not include all of the information and footnotes required by IFRS for consolidated financial statements. In the opinion of management, these unaudited consolidated financial statements reflect all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation of the Company’s financial position and results of operations as at the end of and for the periods presented. All significant intercompany accounts and transactions have been eliminated from these unaudited consolidated financial statements.

2. Dividends Declared

On March 19th 2015, the Board of Directors of the Company declared a final dividend of \$0.36 per share related to 2014 to be paid to the shareholders of record on May 7th 2015. The total declared amounted to \$10,800,000 with a payment date of May 21st 2015.