

Unaudited Financial Statements of  
**COMMONWEALTH BREWERY LIMITED**

Twelve months ended December 31, 2024

# **COMMONWEALTH BREWERY LIMITED**

Management comments on Interim Financial Statements (Unaudited)

Twelve months ended December 31, 2024

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## **Financial Update**

During the fourth quarter, Commonwealth Brewery, Ltd. (CBL) experienced revenue growth of 0.8% compared to the same period last year. For the year 2024, revenue decreased by 1.9% as consumers shopping behaviour dipped from the post-Covid boom of 2023. The Company celebrated several key successes during the year with the launch of the new Radler variant Kalik Lychee and the revitalization of the Ron Ricardo RTD flavours. These new product offerings helped fuel the growth in revenue during the last quarter.

CBL continues to optimize our product mix and costs, focusing improved productivity and cost reduction measures which resulted in the improvement of operating expenses by 9.0% for the quarter and 3.6% for the year. These efforts underscore our commitment to maintaining operational efficiency and profitability.

The financial performance for the year ended December 31, 2024, highlights our ability to adapt to changing market conditions and demonstrates resilience and strategic adaptability as we navigate the evolving market landscape. By focusing on key product offerings and effective cost management, CBL has maintained profitability and is well positioned for future growth. We remain committed to leveraging our strengths and exploring new opportunities to enhance shareholder value.

The company will continue to drive consumer and customer excitement in the Beer, Spirits, and Wine categories. The key successes, such as Kalik Lychee launch and others, demonstrate that we continue to develop a portfolio that adapts to ever changing taste profiles, giving us confidence in future growth.

The Executive Management team would like to thank our dedicated and hardworking employees for their continued commitment and our faithful customers who support our business and share in our success.

# COMMONWEALTH BREWERY LIMITED

## Statement of Financial Position (Unaudited)

December 31, 2024, with corresponding figures for December 31, 2023  
 (Expressed in Bahamian dollars)

	December 2024	December 2023
<b>Assets</b>		
<b>Current assets:</b>		
Cash and cash equivalents	\$ 12,576,334	7,636,646
Trade receivables, net	8,440,233	6,165,371
Prepaid expenses and other assets	2,380,703	4,084,135
Inventories	31,457,381	30,149,599
<b>Total current assets</b>	<b>54,854,651</b>	<b>48,035,751</b>
<b>Non-current assets:</b>		
Right of use asset	5,667,064	6,560,940
Property, plant and equipment*	47,295,922	47,103,591
Goodwill	4,487,242	4,487,242
Other intangible assets	927,153	1,410,087
<b>Total non-current assets</b>	<b>58,377,381</b>	<b>59,561,860</b>
<b>Total assets</b>	<b>\$ 113,232,032</b>	<b>107,597,611</b>
<b>Liabilities and equity</b>		
<b>Current liabilities:</b>		
Accounts payable and accrued expenses	\$ 16,111,684	17,772,895
Short-term Lease Liability	2,253,720	2,128,748
<b>Total current liabilities</b>	<b>18,365,404</b>	<b>19,901,643</b>
<b>Non-current liabilities:</b>		
Long-term Lease liability	4,032,267	4,882,101
<b>Total liabilities</b>	<b>22,397,671</b>	<b>24,783,744</b>
<b>Equity:</b>		
Share capital	150,000	150,000
Share premium	12,377,952	12,377,952
Contributed surplus	16,351,369	16,351,369
Revaluation surplus	16,083,580	16,083,580
<b>Retained earnings</b>	<b>45,871,460</b>	<b>37,850,966</b>
<b>Total equity</b>	<b>90,834,361</b>	<b>82,813,867</b>
<b>Total liabilities and equity</b>	<b>\$ 113,232,032</b>	<b>107,597,611</b>

# COMMONWEALTH BREWERY LIMITED

## Interim Statement of Profit or Loss (Unaudited)

For the three months ended December 31, 2024, with corresponding figures for the three months ended December 31, 2023  
 (Expressed in Bahamian dollars)

