



READYMIX (WEST INDIES) LIMITED

# SUMMARY CONSOLIDATED AUDITED FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2015

## SUMMARY CONSOLIDATED STATEMENT OF INCOME

TT\$'000	UNAUDITED Three Months Oct to Dec		AUDITED Year Jan to Dec	AUDITED Year Jan to Dec
	2015	2014	2015	2014
<b>CONTINUING OPERATIONS</b>				
<b>REVENUE</b>	<b>42,611</b>	<b>48,622</b>	<b>216,716</b>	<b>210,900</b>
<b>Operating (Loss)/profit from continuing operations</b>	<b>(6,043)</b>	<b>(2,991)</b>	<b>13,588</b>	<b>16,453</b>
Finance cost – net	(58)	(128)	(288)	(721)
(Loss)/profit before taxation from continuing operations	(6,101)	(3,119)	13,300	15,732
Taxation	1,608	(356)	(3,863)	(3,983)
<b>(Loss)/profit after taxation from continuing operations</b>	<b>(4,493)</b>	<b>(2,763)</b>	<b>9,437</b>	<b>11,749</b>
<b>Discontinued operations:</b>				
Loss before taxation from discontinued operations	–	(1,498)	(115)	(5,754)
Taxation	–	38	–	38
<b>Loss after taxation from discontinued operations</b>	<b>–</b>	<b>(1,536)</b>	<b>(115)</b>	<b>(5,716)</b>
<b>(Loss)/profit for the period</b>	<b>(4,493)</b>	<b>(4,299)</b>	<b>9,322</b>	<b>6,033</b>
<b>Attributable to:</b>				
Shareholders of the Parent	(4,493)	(3,685)	9,368	8,319
Non-controlling interests	–	(614)	(46)	(2,286)
	<b>(4,493)</b>	<b>(4,299)</b>	<b>9,322</b>	<b>6,033</b>
<b>Basic and diluted (Loss)/earnings per Share – cents:</b>				
From continuing operations	(0.37)	(0.23)	0.79	0.98
From discontinued operations	–	(0.08)	(0.01)	(0.29)
	<b>(0.37)</b>	<b>(0.31)</b>	<b>0.78</b>	<b>0.69</b>

## SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

TT\$'000	UNAUDITED Three Months Oct to Dec		AUDITED Year Jan to Dec	AUDITED Year Jan to Dec
	2015	2014	2015	2014
<b>(Loss)/profit for the period</b>	<b>(4,493)</b>	<b>(4,299)</b>	<b>9,322</b>	<b>6,033</b>
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>				
Remeasurement losses on defined benefit plans	(799)	(3,995)	(799)	(3,995)
Income Tax Effect	200	995	200	995
	(599)	(3,000)	(599)	(3,000)
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>				
Currency translation differences	8	(40)	(37)	(40)
<b>Total comprehensive (loss)/income for the period net of tax</b>	<b>(5,084)</b>	<b>(7,339)</b>	<b>8,686</b>	<b>2,993</b>
<b>Attributable to:</b>				
Shareholders of the Parent	(5,069)	(6,699)	8,747	5,305
Non-controlling interests	(15)	(640)	(61)	(2,312)
	<b>(5,084)</b>	<b>(7,339)</b>	<b>8,686</b>	<b>2,993</b>

## DIRECTORS' STATEMENT

After an encouraging start to 2015, RML's 4th quarter (Q4) of 2015 was impacted by the reduced activity in the construction sector, resulting in a 12% drop in revenue compared to Q4 2014. In addition, higher staff costs together with other operating and administrative costs resulted in a net loss after taxation of \$4.5M for the quarter (2014 Q4 – \$4.3M). Our full year results yielded a YTD profit after taxation for 2015 of \$9.3M or 55% above 2014.

The reduced construction activity experienced in the latter part of 2015 is expected to continue into 2016. The Board is positioning the company to buffer against the impact of the slowdown in the construction sector while strengthening our operations for the future.

Nigel Edwards  
Chairman  
February 25, 2016

Jose Luis Seijo Gonzalez  
Director/Group CEO  
February 25, 2016

## SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

TT\$'000	AUDITED 31.12.2015	AUDITED 31.12.2014
Non-current assets	46,056	50,590
Current assets	105,382	83,477
Assets directly associated with the discontinued operations	44	226
Current liabilities	(39,900)	(32,059)
Liabilities directly associated with the discontinued operations	(402)	(1,630)
Non-current liabilities	(11,608)	(9,718)
<b>Total net assets</b>	<b>99,572</b>	<b>90,886</b>
<b>Equity attributable to the Parent</b>		
Share capital	12,000	12,000
Reserves	92,446	83,699
	<b>104,446</b>	<b>95,699</b>
Non-controlling interests	(4,874)	(4,813)
<b>Total equity</b>	<b>99,572</b>	<b>90,886</b>

## SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

TT\$'000	UNAUDITED Three Months Oct to Dec		AUDITED Year Jan to Dec	AUDITED Year Jan to Dec
	2015	2014	2015	2014
<b>(Loss)/profit before taxation from continuing operations</b>	<b>(6,101)</b>	<b>(3,119)</b>	<b>13,300</b>	<b>15,732</b>
Loss before taxation from discontinued operations	–	(1,498)	(115)	(5,754)
(Loss)/profit before taxation	(6,101)	(4,617)	13,185	9,978
Adjustment for non-cash items	8,825	4,784	13,048	12,188
Changes in working capital	5,249	7,120	40,174	2,221
	7,973	7,287	66,407	24,387
Net interest, taxation and pension contributions paid	(773)	(1,750)	(6,352)	(6,581)
<b>Net cash generated by operating activities</b>	<b>7,200</b>	<b>5,537</b>	<b>60,055</b>	<b>17,806</b>
Net cash used in investing activities	(46,473)	(1,668)	(51,692)	(5,013)
Net cash used in financing activities	–	(732)	(4,778)	(3,837)
Increase in cash and cash equivalents	(39,273)	3,137	3,585	8,956
Cash and cash equivalents – beginning of period	58,079	12,084	15,221	6,265
<b>Cash and cash equivalents – end of period</b>	<b>18,806</b>	<b>15,221</b>	<b>18,806</b>	<b>15,221</b>

## SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

TT\$'000	PARENT		NON-CONTROLLING INTERESTS	
	AUDITED Year Jan to Dec		AUDITED Year Jan to Dec	
	2015	2014	2015	2014
Balance at beginning of period	95,699	90,394	(4,813)	(2,501)
Currency translation differences	(22)	(24)	(15)	(16)
Other comprehensive loss	(599)	(2,990)	–	(10)
Profit/(loss) after taxation	9,368	8,319	(46)	(2,286)
<b>Balance at end of period</b>	<b>104,446</b>	<b>95,699</b>	<b>(4,874)</b>	<b>(4,813)</b>

## SEGMENT INFORMATION

TT\$'000	CONCRETE	AGGREGATE	ADJUSTMENTS & ELIMINATIONS	TOTAL
<b>UNAUDITED THREE MONTHS OCT TO DEC 2015</b>				
Revenue	30,865	11,746	–	42,611
Loss before taxation	(3,167)	(1,326)	–	(4,493)
<b>AUDITED YEAR JAN TO DEC 2015</b>				
Revenue	158,255	58,461	–	216,716
Profit before taxation	7,574	5,611	–	13,185
<b>AUDITED YEAR JAN TO DEC 2014</b>				
Revenue	159,571	53,068	–	212,639
Profit before taxation	3,614	6,364	–	9,978



# SUMMARY CONSOLIDATED AUDITED FINANCIAL REPORT

## FOR THE YEAR ENDED DECEMBER 31, 2015

READYMIX (WEST INDIES) LIMITED

### INDEPENDENT AUDITOR'S REPORT ON THE SUMMARY CONSOLIDATED FINANCIAL STATEMENTS

#### To the Shareholders of Readymix (West Indies) Limited

The accompanying summary consolidated financial statements, which comprise the summary consolidated statement of financial position as at December 31, 2015, and the summary consolidated statements of income, comprehensive income, changes in equity and cash flows for the year then ended, and related notes, are derived from the audited consolidated financial statements of Readymix (West Indies) Limited and its subsidiaries (the "Group") for the year ended December 31, 2015. We expressed an unmodified audit opinion on those consolidated financial statements in our report dated February 25, 2016.

The summary consolidated financial statements do not contain all the disclosures required by International Financial Reporting Standards. Reading the summary consolidated financial statements, therefore, is not a substitute for reading the audited consolidated financial statements of the Group.

#### Management's Responsibility for the Summary Consolidated Financial Statements

Management is responsible for the preparation of a summary of the audited consolidated financial statements on the basis of their established criteria as described in Note 1.

#### Auditor's Responsibility

Our responsibility is to express an opinion on the summary consolidated financial statements based on our procedures, which were conducted in accordance with International Standard on Auditing (ISA) 810, "Engagements to Report on Summary Financial Statements."

#### Opinion

In our opinion, the summary consolidated financial statements derived from the audited consolidated financial statements of the Group for the year ended December 31, 2015 are consistent, in all material respects, with the audited consolidated financial statements, on the basis of management's established criteria as described in Note 1.

Port of Spain  
TRINIDAD  
February 25, 2016

### NOTES

#### 1. Basis of Preparation

The summary consolidated financial statements are prepared in accordance with criteria developed by management. Under management's established criteria, management discloses the summary consolidated statement of financial position, summary consolidated statement of income, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary consolidated financial statements are derived from the audited consolidated financial statements of Readymix (West Indies) Limited and its subsidiaries for the year ended December 31, 2015, which are prepared in accordance with International Financial Reporting Standards. A full version of the audited consolidated financial statements will be available in the Company's Annual Report.

#### 2. Accounting Policies

Accounting policies used in the preparation of these summary consolidated financial statements are consistent with those set out in Note 2 of the December 31, 2015 Audited Consolidated Financial Statements consistently applied from period to period. The Group has adopted all the new and revised accounting standards and interpretations that are mandatory for annual accounting periods beginning on or after January 01, 2015 and which are relevant to the Group's operations.

#### 3. Earnings Per Share

Earnings per share (EPS) is calculated by dividing the net profit attributable to shareholders by the weighted average number of ordinary shares outstanding during the period.

#### 4. Segment Information

The Group derived 73% (2014 – 75%) of its revenue from the sale of premix concrete and 27% (2014 – 25%) from the sale of aggregates. The Group's Sales strategy is associated with these two product lines, accordingly the segment information is so presented.

#### 5. Group Restructuring

In May 2015, the TCL Group prepaid the Override debt in full with a combination of a Rights Issue proceeds, internally generated cash and the proceeds of a Bridge Loan. On August 6, 2015 the Company entered into an Amended and Restated Credit Agreement as a guarantor of a Syndicated Loan for an initial Principal sum of US\$200 million taken by TCL. Principal and Interest repayments commenced on November 11, 2015 and are payable quarterly to August 11, 2020.