



# CARIBBEAN CEMENT COMPANY LIMITED

February 26, 2016

Mrs. Marlene Street-Forrest  
General Manager  
Jamaica Stock Exchange  
40 Harbour Street  
Kingston  
JAMAICA

Dear Madam,


**Re: Caribbean Cement Company Limited ("CCCL") Summary Consolidated Audited Financial Statements for the year ended December 31, 2015**

Please find attached CCCL's Summary Consolidated Audited Financial Statements for the year ended December 31, 2015, together with the following:

1. List of the Company's top ten (10) shareholders as at December 31, 2015;
2. List of shareholdings of CCCL's Directors, Senior Management and their Connected Persons as at December 31, 2015.

Kindly acknowledge receipt.

Yours faithfully,  
**CARIBBEAN CEMENT COMPANY LIMITED**

  
.....  
Kathryn M. Baptiste  
Company Secretary

Attachment

P.O. Box 448

Kingston,

Jamaica W.I.

Tel: (876) 928-6231  
(876) 928-6021

Fax: (876) 928-7381  
Website: [www.caribcement.com](http://www.caribcement.com)

**BOARD OF DIRECTORS:** Christopher Dehring, Chairman; Hollis Hosein; Parris A. Lyew-Ayee;  
Parasram Heerah; ~~Bernadene Crooks~~, Company Secretary



# SUMMARY CONSOLIDATED AUDITED FINANCIAL REPORT

## FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2015

### SUMMARY CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

J\$'000	AUDITED Year Jan to Dec	AUDITED Year Jan to Dec
	2015	2014
<b>Revenue</b>	<b>15,431,897</b>	<b>14,356,017</b>
<b>Earnings before interest, tax, depreciation, amortisation and severance cost</b>	<b>2,576,658</b>	<b>961,070</b>
Severance cost	(436,372)	-
Depreciation and amortisation	(396,931)	(364,828)
<b>Operating profit</b>	<b>1,743,355</b>	<b>596,242</b>
Interest income	10,613	1,294
Net debt restructuring cost	167,792	-
Interest expense	(148,688)	(252,663)
Loss on currency exchange	(46,684)	(88,888)
<b>Profit before taxation</b>	<b>1,726,388</b>	<b>255,985</b>
Taxation charge	(180,248)	(117,000)
<b>Net profit for the year</b>	<b>1,546,140</b>	<b>138,985</b>
<b>Total comprehensive income</b>	<b>1,546,140</b>	<b>138,985</b>
Profit per ordinary stock unit cents - basic & diluted	\$1.82	\$0.16
Earnings before interest, tax, depreciation, amortisation and severance cost/revenue ratio	17%	7%

### SUMMARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

J\$'000	AUDITED 31.12.2015	AUDITED 31.12.2014
	Non-current assets	5,377,166
Current assets	5,474,225	4,679,393
Current liabilities	(4,187,269)	(3,885,765)
Non-current liabilities	(226,948)	(867,053)
<b>Total Net Assets</b>	<b>6,437,174</b>	<b>4,891,034</b>
Ordinary share capital	1,808,837	1,808,837
Preference share capital	5,077,760	5,077,760
Realised capital gain	1,413,661	1,413,661
Capital contribution	3,839,090	3,839,090
Accumulated loss	(5,702,174)	(7,248,314)
<b>Group Equity</b>	<b>6,437,174</b>	<b>4,891,034</b>

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

#### To the Shareholders of Caribbean Cement Company Limited and its Subsidiaries

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 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 Caribbean Cement Company 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 Financial Statements

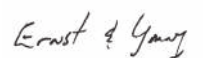
Management is responsible for the preparation of a summary of the audited consolidated financial statements, on the basis of their established criteria as described in Note 1 (see below).

#### 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 those consolidated financial statements, on the basis of management's established criteria as described in Note 1.

  
Chartered Accountants  
Kingston, Jamaica  
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, it discloses the summary consolidated statements of financial position, summary consolidated statement of comprehensive income, summary consolidated statement of changes in equity and summary consolidated statement of cash flows. These summary financial statements are derived from the audited consolidated financial statements of Caribbean Cement Company Limited and its Subsidiaries for the year ended December 31, 2015 which are prepared in accordance with International Financial Reporting Standards, as issued by the International Accounting Standards Board, and the requirements of the Jamaican Companies Act. A full version of the audited consolidated financial statements will be available in the Company's Annual Report.

#### 2. Accounting Policies

These summary consolidated financial statements have been prepared in accordance with the accounting policies set out in Note 5 of the December 31, 2015 audited financial statements, consistently applied from period to period. Any new accounting standards or interpretations which became effective in this financial year have had no material impact on the Group. The areas of critical accounting estimates and judgements as disclosed in Note 5 of the December 31, 2015 audited financial statements, have also remained unchanged.

#### 3. Debt Refinancing

In March 2015, the TCL Group negotiated new terms under the Override Agreement with Lenders with the restructured debt agreements coming into effect as at March 30, 2015. The main elements of the restructured debt agreements included reduction of the interest rate on the outstanding debt by 2%; forgiveness of the default moratorium interest from September 30, 2014 (2%); and the ability to prepay originally secured and unsecured debt on a discounted basis within 90 days of the effectiveness of the restructuring. In May 2015, the TCL Group prepaid the Override debt in full, net of prepayment discount of TT\$ 194.2 million (J\$3,555.6) million, with the proceeds of a Bridge Loan and internal cash of TT\$ 99.2 million (J\$1,816.2) million. Of this prepayment discount \$167.79 million was allocated to the Group.