	December 2024	December 2023
<b>Income:</b>		
Revenue	\$ 37,144,670	36,849,272
Excise	(2,318,334)	(1,886,343)
Net revenue	34,826,336	34,962,929
<b>Operating expenses:</b>		
Raw materials, consumables and services	22,875,037	25,510,523
Personnel costs	4,679,273	5,061,129
Depreciation	1,597,031	1,486,625
Amortisation	120,734	119,982
Total operating expenses	29,272,075	32,178,259
Other income	161,788	198,058
Results from operating activities	5,716,049	2,982,728
Finance expenses	(606,371)	173,013
Total net profit	\$ 6,322,420	2,809,715
<b>Other comprehensive income</b>		
Gain on revaluation of property	-	6,799,118
Total net profit and comprehensive income	6,322,420	9,608,833
 Basic and diluted earning per share	 \$ 0.21	 0.09

# COMMONWEALTH BREWERY LIMITED

## Interim Statement of Profit or Loss (Unaudited)

For the twelve months ended December 31, 2024, with corresponding figures for the twelve months ended December 31, 2023  
 (Expressed in Bahamian dollars)

	December 2024	December 2023
<b>Income:</b>		
Revenue	\$ 136,340,279	138,922,023
Excise	(7,636,313)	(7,313,752)
Net revenue	128,703,966	131,608,271
<b>Operating expenses:</b>		
Raw materials, consumables and services	89,396,951	93,331,115
Personnel costs	19,198,674	19,589,505
Depreciation	6,258,602	6,203,855
Amortisation	482,934	478,872
Total operating expenses	115,337,161	119,603,347
Other income	365,636	536,508
Results from operating activities	13,732,441	12,541,432
Finance expenses	(288,053)	971,779
Total net profit	\$ 14,020,494	11,569,653
<b>Other comprehensive income</b>		
Gain/loss on revaluation of property	-	6,799,118
Total net profit and comprehensive income	14,020,494	18,368,771
Basic and diluted earning per share	\$ 0.47	0.39

## COMMONWEALTH BREWERY LIMITED

Interim Statement of Changes in Equity (Unaudited)

For the twelve months ended December 31, 2024

(Expressed in Bahamian dollars)

	Share Capital	Share premium	Contributed Surplus	Revaluation surplus	Retained earnings	Total equity
Balance as at 31 December 2023	150,000	12,377,952	16,351,369	16,083,580	37,850,966	82,813,867
Comprehensive income	-	-	-	-	14,020,494	14,020,494
<b>Transactions with owners recorded directly to equity</b>						
Dividends declared \$0.46 per share	-	-	-	-	(6,000,000)	(6,000,000)
Balance at December 31, 2024	150,000	12,377,952	16,351,369	16,083,580	45,871,460	90,834,361

# COMMONWEALTH BREWERY LIMITED

## Statement of Cash Flows (Unaudited)

For the twelve months ended December 31, 2024, with corresponding figures for the twelve months ended December 31, 2023  
 (Expressed in Bahamian dollars)

	December 2024	December 2023
<b>Cash flows from operating activities</b>		
Net income	\$ 14,020,494	11,569,653
Adjustments for:		
Depreciation	6,258,602	6,203,855
Amortisation	482,934	478,872
Impairment loss recognized on cash and cash equivalents and trade receivables	(35,608)	1,083,213
Impairment loss on prepaid expenses and other assets	-	2,031,704
Interest expense	497,642	424,136
Net cash from operations before changes in working capital	21,224,064	21,791,433
Changes in non-cash working capital	(3,335,801)	(5,745,897)
Net cash from operating activities	17,888,263	16,045,536
<b>Cash flows from financing activities</b>		
Payment of Dividends	(6,000,000)	(13,800,000)
Interest paid	(497,642)	(424,136)
Net cash used (from)/in financing activities	(6,497,642)	(14,224,136)
<b>Cash flow from investing activities</b>		
Additions to property, plant and equipment (excl. ROU asset)	(3,576,653)	(2,575,993)
Additions to intangible assets	-	(10,874)
Repayment of lease liability	(2,874,280)	(2,381,066)
Gain/(Loss) from sale of property, plant and equipment	-	-
Net cash used in investing activities	(6,450,933)	(4,967,933)
Net increase/(decrease) in cash and cash equivalents	4,939,688	(3,146,533)
Cash and cash equivalents, beginning of year	7,636,646	10,783,179
Cash and cash equivalents, end of year	<u>12,576,334</u>	<u>7,636,646</u>

## **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.