#### 4. Going Concern

As at December 31, 2014, the ultimate parent company (Trinidad Cement Limited) and its subsidiaries (the "TCL Group"), were in default of its debt obligations with its lenders under the Override Agreement. This condition was fully remediated by the TCL Group through the execution of a new Amended Override Agreement with the lenders dated March 31, 2015. Subsequently in May 2015, the TCL Group sourced new third party funding and used these proceeds together with the proceeds of a successful Rights Issue process completed in March 31, 2015, and internal cash to pay off lenders an amount of \$30.2 billion. This represents full and final payment on all agreed outstanding debt obligations under the Amended Override Agreement. Accordingly, the debt default conditions and resulting going concern risk factors which existed in 2014 are no longer existent as at December 31, 2015.

### SUMMARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

J\$'000	AUDITED Year Jan to Dec	AUDITED Year Jan to Dec
	2015	2014
<b>Balance at beginning of year</b>	<b>4,891,034</b>	<b>4,752,049</b>
Total comprehensive income	1,546,140	138,985
<b>Balance at end of year</b>	<b>6,437,174</b>	<b>4,891,034</b>

### SUMMARY CONSOLIDATED STATEMENT OF CASH FLOWS

J\$'000	AUDITED Year Jan to Dec	AUDITED Year Jan to Dec
	2015	2014
<b>Group net profit before taxation</b>	<b>1,726,388</b>	<b>255,985</b>
Adjustment for non-cash items	396,410	693,433
	2,122,798	949,418
Change in working capital	550,231	(605,414)
Taxation paid	(2,433)	(304)
Net cash provided by operating activities	2,670,596	343,700
Net cash used in investing activities	(810,904)	(598,114)
Net cash (used in)/provided by financing activities	(1,126,943)	230,224
Increase/(decrease) in cash and cash equivalents	732,749	(24,190)
Net cash and cash equivalents - beginning of year	177,917	202,107
<b>Net cash and cash equivalents - end of year</b>	<b>910,666</b>	<b>177,917</b>
<b>Represented by:</b>		
Cash at bank and short-term deposits	910,666	177,917

### DIRECTORS' STATEMENT


The Company reported an improved consolidated profit before tax of \$1,726 million, compared to \$256 million in 2014. This resulted in earnings per share increasing from 16 cents at the end of December 2014 to \$1.82 cents at the end of the reporting year. Net cash generated by operating activities increased by \$2,327 million.

The improved performance was driven by the increased domestic cement sales volumes of 12% and clinker sales of 16% compared to the corresponding period in 2014. Revenue for the year grew by \$1,076 million or 7% over the same period in 2014 resulting mainly from improved domestic cement sales volumes and increased clinker exports which compensated for the decline in cement export sales volumes.

The company benefited from improved operational practices, tight cost controls, and lower costs of fuels and energy, resulting in earnings before interest, tax, depreciation, amortisation and severance costs ("Adjusted EBITDA") increasing by \$1,616 million. This resulted in the Company implementing a price reduction for its cash customers.

Interest expense decreased by 41% for the year as a result of the company's financial restructuring initiative resulting in some prepayments of long term debt in excess of \$800 million.

The Board of Directors remains committed to continuing the improvement of the company.

  
Christopher Dehring  
Chairman  
February 25, 2016

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

**CARIBBEAN CEMENT COMPANY LIMITED**  
**TOP 10 SHAREHOLDERS INCLUDING THOSE LISTED**  
**IN THE JAMAICA CENTRAL SECURITIES DEPOSITORY**  
**AS AT 31 DECEMBER 2015**

	<b>NAME OF COMPANY</b>	<b>NUMBER OF SHARES</b>	<b>%AGE</b>
1	T.C.L.(NEVIS) LIMITED	558,688,942	65.64%
2	TRINIDAD CEMENT LIMITED	71,876,497	8.44%
3	SCANCEM INTERNATIONAL (ST. LUCIA) LIMITED	42,187,482	4.96%
4	MAYBERRY WEST INDIES BANK LIMITED	26,517,896	3.12%
5	GUARDIAN LIFE LIMITED	6,823,316	0.80%
6	NATIONAL INSURANCE FUND	6,090,961	0.72%
7	BAMBOO GROUP HOLDINGS LIMITED	5,479,769	0.64%
8	COLIN STEELE	5,330,818	0.63%
9	VICTORY ISLAND LIMITED	4,500,000	0.53%
10	NATIONAL HOUSING TRUST	4,318,904	0.51%

**CARIBBEAN CEMENT COMPANY LIMITED**  
**SHAREHOLDING OF DIRECTORS & CONNECTED PARTIES**  
**AS AT 31 DECEMBER 2015**

CHRISTOPHER DEHRING	(CHAIRMAN)	NIL
PARASRAM HEERAH		NIL
HOLLIS HOSEIN		NIL
PARRIS A. LYEW-AYEE		10,000
JOSE LUIS SEIJO		NIL

**CARIBBEAN CEMENT COMPANY LIMITED**  
**SHAREHOLDING OF SENIOR MANAGERS & CONNECTED PARTIES**  
**AS AT 31 DECEMBER 2015**

ALEJANDRO VARES	(GENERAL MANAGER)	NIL
KATHRYNA BAPTISTE	(COMPANY SECRETARY)	NIL
MARCHEL BURRELL		NIL
JASCINTH BUCHANAN WINT		NIL
MELVIN HOWELL		NIL
ALICE HYDE		NIL
BRETT JOHNSON		NIL
DALMAIN SMALL		13,225
ADRIAN SPENCER		3,750
ANDREW STEPHENSON		NIL
KEN WILTSHIRE		NIL
SOPHIA LOWE		NIL
GLENROY SIMPSON		3,000
ROHAN ANDERSON		NIL
CHRISTOPHER BROWN		NIL